

Financial Analysts Briefing Supplement First Quarter 2009

To keep you updated on the progress and outlook of Aflac Incorporated, we are enclosing a First Quarter supplement to the Financial Analysts' Briefing book. As you review the supplement, please note the following:

In addition to net earnings, the company views operating earnings, a non-GAAP financial measure, as an important indicator of financial performance. We believe the combined presentation and evaluation of operating earnings, together with net earnings, provides information that may enhance an investor's understanding of the company's underlying profitability and results of operations. Our definition of operating earnings excludes the following items on an after-tax basis from net earnings: realized investment gains/losses, the change in the fair value of the interest rate component of cross currency swaps, and nonrecurring items. We believe operating earnings is a useful financial measure because it focuses on the performance of the business and excludes items that are inherently unpredictable. A reconciliation of operating earnings to net earnings is included on page 5.

On January 1, 2005, Aflac adopted SFAS No. 123R, which addresses accounting for share-based transactions, such as stock options. We elected to adopt SFAS 123R using the modified-retrospective transition method. As a result, we have adjusted prior periods where noted to reflect the expensing of stock options.

On January 1, 2009, the company early adopted the FASB Staff Positions on SFAS 157-4 and SFAS 115-2. SFAS 157-4 addresses fair value measurements of assets, whereas SFAS 115-2 speaks to the determination and recognition of other-than-temporary impairments.

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Stock Price Range and Other Data

Year	Total Actual Shares Traded (000 omitted)	Price Range			Year Close % Change	AFL Relative Perform. to S&P 500 Composite Avg. (1994 Close = 100)	Annual Relative % Change	AFL Relative Perform. to S&P Life Composite Avg. (1994 Close = 100)	Annual Relative % Change
		High	Low	Close					
1974	—	\$.13	\$.06	\$.06	—	—	—	—	
1975 *	3,084	.21	.06	.18	218.2 %	—	—	—	
1976	2,883	.28	.17	.28	57.1	—	—	—	
1977	2,624	.32	.25	.29	5.5	—	—	—	
1978	5,154	.40	.22	.23	(20.7)	—	—	—	
1979	3,290	.36	.21	.28	21.7	—	—	—	
1980	3,494	.29	.18	.19	(32.1)	—	—	—	
1981	2,484	.26	.18	.20	2.6	—	—	—	
1982	4,243	.42	.19	.39	97.4	—	—	—	
1983	4,502	.61	.38	.61	58.4	—	—	—	
1984	5,201	.84	.46	.78	27.9	—	—	—	
1985	13,408	1.56	.77	1.39	77.6	—	—	—	
1986	19,387	2.50	1.39	1.74	25.3	—	—	—	
1987	49,914	2.47	1.32	1.89	8.6	—	—	—	
1988	27,245	2.27	1.54	1.84	(2.7)	—	—	—	
1989	70,347	3.00	1.79	2.40	30.8	—	—	—	
1990	38,959	2.57	1.62	2.55	6.3	—	—	—	
1991	39,803	4.15	2.39	3.99	56.3	—	—	—	
1992	35,563	4.65	3.20	4.60	15.4	—	—	—	
1993	40,913	5.67	4.13	4.75	3.3	—	—	—	
1994	46,430	6.02	4.21	5.34	12.3	100.0	100.0	—	
1995	52,772	7.46	5.32	7.25	35.9	101.4	96.5	(3.5) %	
1996	62,101	11.00	7.07	10.69	47.4	124.3	120.2	24.5	
1997	61,771	14.47	9.38	12.78	19.6	113.4	116.3	(3.2)	
1998	100,659	22.66	11.35	21.94	71.7	153.7	192.3	65.4	
1999	180,514	28.38	19.50	23.60	7.5	138.3	244.9	27.3	
2000	218,965	37.47	16.78	36.10	53.0	235.5	335.8	37.1	
2001	418,406	36.10	23.00	24.56	(32.0)	184.2	251.3	(25.2)	
2002	485,387	33.45	23.10	30.12	22.6	294.8	373.5	48.6	
2003	479,602	36.91	28.00	36.18	20.1	280.2	358.0	(4.1)	
2004	397,333	42.60	33.85	39.84	10.1	283.1	327.5	(8.5)	
2005	405,829	49.65	35.50	46.42	16.5	320.2	315.7	(3.6)	
2006	437,580	49.40	41.63	46.00	(0.9)	279.3	272.1	(13.8)	
2007	558,870	63.91	45.18	62.63	36.2	367.3	338.4	24.4	
2008	984,507	68.81	29.68	45.84	(26.8)	437.1	490.8	45.0	
3/08	223,445	67.00	56.75	64.95	3.7	422.9	379.1	12.0	
3/09	788,713	46.96	10.83	19.36	(57.8)	209.0	376.9	(23.2)	

*First full year traded on NYSE

Price Performance of Aflac Incorporated and Market Indexes

(Relative Performance Based on 1994 Closing Prices)

December 31

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Aflac	5.33	7.25	10.69	12.78	21.94	23.60	36.10	24.56	30.12	36.18	39.84	46.42	46.00	62.63	45.84
Rel. Perf.		1.4	2.0	2.4	4.1	4.4	6.8	4.6	5.6	6.8	7.5	8.7	8.6	11.7	8.6
Dow Jones Ind.	3834.44	5117.12	6448.27	7908.25	9181.43	11497.12	10786.85	10021.50	8341.63	10453.92	10783.01	10717.50	12463.15	13264.82	8776.39
Rel. Perf.		1.3	1.7	2.1	2.4	3.0	2.8	2.6	2.2	2.7	2.8	2.8	3.3	3.5	2.3
S&P Life	100.00	140.85	166.80	206.02	213.90	180.70	201.57	183.25	151.23	189.51	228.11	275.73	317.00	347.08	175.15
Rel. Perf.		1.4	1.7	2.1	2.1	1.8	2.0	1.8	1.5	1.9	2.3	2.8	3.2	3.5	1.8
NYSE Comp.	2653.37	3484.15	4148.07	5405.19	6299.93	6876.10	6945.57	6236.39	5000.00	6464.00	7250.06	7753.95	9139.02	9740.32	5757.05
Rel. Perf.		1.3	1.6	2.0	2.4	2.6	2.6	2.4	1.9	2.4	2.7	2.9	3.4	3.7	2.2
S&P 500	459.27	615.93	740.74	970.43	1229.23	1469.25	1320.28	1148.08	879.82	1111.92	1211.92	1248.29	1418.30	1468.36	903.25
Rel. Perf.		1.3	1.6	2.1	2.7	3.2	2.9	2.5	1.9	2.4	2.6	2.7	3.1	3.2	2.0
Nikkei	19723.06	19868.15	19361.35	15258.74	13842.17	18934.34	13785.69	10542.62	8578.95	10676.64	11488.76	16111.43	17225.83	15307.78	8859.56
Rel. Perf.		1.0	1.0	.8	.7	1.0	.7	.5	.4	.5	.6	.8	.9	.8	.4

Relative Performance AFL/Other Averages

(1994 Close = 100)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
AFL/DJIA	101.9	119.2	116.2	171.8	147.6	240.6	176.2	259.6	248.8	265.6	311.4	265.4	339.5	375.5
AFL/S&P Life	96.5	120.2	116.3	192.3	244.9	335.8	251.3	373.5	358.0	327.5	315.7	272.1	338.4	490.8
AFL/NYSE Comp.	103.5	128.2	117.6	173.3	170.8	258.6	195.9	299.7	278.5	273.4	297.9	250.4	319.9	396.2
AFL/S&P 500	101.4	124.3	113.4	153.7	138.3	235.5	184.2	294.8	280.2	283.1	320.2	279.3	367.3	437.1
AFL/Nikkei	135.0	204.2	309.8	586.2	461.0	968.5	861.6	1298.4	1253.2	1282.5	1065.5	987.6	1513.1	1913.5

Annual Percent Change in Relative Performance

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
AFL/DJIA	1.9	17.0	(2.5)	47.9	(14.1)	63.0	(26.8)	47.3	(4.2)	6.8	17.2	(14.8)	27.9	10.6
AFL/S&P Life	(3.5)	24.5	(3.2)	65.4	27.3	37.1	(25.2)	48.6	(4.1)	(8.5)	(3.6)	(13.8)	24.4	45.0
AFL/NYSE Comp.	3.5	23.8	(8.3)	47.3	(1.4)	51.4	(24.2)	53.0	(7.1)	(1.8)	9.0	(15.9)	27.7	23.8
AFL/S&P 500	1.4	22.6	(8.7)	35.5	(10.0)	70.2	(21.8)	60.1	(5.0)	1.0	13.1	(12.8)	31.5	19.0
AFL/Nikkei	35.0	51.3	51.7	89.2	(21.4)	110.1	(11.0)	50.7	(3.5)	2.3	(16.9)	(7.3)	53.2	26.5

AFL Trading Volume

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
No. Shar. Trad.(Act.) (000 omitted)	52,772	62,101	61,771	100,659	180,514	218,965	418,406	485,387	479,602	397,333	405,829	437,580	558,870	984,507

Price Performance of Aflac Incorporated and Market Indexes

(Closing Prices and Relative Performance - 1994 Close = 100)

	<u>12/31/08</u>	<u>1/31/09</u>	<u>2/28/09</u>	<u>3/31/09</u>
Aflac	45.84	23.21	16.76	19.36
Rel. Perf.	8.6	4.4	3.1	3.6
Dow Jones Ind.	8776.39	8000.86	7062.93	7608.92
Rel. Perf.	2.3	2.1	1.8	2.0
S&P Life	175.15	127.28	82.40	96.32
Rel. Perf.	1.8	1.3	0.8	1.0
NYSE Comp.	5757.05	5195.79	4617.03	4978.98
Rel. Perf.	2.2	2.0	1.7	1.9
S&P 500	903.25	825.88	735.09	797.87
Rel. Perf.	2.0	1.8	1.6	1.7
Nikkei	8859.56	7994.05	7568.42	8109.53
Rel. Perf.	.4	.4	.4	.4

Relative Performance AFL/Other Averages

(1994 Close = 100)

	<u>12/31/08</u>	<u>1/31/09</u>	<u>2/28/09</u>	<u>3/31/09</u>
AFL/DJIA	375.5	208.6	170.6	182.9
AFL/S&P Life	490.8	341.9	381.4	376.9
AFL/NYSE Comp.	396.2	222.3	180.6	193.5
AFL/S&P 500	437.1	242.0	196.3	209.0
AFL/Nikkei	1913.5	1073.8	819.0	882.9

Monthly Percent Change in Relative Performance

	<u>12/31/08</u>	<u>1/31/09</u>	<u>2/28/09</u>	<u>3/31/09</u>
AFL/DJIA	(.4)	(44.5)	(18.2)	7.2
AFL/S&P Life	(17.4)	(30.3)	11.5	(1.2)
AFL/NYSE Comp.	(3.7)	(43.9)	(18.7)	7.1
AFL/S&P 500	(1.8)	(44.6)	(18.9)	6.4
AFL/Nikkei	(4.9)	(43.9)	(23.7)	7.8

AFL High, Low, Close & Trading Volume

	<u>12/31/08</u>	<u>1/31/09</u>	<u>2/28/09</u>	<u>3/31/09</u>
High	47.88	46.96	25.20	22.92
Low	39.81	19.35	15.04	10.83
Close	45.84	23.21	16.76	19.36
No. Shar. Trad.(Act.) (000 omitted)	94,540	229,299	262,581	296,833

Aflac Incorporated and Subsidiaries

Share Data
(In thousands)

		Beginning Shares Outstanding	Shares Issued		Shares Purchased		Ending Shares Outstanding	QTD Weighted Avg. Shares			YTD Weighted Avg. Shares		
			Stk. Bon. & DRP	Stk. Opt. & Misc.	Treas. Shares	Misc. Purch.*		Avg. Shares	Dilutive Shares	Avg. Diluted	Avg. Shares	Dilutive Shares	Avg. Diluted
2004	1	509,892	396	1,249	3,150	42	508,345	509,924	9,430	519,355	509,924	9,430	519,355
	2	508,345	429	530	1,255	–	508,049	508,353	9,508	517,860	509,138	9,469	518,607
	3	508,049	361	274	2,526	–	506,158	506,599	8,977	515,576	508,286	9,305	517,591
	4	506,158	399	183	3,130	2	503,608	504,495	8,439	512,934	507,333	9,088	516,421
2005	1	503,608	382	939	2,942	–	501,987	502,706	6,743	509,449	502,706	6,743	509,449
	2	501,987	443	1,450	2,640	68	501,172	501,426	6,576	508,002	502,063	6,659	508,722
	3	501,172	323	876	2,000	88	500,283	500,557	6,766	507,323	501,555	6,695	508,250
	4	500,283	328	790	2,418	89	498,894	499,112	6,972	506,084	500,939	6,764	507,704
2006	1	498,894	337	1,268	2,066	2	498,431	498,037	6,537	504,574	498,037	6,537	504,574
	2	498,431	413	332	2,052	–	497,124	496,951	6,335	503,286	497,491	6,436	503,927
	3	497,124	343	212	3,013	–	494,666	494,923	6,029	500,952	496,626	6,300	502,926
	4	494,666	368	703	3,134	53	492,550	492,614	5,950	498,564	495,614	6,213	501,827
2007	1	492,550	357	987	5,062	–	488,832	490,554	6,104	496,658	490,554	6,104	496,658
	2	488,832	407	1,428	2,000	184	488,483	487,900	6,327	494,227	489,219	6,216	495,435
	3	488,483	333	1,241	2,000	305	487,752	487,065	5,754	492,819	488,493	6,062	494,555
	4	487,752	302	557	2,011	70	486,530	486,017	6,223	492,240	487,869	6,102	493,971
2008	1	486,530	324	840	12,500	103	475,091	478,138	6,279	484,417	478,138	6,279	484,417
	2	475,091	364	578	–	6	476,027	474,383	6,445	480,828	476,261	6,362	482,623
	3	476,027	348	183	–	5	476,553	475,357	5,388	480,745	476,076	6,037	482,113
	4	476,553	487	308	10,701	32	466,615	465,450	3,528	468,978	473,405	5,410	478,815
2009	1	466,615	355	539	–	85	467,424	466,097	1,035	467,132	466,097	1,035	467,132

* Includes swapped shares and/or shares purchased for deferred compensation program

Aflac Incorporated and Subsidiaries

Summary of Operating Results by Business Segment

(In Millions, except per-share data)

	<u>Years Ended December 31,</u>					<u>3 Months Ended March 31,</u>		
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2008</u>	<u>2009</u>	<u>% Change</u>
Aflac Japan	\$ 1,379	\$ 1,515	\$ 1,652	\$ 1,821	\$ 2,250	\$ 554	\$ 681	22.9 %
Aflac U.S.	497	525	585	692	745	191	204	7.2
Interest expense, non-insurance operations	(20)	(20)	(17)	(21)	(26)	(7)	(7)	(4.6)
Parent company, other operations and eliminations	(62)	(41)	(35)	(25)	(43)	(10)	(9)	14.2
Pretax operating earnings	1,794	1,979	2,185	2,467	2,926	728	869	19.5
Income taxes	641	687	753	854	1,014	253	301	19.4
Operating earnings*	1,153	1,292	1,432	1,613	1,912	475	568	19.6
Reconciling items:								
Impact from SFAS 133, net of tax	(13)	(10)	–	2	(3)	3	(3)	
Realized investment gains (losses), net of tax	(5)	167	51	19	(655)	(4)	(6)	
Gain on extinguishment of debt, net of tax	–	–	–	–	–	–	10	
Japanese pension obligation transfer, net of tax	3	–	–	–	–	–	–	
Release of deferred tax asset valuation allowance	128	34	–	–	–	–	–	
Net earnings	\$ <u>1,266</u>	\$ <u>1,483</u>	\$ <u>1,483</u>	\$ <u>1,634</u>	\$ <u>1,254</u>	\$ <u>474</u>	\$ <u>569</u>	<u>20.0 %</u>
Earnings per share of common stock:								
Net earnings (basic)	\$ 2.49	\$ 2.96	\$ 2.99	\$ 3.35	\$ 2.65	\$.99	\$ 1.22	23.2 %
Net earnings (diluted)	2.45	2.92	2.95	3.31	2.62	.98	1.22	24.5
Operating earnings (basic)	\$ 2.27	\$ 2.58	\$ 2.89	\$ 3.31	\$ 4.04	\$.99	\$ 1.22	23.2 %
Operating earnings (diluted)	2.23	2.54	2.85	3.27	3.99	.98	1.22	24.5

* See definition on cover page

Numbers may fail to foot due to rounding

Aflac Incorporated and Subsidiaries

Consolidated Statements of Earnings

(In Millions, except per-share data)

	Years Ended December 31,					3 Months Ended March 31,		
	2004	2005	2006	2007	2008	2008	2009	% Change
Revenues:								
Premiums, principally supplemental health	\$ 11,302	\$ 11,990	\$ 12,314	\$ 12,973	\$ 14,947	\$ 3,635	\$ 4,115	13.2 %
Net investment income	1,957	2,071	2,171	2,333	2,578	627	688	9.6
Realized investment gains (losses)	(12)	262	79	28	(1,007)	(7)	(9)	
Other income	34	40	52	59	36	12	24	
Total revenues	13,281	14,363	14,616	15,393	16,554	4,267	4,818	12.9
Benefits and expenses:								
Benefits and claims	8,482	8,890	9,016	9,285	10,499	2,538	2,811	10.7
Acquisition and operating expenses:								
Amortization of D.A.C.	519	542	574	640	775	192	250	
Insurance commissions	1,252	1,302	1,303	1,331	1,460	358	389	
Insurance expenses	1,128	1,281	1,337	1,491	1,743	413	457	
Interest expense	23	23	19	27	29	7	8	
Other operating expense	104	99	103	120	134	33	32	
Total acquisition and operating expenses	3,026	3,247	3,336	3,609	4,141	1,003	1,136	13.3
Total benefits and expenses	11,508	12,137	12,352	12,894	14,640	3,541	3,947	11.5
Pretax earnings	1,773	2,226	2,264	2,499	1,914	726	871	
Income taxes	507	743	781	865	660	252	302	
Net earnings	\$ 1,266	\$ 1,483	\$ 1,483	\$ 1,634	\$ 1,254	\$ 474	\$ 569	20.0 %
Operating earnings *	\$ 1,153	\$ 1,292	\$ 1,432	\$ 1,613	\$ 1,912	\$ 475	\$ 568	19.6 %
Earnings Per Share of common stock:								
Net earnings (basic)	\$ 2.49	\$ 2.96	\$ 2.99	\$ 3.35	\$ 2.65	\$.99	\$ 1.22	23.2 %
Net earnings (diluted)	2.45	2.92	2.95	3.31	2.62	.98	1.22	24.5
Operating earnings (basic) *	\$ 2.27	\$ 2.58	\$ 2.89	\$ 3.31	\$ 4.04	\$.99	\$ 1.22	23.2 %
Operating earnings (diluted) *	2.23	2.54	2.85	3.27	3.99	.98	1.22	24.5

* See definition of operating earnings on cover page

Aflac Incorporated and Subsidiaries

Analysis of Net Earnings and Net Earnings Per Diluted Share

(In Millions, except for per-share data)

	<u>Net Earnings</u>	<u>Real. Inv. Gains/ (Losses)</u>	<u>Impact From SFAS 133</u>	<u>Non-Recurring Items</u>	<u>Currency Impact</u>	<u>Net Earnings Per Share</u>	<u>Real. Inv. Gains/ (Losses) Per Share</u>	<u>Impact From SFAS 133 Per Share</u>	<u>Non-Recurring Items Per Share</u>	<u>Currency Impact Per Share</u>
2000	\$ 687	\$ (69)	\$ —	\$ 99	\$ 16	\$ 1.26	\$ (.12)	\$ —	\$.18	\$.02
2001	687	(34)	1	—	(37)	1.28	(.06)	—	—	(.07)
2002	785	(15)	37	(26)	(10)	1.49	(.03)	.07	(.05)	(.02)
2003	768	(191)	(3)	—	33	1.47	(.37)	—	—	.06
2004	1,266	(5)	(13)	131	39	2.45	(.01)	(.03)	.26	.08
2005	1,483	167	(10)	34	(8)	2.92	.33	(.02)	.07	(.02)
2006	1,483	51	—	—	(39)	2.95	.10	—	—	(.08)
2007	1,634	18	2	—	(11)	3.31	.04	—	—	(.02)
2008	1,254	(655)	(3)	—	111	2.62	(1.37)	—	—	.23
2006 1	375	9	2	—	(22)	.74	.02	—	—	(.04)
2	408	31	1	—	(11)	.81	.06	—	—	(.02)
3	367	7	(3)	—	(6)	.73	.01	—	—	(.02)
4	332	3	—	—	—	.67	.01	—	—	—
2007 1	416	9	—	—	(4)	.84	.02	—	—	(.01)
2	415	9	—	—	(11)	.84	.02	—	—	(.02)
3	420	1	2	—	(3)	.85	—	—	—	—
4	382	(1)	1	—	7	.78	—	—	—	.01
2008 1	474	(4)	3	—	25	.98	(.01)	.01	—	.05
2	483	(1)	(3)	—	38	1.00	—	(.01)	—	.08
3	100	(389)	(4)	—	20	.21	(.81)	—	—	.04
4	197	(262)	1	—	28	.42	(.56)	—	—	.07
2009 1	569	(6)	(3)	10	41	1.22	(.01)	(.01)	.02	.09

Adjusted to reflect SFAS No. 123R beginning in 2002

Addition of quarters may not equal annual amounts due to rounding

Aflac Incorporated and Subsidiaries

Consolidated Balance Sheets

(In Millions, except per-share data)

	December 31,					March 31,	
	2004	2005	2006	2007	2008	2008	2009
Assets:							
Investments and cash:							
Securities available for sale:							
Fixed Maturities	\$ 29,166	\$ 28,142	\$ 28,805	\$ 30,511	\$ 35,012	\$ 33,290	\$ 31,339
Perpetual debentures	4,014	4,365	4,403	4,090	8,047	4,235	6,209
Equity securities	82	89	30	27	27	29	25
Securities held to maturity:							
Fixed Maturities	10,080	10,867	13,483	16,819	24,436	19,723	22,876
Perpetual debentures	4,759	4,172	3,990	3,985	–	4,532	–
Other Investments	41	57	58	61	87	71	84
Cash and cash equivalents	3,813	1,297	1,203	1,563	941	908	1,196
Total investments and cash	51,955	48,989	51,972	57,056	68,550	62,788	61,729
Receivables, primarily premiums	417	584	535	732	920	665	667
Accrued investment income	495	484	538	561	650	569	599
Deferred policy acquisition costs	5,595	5,590	6,025	6,654	8,237	7,354	7,887
Property and equipment, net	515	448	458	496	597	548	570
Other assets	349	266	277	306	377	345	363
Total assets	\$ 59,326	\$ 56,361	\$ 59,805	\$ 65,805	\$ 79,331	\$ 72,269	\$ 71,815
Liabilities and Shareholders' Equity:							
Liabilities:							
Total policy liabilities	\$ 43,556	\$ 42,329	\$ 45,440	\$ 50,676	\$ 66,219	\$ 57,796	\$ 62,664
Notes payable	1,429	1,395	1,426	1,465	1,721	1,606	1,573
Income taxes, primarily deferred	2,580	2,577	2,462	2,531	1,201	2,097	368
Other liabilities	4,185	2,133	2,136	2,338	3,551	2,636	2,011
Total liabilities	51,750	48,434	51,464	57,010	72,692	64,135	66,616
Shareholders' equity:							
Common stock	65	65	66	66	66	66	66
Additional paid-in capital	676	791	895	1,054	1,184	1,090	1,190
Retained earnings	6,785	8,048	9,304	10,637	11,306	10,997	11,875
Accumulated other comprehensive income:							
Unrealized foreign currency translation	222	77	54	129	750	463	495
Unrealized gains on investment securities	2,417	1,917	1,450	874	(1,211)	235	(2,986)
Pension liability adjustment	(28)	(37)	(78)	(69)	(121)	(71)	(117)
Treasury stock	(2,561)	(2,934)	(3,350)	(3,896)	(5,335)	(4,646)	(5,324)
Total shareholders' equity	7,576	7,927	8,341	8,795	6,639	8,134	5,199
Total liabilities & shareholders' equity	\$ 59,326	\$ 56,361	\$ 59,805	\$ 65,805	\$ 79,331	\$ 72,269	\$ 71,815

Amounts have been adjusted for adoption of SAB 108 on January 1, 2006

Aflac Incorporated and Subsidiaries

Quarterly Financial Results
(In Millions, except per-share data)

	Premium Income	Net Invest. Income	Total Rev.	Benefits & Claims	Total Acqu. & Oper. Exp.	Total Benefits & Exp.	Total Pretax Earn.	Oper. Earn. *	Net Earn.	Oper. EPS *		Net EPS		Total Assets	Invest. & Cash	Equity Per Share	Unreal. G/L on Sec. Per Share	Equity excl G/L on Sec. Per Share
										Basic	Dil.	Basic	Dil.					
2001 1	2,009	382	2,401	1,586	541	2,127	274	177	178	.33	.33	.34	.33	37,640	32,767	9.93	3.77	6.16
2	1,980	382	2,348	1,550	549	2,099	249	177	153	.34	.33	.29	.28	38,793	33,805	10.35	3.96	6.39
3	2,034	392	2,446	1,584	568	2,152	294	184	193	.35	.34	.37	.36	40,050	34,736	10.62	4.04	6.58
4	2,038	394	2,404	1,583	558	2,141	263	182	163	.35	.34	.31	.31	37,860	32,793	10.40	3.60	6.80
2002 1	1,998	381	2,371	1,534	561	2,095	276	184	174	.35	.35	.34	.33	37,379	32,290	10.23	3.30	6.93
2	2,097	397	2,513	1,610	590	2,200	313	193	203	.37	.36	.39	.38	41,941	36,344	11.28	4.03	7.25
3	2,253	418	2,707	1,735	625	2,360	347	200	230	.39	.38	.44	.44	42,893	37,267	11.85	4.29	7.56
4	2,247	418	2,666	1,711	669	2,380	286	212	178	.41	.40	.35	.34	45,058	39,147	12.43	4.70	7.74
2003 1	2,372	430	2,807	1,800	645	2,445	362	236	230	.46	.45	.44	.43	45,341	39,415	13.62	5.57	8.05
2	2,407	436	2,861	1,827	665	2,492	370	232	241	.45	.44	.47	.47	47,830	41,656	14.74	6.36	8.38
3	2,478	448	2,931	1,872	693	2,565	366	239	231	.47	.46	.45	.44	49,236	42,711	13.01	3.93	8.65
4	2,664	473	2,847	2,029	718	2,747	100	256	67	.50	.49	.13	.13	50,964	44,051	13.04	4.54	8.50
2004 1	2,773	474	3,280	2,078	736	2,814	466	284	304	.56	.55	.60	.59	53,289	46,379	13.76	4.90	8.87
2	2,768	484	3,233	2,068	752	2,819	414	284	258	.56	.55	.51	.50	52,130	45,136	12.17	2.89	9.27
3	2,822	491	3,321	2,124	745	2,869	452	292	293	.58	.57	.58	.57	52,913	46,032	14.32	4.69	9.64
4	2,939	509	3,448	2,212	794	3,006	442	293	410	.58	.57	.81	.80	59,326	51,955	15.04	4.80	10.24
2005 1	3,041	514	3,559	2,266	787	3,053	506	335	328	.67	.66	.65	.64	57,041	49,755	15.49	4.88	10.61
2	3,020	518	3,567	2,229	822	3,051	516	326	336	.65	.64	.67	.66	57,995	50,547	16.88	5.86	11.02
3	2,997	522	3,669	2,237	787	3,024	645	333	455	.67	.66	.91	.90	57,453	49,917	16.00	4.35	11.65
4	2,931	517	3,567	2,157	851	3,008	559	298	364	.60	.59	.73	.72	56,361	48,989	15.89	3.84	12.05
2006 1	3,005	524	3,559	2,181	803	2,984	574	364	375	.73	.72	.75	.74	56,136	48,865	15.48	2.61	12.87
2	3,093	542	3,697	2,243	830	3,073	624	376	408	.76	.75	.82	.81	57,432	49,795	14.70	1.17	13.53
3	3,102	548	3,672	2,291	824	3,115	558	363	367	.73	.72	.74	.73	58,353	50,686	16.51	2.58	13.93
4	3,114	557	3,687	2,300	880	3,180	507	329	332	.67	.66	.67	.67	59,805	51,972	16.93	2.94	13.99
2007 1	3,156	566	3,751	2,258	857	3,115	636	407	416	.83	.82	.85	.84	61,192	53,268	17.37	2.80	14.56
2	3,162	572	3,764	2,266	863	3,129	635	407	415	.83	.82	.85	.84	60,114	52,197	16.77	1.80	14.97
3	3,260	592	3,861	2,331	888	3,219	642	417	420	.86	.85	.86	.85	63,576	55,073	17.33	1.55	15.78
4	3,395	604	4,018	2,431	1,002	3,433	585	382	382	.79	.78	.79	.78	65,805	57,056	18.08	1.80	16.28
2008 1	3,635	627	4,267	2,538	1,003	3,541	726	475	474	.99	.98	.99	.98	72,269	62,788	17.12	.49	16.63
2	3,684	637	4,336	2,575	1,021	3,596	740	487	483	1.03	1.01	1.02	1.00	70,552	60,892	16.59	(.45)	17.04
3	3,647	637	3,691	2,551	992	3,543	148	493	100	1.04	1.02	.21	.21	70,457	60,727	13.64	(1.85)	15.49
4	3,981	677	4,260	2,835	1,124	3,959	301	458	197	.98	.98	.42	.42	79,331	68,550	14.23	(2.60)	16.82
2009 1	4,115	688	4,818	2,811	1,136	3,947	871	568	569	1.22	1.22	1.22	1.22	71,815	61,729	11.12	(6.39)	17.51

* See definition of operating earnings on cover page

Quarterly amounts adjusted to reflect SFAS No. 123R beginning in 2002

Equity per share amounts have been adjusted for adoption of SAB108 on January 1, 2006

Aflac Incorporated and Subsidiaries

Percentage Increases and Selected Ratios

	Premium Income	Net Investment Income	Total Revenues	Total Benefits & Claims	Operating Expenses	Pretax Earnings	Tax Rate	Operating Earnings Per Share *	Profit Margins		Total Assets	Invested Assets	Equity Per Share
									Pretax Operating Profit Margin**	After-tax Operating Profit Margin**			
2000	22.2 %	20.3 %	21.6 %	20.6 %	18.0 %	41.3 %	32.1 %	20.0 %	10.3 %	6.7 %	.5 %	.4 %	21.8 %
2001	(2.0)	—	(1.1)	(4.5)	6.2	6.3	36.4	11.3	11.2	7.1	1.7	1.9	17.3
2002	6.6	4.1	6.9	4.5	8.8	16.8	35.8	16.4	12.1	7.7	19.0	19.4	19.5
2003	15.4	10.7	11.6	14.3	11.3	(2.0)	35.8	23.5	12.8	8.2	13.1	12.5	4.9
2004	13.9	9.5	16.0	12.7	11.1	47.5	28.6	21.2	13.7	8.9	16.4	17.9	15.4
2005	6.1	5.8	8.1	4.8	7.3	25.5	33.4	13.9	14.0	9.2	(5.0)	(5.7)	5.7
2006	2.7	4.8	1.8	1.4	2.8	1.7	34.5	12.2	15.0	9.9	6.1	6.1	6.7
2007	5.4	7.5	5.3	3.0	8.2	10.4	34.6	14.7	16.1	10.5	10.0	9.8	6.8
2008	15.2	10.5	7.5	13.1	14.7	(23.4)	34.5	22.0	16.7	10.9	20.6	20.1	(21.3)
2006 1	(1.2)	1.9	—	(3.7)	2.1	13.4	34.7	9.1	15.8	10.3	(1.5)	(1.8)	(.1)
2006 2	2.4	4.5	3.6	.6	.9	21.0	34.6	17.2	15.7	10.3	(1.0)	(1.5)	(12.9)
2006 3	3.5	5.1	.1	2.4	4.7	(13.5)	34.1	9.1	15.0	9.9	1.6	1.5	3.2
2006 4	6.2	7.6	3.4	6.6	3.4	(9.2)	34.5	11.9	13.7	8.9	6.1	6.1	6.6
2007 1	5.0	7.9	5.4	3.5	6.7	10.7	34.6	13.9	16.7	10.9	9.0	9.0	12.2
2007 2	2.2	5.6	1.8	1.0	3.9	1.7	34.6	9.3	16.6	10.9	4.7	4.8	14.1
2007 3	5.1	7.9	5.1	1.7	7.8	15.1	34.5	18.1	16.5	10.8	9.0	8.7	5.0
2007 4	9.0	8.4	9.0	5.7	13.8	15.4	34.7	18.2	14.6	9.5	10.0	9.8	6.8
2008 1	15.2	10.9	13.8	12.4	17.0	14.1	34.7	19.5	17.0	11.1	18.1	17.9	(1.4)
2008 2	16.5	11.2	15.2	13.6	18.4	16.5	34.7	23.2	17.2	11.2	17.4	16.7	(1.1)
2008 3	11.9	7.8	(4.4)	9.5	11.6	(76.9)	32.5	20.0	17.5	11.5	10.8	10.3	(21.3)
2008 4	17.2	12.1	6.0	16.6	12.3	(48.6)	34.4	25.6	15.0	9.8	20.6	20.1	(21.3)
2009 1	13.2	9.6	12.9	10.7	13.3	20.0	34.7	24.5	18.1	11.8	(.6)	(1.7)	(35.0)

* Diluted basis. See definition of operating earnings on cover page

** See definition of operating earnings on cover page

Annual amounts adjusted to reflect SFAS No. 123R beginning in 2002; quarterly percentage changes beginning in 2003

Equity per share amounts have been adjusted for adoption of SAB108 on January 1, 2006

Aflac Incorporated and Subsidiaries

Currency Impact on Operating Earnings Per Share
(Diluted Basis)

		Reported	Reported	QTD	YTD	EPS	EPS			Reported	Reported	QTD	YTD	EPS	EPS
		EPS*	Growth	Yen	Yen	Excl.	Growth			EPS*	Growth	Yen	Yen	Excl.	Growth
			%	Effect	Effect*	1 Yr. Yen	Ex. 1 Yr.					Effect	Effect*	1 Yr. Yen	Ex. 1 Yr.
						Impact*	Yen Impact							Impact*	Yen Impact
2002	1	\$.35	9.1 %	(.02)	(.02)	\$.37	15.2 %	2006	1	\$.72	9.1	(.04)	(.04)	\$.76	15.2 %
	2	.36	15.2	(.01)	(.03)	.37	18.2		2	.75	17.2	(.02)	(.06)	.77	20.3
	3	.38	17.6	.01	(.02)	.37	14.7		3	.72	9.1	(.02)	(.08)	.74	12.1
	4	.40	23.5	-	(.02)	.40	23.5		4	.66	11.9	-	(.08)	.66	11.9
		<u>\$ 1.49</u>	<u>16.4 %</u>			<u>\$ 1.51</u>	<u>17.9 %</u>			<u>\$ 2.85</u>	<u>12.2 %</u>			<u>\$ 2.93</u>	<u>15.4 %</u>
2003	1	\$.45	32.4 %	.02	.02	\$.43	22.9 %	2007	1	\$.82	13.9	(.01)	(.01)	\$.83	15.3 %
	2	.44	22.2	.02	.04	.42	16.7		2	.82	9.3	(.02)	(.03)	.84	12.0
	3	.46	21.1	-	.04	.46	21.1		3	.85	18.1	-	(.03)	.85	18.1
	4	.49	19.5	.02	.06	.47	17.5		4	.78	18.2	.01	(.02)	.77	16.7
		<u>\$ 1.84</u>	<u>23.5 %</u>			<u>\$ 1.78</u>	<u>19.5 %</u>			<u>\$ 3.27</u>	<u>14.7 %</u>			<u>\$ 3.29</u>	<u>15.4 %</u>
2004	1	\$.55	22.2 %	.03	.03	\$.52	15.6 %	2008	1	\$.98	19.5	.05	.05	\$.93	13.4 %
	2	.55	25.0	.02	.05	.53	20.5		2	1.01	23.2	.08	.13	.93	13.4
	3	.57	23.9	.02	.07	.55	19.6		3	1.02	20.0	.04	.17	.98	15.3
	4	.57	16.3	.01	.08	.56	14.3		4	.98	25.6	.07	.23	.91	16.7
		<u>\$ 2.23</u>	<u>21.2 %</u>			<u>\$ 2.15</u>	<u>16.8 %</u>			<u>\$ 3.99</u>	<u>22.0 %</u>			<u>\$ 3.76</u>	<u>15.0 %</u>
2005	1	\$.66	20.0 %	.01	.01	\$.65	18.2 %	2009	1	1.22	24.5	.09	.09	1.13	15.3 %
	2	.64	16.4	.01	.02	.63	14.5								
	3	.66	15.8	-	.02	.66	15.8								
	4	.59	3.5	(.03)	(.02)	.62	8.8								
		<u>\$ 2.54</u>	<u>13.9 %</u>			<u>\$ 2.56</u>	<u>14.8 %</u>			<u>\$ 1.22</u>	<u>24.5 %</u>			<u>\$ 1.13</u>	<u>15.3 %</u>

* Addition of quarters may not equal annual amounts due to rounding

Quarterly amounts adjusted to reflect SFAS No. 123R beginning in 2002; percentage changes beginning in 2003

Aflac Incorporated and Subsidiaries

Composition of Invested Assets
(At Amortized Cost, in Millions)

	December 31,					March 31,	
	2004	2005	2006	2007	2008	2008	2009
Debt Securities*							
Fixed Maturities	\$ 35,865	\$ 36,389	\$ 39,841	\$ 44,906	\$ 58,257	\$ 51,037	\$ 54,835
Perpetual Debentures	8,707	8,422	8,326	8,252	9,074	9,230	8,371
Residential Mortgage Backs	228	259	461	644	1,068	713	1,032
Commercial Mortgage Backs	43	4	5	30	132	30	132
Asset Backed	82	75	121	143	104	157	100
CDOs	-	-	154	495	909	661	747
Total debt securities	<u>44,925</u>	<u>45,149</u>	<u>48,908</u>	<u>54,470</u>	<u>69,544</u>	<u>61,828</u>	<u>65,217</u>
Equity Securities	39	35	20	21	24	23	22
Total Portfolio	<u>\$ 44,964</u>	<u>\$ 45,184</u>	<u>\$ 48,928</u>	<u>\$ 54,491</u>	<u>\$ 69,568</u>	<u>\$ 61,851</u>	<u>\$ 65,239</u>

Unrealized Gains (Losses) on Investment Securities
(In Millions)

	December 31,					March 31,	
	2004	2005	2006	2007	2008	2008	2009
Available For Sale: Gains	\$ 3,604	\$ 3,033	\$ 2,358	\$ 1,977	\$ 2,049	\$ 1,881	\$ 1,113
Losses	(466)	(581)	(575)	(1,036)	(4,095)	(1,923)	(5,902)
Total AFS	<u>\$ 3,138</u>	<u>\$ 2,452</u>	<u>\$ 1,783</u>	<u>\$ 941</u>	<u>\$ (2,046)</u>	<u>\$ (42)</u>	<u>\$ (4,789)</u>
Held to Maturity: Gains	\$ 898	\$ 564	\$ 487	\$ 408	\$ 571	\$ 414	\$ 219
Losses	(292)	(513)	(567)	(1,087)	(1,923)	(1,626)	(2,429)
Total HTM	<u>\$ 606</u>	<u>\$ 51</u>	<u>\$ (80)</u>	<u>\$ (679)</u>	<u>\$ (1,352)</u>	<u>\$ (1,212)</u>	<u>\$ (2,210)</u>

Supplemental Investment Data by Segment

						3 Months Ended	
	2004	2005	2006	2007	2008	March 31,	2009
Aflac Japan:							
Invested assets (in millions)**	¥ 4,107,309	¥ 4,598,348	¥ 5,011,702	¥ 5,393,712	¥ 5,686,195	¥ 5,457,374	¥ 5,665,742
Return on avg. invested assets***	4.26 %	4.14 %	4.11 %	4.06 %	3.82 %	3.85 %	3.70 %
Portfolio yield at end of period	4.35	4.22	4.14	4.02	3.90	3.99	3.87
New money yield - yen only	2.94	2.95	3.10	3.05	3.20	3.41	4.13
New money yield - blended	3.13	3.19	3.33	3.38	3.43	3.85	4.57
Aflac U.S.:							
Invested assets (in millions)**	\$ 8,476	\$ 6,481	\$ 7,065	\$ 7,189	\$ 7,135	\$ 7,359	\$ 7,338
Return on avg. invested assets***	6.68 %	6.54 %	6.86 %	6.79 %	6.77 %	6.78 %	6.80 %
Portfolio yield at end of period	7.39	7.24	7.15	7.00	7.10	7.01	7.18
New money yield	6.30	6.16	6.44	6.44	7.60	7.03	8.67

* Includes perpetual debentures

** At original amortized cost

*** Net of investment expenses, year-to-date number reflected on a quarterly average basis

Aflac Incorporated and Subsidiaries

Top 30 Global Investment Positions*
(In Millions)

March 31, 2009

No.	Consolidated Group Exposure	Total Consolidated Book Value	% of Total Debt Securities	Consolidated Group Exposure Senior Rating			
				Moody's	S&P	Fitch	
1	Japan	\$ 9,410	14.43	%	Aa3	AA	AA-
2	Israel Electric Corp LTD	841	1.29		Baa2	BBB	-
3	Lloyds Banking Group PLC (Includes HBOS)	817	1.25		A1	A	AA-
4	Tunisia, Republic of	815	1.25		Baa2	BBB	BBB
5	HSBC Holdings PLC	799	1.23		Aa2	AA-	AA
6	South Africa, Republic of	625	.96		Baa1	BBB+	BBB+
7	Commerzbank AG (Includes Dresdner Bank)	603	.92		Aa3	A	A
8	Takefuji Corp	577	.88		Baa2	BBB-	-
9	Bank of America Corp (Includes Merrill Lynch)	555	.85		A2	A	A+
10	Belgium, Kingdom of (Fortis)	543	.83		Aa1	AA+	AA+
11	Mizuho Financial Group Inc	529	.81		-	A	A+
12	Unicredit SPA	522	.80		Aa3	A	A+
	Bank Austria Creditanstalt AG	-	-		Aa2	A	A
	Hypovereinsbank	-	-		A1	A	A
13	Sumitomo Mitsui Financial Group Inc	509	.78		-	A	A+
14	Commonwealth Bank of Australia	499	.77		Aa1	AA	AA
15	Dexia SA	476	.73		-	-	AA-
16	Bank of Tokyo-Mitsubishi UFJ LTD	458	.70		Aa2	A+	A+
17	Metlife Inc	438	.67		A2	A-	A
18	Erste Group Bank AG	437	.67		Aa3	A	A
19	Investcorp SA	423	.65		Baa3	-	BBB-
20	JP Morgan Chase & Co (Includes Bear Stearns)	414	.63		Aa3	A+	AA-
21	Citigroup Inc	412	.63		A3	A	A+
22	BMW AG	407	.62		A2	A	-
23	National Grid PLC	407	.62		Baa1	A-	BBB+
24	Telecom Italia SPA	407	.62		Baa2	BBB	BBB
25	Barclays Bank PLC	404	.62		Aa3	AA-	AA-
26	Hutchison Whampoa LTD (CKI Holdings LTD)	397	.61		A3	A-	A-
27	Credit Suisse Group	392	.60		Aa2	A	AA-
28	General Electric Co	380	.58		Aa2	AA+	-
29	Unique Zurich Airport	377	.58		-	BBB+	-
30	Irish Life and Permanent PLC	377	.58		A1	A-	-
30	Mexico (United Mexican States)	377	.58		Baa1	BBB+	BBB+
30	Union Fenosa SA	377	.58		Baa1	-	A
	Subtotal	\$ 25,004	38.32	%			
	TOTAL DEBT SECURITIES	\$ 65,217	100.00	%			

* Includes perpetual debentures

Aflac Incorporated and Subsidiaries

Credit Ratings on Debt Securities

(At Amortized Cost)

	December 31,					March 31,	
	2004	2005	2006	2007	2008	2008	2009
AAA	3.5 %	4.0 %	5.8 %	6.3 %	5.7 %	6.2 %	5.1 %
AA	32.7	33.7	35.0	44.3	39.8	45.2	34.5
A	36.2	38.9	39.4	30.7	34.1	29.2	37.1
BBB	25.8	21.1	17.2	16.8	18.6	17.5	18.3
BB or Lower	1.8	2.3	2.6	1.9	1.8	1.9	5.0
	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

Subordination Distribution of Debt and Perpetual Securities

(In Millions)

	December 31, 2008		March 31, 2009	
	Amortized Cost	% of Total	Amortized Cost	% of Total
Senior notes	\$ 51,091	73.5 %	\$ 48,120	73.8 %
Subordinated securities:				
Fixed maturities (stated maturity date):				
Lower Tier II	7,777	11.2	7,252	11.1
Upper Tier II	340	.5	275	.4
Tier I*	750	1.1	723	1.1
Surplus Notes	374	.5	339	.5
Trust Preferred - Non-banks	86	.1	86	.1
Other Subordinated - Non-banks	52	.1	51	.2
Total fixed maturities	<u>9,379</u>	<u>13.5</u>	<u>8,726</u>	<u>13.4</u>
Perpetual securities (economic maturity date):				
Upper Tier II	6,532	9.4	6,054	9.3
Tier I	2,542	3.6	2,317	3.5
Total perpetual securities	<u>9,074</u>	<u>13.0</u>	<u>8,371</u>	<u>12.8</u>
Total	<u>\$ 69,544</u>	<u>100.0 %</u>	<u>\$ 65,217</u>	<u>100.0 %</u>

* Includes Trust Preferred securities

Aflac Incorporated and Subsidiaries

Below-Investment-Grade Holdings*

(In Millions)

	December 31, 2008				March 31, 2009			
	Par Value	Amortized Cost	Fair Value	Unrealized gains (losses)	Par Value	Amortized Cost	Fair Value	Unrealized gains (losses)
Lloyds Banking Group PLC	\$ *	\$ *	\$ *	\$ *	\$ 842	\$ 817	\$ 461	\$ (356)
UPM-KYMMENE	*	*	*	*	316	316	176	(140)
The Royal Bank of Scotland	*	*	*	*	312	237	155	(82)
Ford Motor Credit Company	329	329	143	(186)	305	305	176	(129)
CSAV (Tollo Shipping CO.S.A.)	264	264	157	(107)	244	244	136	(108)
Hella KG Hueck and Co.	*	*	*	*	224	223	138	(85)
Dresdner Funding Bank AG (part of Commerzbank)	*	*	*	*	206	208	91	(117)
Bawag Capital Finance Jersey	154	133	88	(45)	142	123	58	(65)
IKB Deutsche Industriebank	143	143	47	(96)	132	132	62	(70)
Ford Motor Company	111	57	31	(26)	111	43	43	-
Beryl Finance Limited 2008-7	110	110	116	6	102	102	106	4
Kommunalkredit Austria AG	*	*	*	*	102	102	71	(31)
Finance for Danish Industry	*	*	*	*	102	102	51	(51)
Beryl Finance Limited 2007-14	82	53	53	-	76	49	53	4
Morgan Stanley Aces SPC 2006-31 I	*	*	*	*	61	11	11	-
Beryl Finance Limited 2006-15	55	43	43	-	51	40	42	2
Beryl Finance Limited 2007-5	55	44	44	-	51	41	43	2
Morgan Stanley Aces SPC 2007-21	55	3	3	-	51	3	7	4
Morgan Stanley Aces SPC 2007-29 I	*	*	*	*	51	12	12	-
Rinker Materials Corp	43	42	23	(19)	43	42	30	(12)
Security Benefit Life	*	*	*	*	33	2	2	-
Morgan Stanley Aces 2007-19	30	4	4	-	30	4	6	2
Sprint Capital Corp	22	24	16	(8)	23	24	16	(8)
Academica Charter Schools Finance LLC	22	24	17	(7)	22	24	16	(8)
Terra CDO SPC LTD 2007-3 A1	*	*	*	*	20	5	5	-
Bankamerica	*	*	*	*	18	18	8	(10)
MBIA	*	*	*	*	16	17	6	(11)
Allied Capital Corp	*	*	*	*	15	13	3	(10)
American General Capital II	*	*	*	*	15	19	5	(14)
Tiers Georgia 2007-21	11	1	1	-	11	-	-	-
Morgan Stanley Aces SPC 2006-23 IB	*	*	*	*	10	2	2	-
LMT 2006-3 1A5	*	*	*	*	4	3	1	(2)
Arlo VII Limited 2007	*	*	*	*	1	-	-	-
	<u>\$ 1,486</u>	<u>\$ 1,274</u>	<u>\$ 786</u>	<u>\$ (488)</u>	<u>\$ 3,742</u>	<u>\$ 3,283</u>	<u>\$ 1,992</u>	<u>\$ (1,291)</u>

* Investment grade at respective reporting date

Statements of Earnings
 (Before Management Fee)
 (Unaudited GAAP)
 (In Millions)

	<u>Years Ended December 31,</u>					<u>3 Months Ended March 31,</u>		
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2008</u>	<u>2009</u>	<u>% Change</u>
Revenues:								
Premiums	\$ 2,935	\$ 3,245	\$ 3,552	\$ 3,936	\$ 4,272	\$ 1,050	\$ 1,103	5.0 %
Net investment income	396	421	465	500	505	123	125	1.4
Other income and realized foreign currency translations	<u>9</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>3</u>	<u>2</u>	
Total revenues	<u>3,340</u>	<u>3,676</u>	<u>4,027</u>	<u>4,446</u>	<u>4,787</u>	<u>1,176</u>	<u>1,230</u>	<u>4.7</u>
Benefits and expenses:								
Incurred claims	1,424	1,565	1,557	1,783	2,043	471	542	15.1
Increase in future policy benefits	379	426	612	567	484	145	67	(53.9)
Amortization of deferred policy acquisition costs	245	258	290	323	370	95	126	32.8
General operating expenses	<u>795</u>	<u>902</u>	<u>983</u>	<u>1,081</u>	<u>1,145</u>	<u>274</u>	<u>291</u>	<u>6.1</u>
Total benefits and expenses	<u>2,843</u>	<u>3,151</u>	<u>3,442</u>	<u>3,754</u>	<u>4,042</u>	<u>985</u>	<u>1,026</u>	<u>4.2</u>
Pretax operating earnings	<u>\$ 497</u>	<u>\$ 525</u>	<u>\$ 585</u>	<u>\$ 692</u>	<u>\$ 745</u>	<u>\$ 191</u>	<u>\$ 204</u>	<u>7.2 %</u>
Realized capital gains, net of taxes	<u>4</u>	<u>(3)</u>	<u>6</u>	<u>2</u>	<u>(139)</u>	<u>-</u>	<u>(72)</u>	

Balance Sheets
(Unaudited GAAP)
(In Millions)

	<u>December 31,</u>					<u>March 31,</u>	
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2008</u>	<u>2009</u>
Assets:							
Investments and cash	\$ 9,124	\$ 7,040	\$ 7,486	\$ 7,396	\$ 6,393	\$ 7,391	\$ 6,427
Receivables, principally premiums	248	296	330	355	415	378	336
Accrued investment income	96	104	122	118	117	123	123
Deferred policy acquisition costs	1,783	1,966	2,168	2,385	2,593	2,426	2,588
Other assets	142	141	143	161	161	165	158
	<u>11,393</u>	<u>9,547</u>	<u>10,249</u>	<u>10,415</u>	<u>9,679</u>	<u>10,483</u>	<u>9,632</u>
Total assets	\$ <u>11,393</u>	\$ <u>9,547</u>	\$ <u>10,249</u>	\$ <u>10,415</u>	\$ <u>9,679</u>	\$ <u>10,483</u>	\$ <u>9,632</u>
Liabilities and Shareholders' Equity:							
Future policy benefits	\$ 3,354	\$ 3,780	\$ 4,391	\$ 4,958	\$ 5,442	\$ 5,103	\$ 5,509
Policy and contract claims	708	848	816	856	933	868	935
Unearned premium	102	104	106	109	110	111	111
Other policyholder funds	33	40	52	56	265	64	266
Deferred income taxes	533	596	642	754	238	700	218
Other liabilities	3,244	733	714	673	586	751	594
Shareholders' equity	3,419	3,446	3,528	3,009	2,105	2,886	1,999
	<u>11,393</u>	<u>9,547</u>	<u>10,249</u>	<u>10,415</u>	<u>9,679</u>	<u>10,483</u>	<u>9,632</u>
Total liabilities & shareholders' equity	\$ <u>11,393</u>	\$ <u>9,547</u>	\$ <u>10,249</u>	\$ <u>10,415</u>	\$ <u>9,679</u>	\$ <u>10,483</u>	\$ <u>9,632</u>

Amounts have been adjusted for adoption of SAB108 on January 1, 2006

Quarterly Statements of Earnings and Percentage Changes
(Unaudited GAAP – Restated to conform to current classifications)
(In Millions)

		Earned	%	Net	%	Total	%	Total	%	Amort.	%	General	%	Total	%	Pretax	%
		Prem.	Change	Invest.	Change	Rev.	Change	Ben.	Change		Change	Oper.	Change	Oper.	Change	Oper.	Change
				Income								Exp.		Exp.		Earn.	
2001	1	439	17.4	73	9.1	513	16.2	272	15.6	33	19.8	127	16.3	160	17.0	81	16.7
	2	451	19.5	75	10.4	529	18.4	277	17.3	39	26.4	128	17.8	167	19.7	85	19.6
	3	471	19.2	77	9.5	550	17.8	290	16.8	36	15.7	139	22.9	175	21.3	85	14.0
	4	483	18.4	79	9.4	563	17.1	294	17.7	42	20.0	134	10.4	176	12.6	93	24.4
2002	1	524	19.5	80	9.3	606	18.0	320	17.8	42	26.8	154	19.1	196	20.7	90	13.5
	2	544	20.5	81	8.6	627	18.6	336	21.4	43	11.6	152	17.3	195	16.0	96	14.8
	3	568	20.5	84	9.4	654	19.0	350	20.8	42	17.5	164	16.8	206	17.0	98	17.2
	4	586	21.3	86	9.4	674	19.6	353	20.0	49	16.8	162	19.0	211	18.5	110	20.7
2003	1	624	19.0	88	9.9	714	17.8	383	19.8	50	18.9	175	14.2	225	15.2	106	16.6
	2	637	17.2	87	7.1	727	15.9	389	15.7	51	18.0	184	21.1	234	20.4	103	7.2
	3	660	16.3	92	9.4	755	15.3	403	15.3	48	14.7	189	14.1	236	14.2	115	17.6
	4	673	14.9	95	10.7	771	14.3	410	16.2	60	21.9	179	10.6	239	13.2	122	10.6
2004	1	710	13.9	97	10.6	810	13.4	435	13.5	59	18.0	194	11.2	253	12.7	121	14.7
	2	726	14.0	98	12.7	827	13.8	446	14.7	61	19.5	200	8.6	261	11.0	120	17.2
	3	745	12.8	100	8.4	847	12.3	459	13.9	59	22.8	202	7.5	261	10.6	127	10.1
	4	753	11.9	101	6.1	857	11.2	463	12.8	66	10.0	199	11.3	265	10.9	129	6.0
2005	1	787	10.7	102	5.2	891	10.1	480	10.2	64	8.7	214	10.3	278	9.9	133	9.7
	2	803	10.6	104	6.2	910	10.0	494	10.8	62	1.2	224	12.1	286	9.6	130	8.3
	3	820	10.1	107	7.4	929	9.7	508	10.6	60	1.3	228	12.9	288	10.3	133	5.1
	4	835	10.8	108	7.1	945	10.3	509	10.0	72	9.6	235	18.3	307	16.1	129	(.3)
2006	1	866	10.1	110	8.3	980	10.0	523	9.0	75	16.3	235	10.0	310	11.3	147	10.4
	2	878	9.3	115	10.0	994	9.2	527	6.7	70	13.6	247	9.8	317	10.5	150	15.1
	3	898	9.5	120	12.1	1,021	9.8	545	7.3	68	12.4	246	7.8	314	8.6	162	21.7
	4	910	9.0	120	11.0	1,033	9.3	574	12.7	77	7.5	256	8.4	333	8.2	126	(1.8)
2007	1	961	10.9	122	10.3	1,085	10.7	572	9.3	80	7.4	264	12.1	344	11.0	169	15.4
	2	972	10.7	124	8.4	1,099	10.6	584	10.8	79	11.8	265	7.6	344	8.5	171	14.1
	3	993	10.7	127	5.4	1,122	10.0	596	9.3	76	12.1	268	9.3	344	9.9	182	12.3
	4	1,010	10.9	127	6.2	1,140	10.4	599	4.4	88	14.3	283	11.1	371	11.8	170	34.2
2008	1	1,050	9.3	123	1.3	1,176	8.4	616	7.8	95	18.4	274	3.8	369	7.2	191	12.6
	2	1,064	9.5	125	.1	1,191	8.4	628	7.6	85	8.2	288	8.5	373	8.4	190	11.1
	3	1,078	8.5	129	1.7	1,209	7.8	637	6.9	88	16.4	280	4.4	368	7.0	204	11.9
	4	1,080	7.0	128	.7	1,211	6.2	645	7.7	102	15.7	304	7.1	406	9.1	160	(5.5)
2009	1	1,103	5.0	125	1.4	1,230	4.7	609	(1.1)	126	32.8	291	6.1	417	13.0	204	7.2

Adjusted to reflect SFAS No. 123R beginning in 2002; percentage changes beginning in 2003

Operating Ratios
(Before Management Fee)

	<u>Period</u>	<u>Premium Persistence Rate</u>	<u>Incurred Claims/ Total Rev.</u>	<u>Tot. Ben./ Total Revenues</u>	<u>Amort./ Premium</u>	<u>Tot. Oper. Expenses/ Total Rev.</u>	<u>Combined Ratio/ Total Rev.</u>	<u>Pretax Profit Margin</u>
	2000	74.8 %	41.2 %	52.8 %	8.0 %	31.4 %	84.2 %	15.8 %
	2001	74.0	41.2	52.5	8.1	31.5	84.0	16.0
	2002	74.6	41.9	53.1	7.9	31.5	84.6	15.4
	2003	74.0	42.2	53.5	8.1	31.5	85.0	15.0
	2004	73.7	42.6	54.0	8.4	31.1	85.1	14.9
	2005	74.4	42.6	54.2	8.0	31.5	85.7	14.3
	2006	73.9	38.7	53.9	8.2	31.6	85.5	14.5
	2007	73.9	40.1	52.9	8.2	31.5	84.4	15.6
	2008	73.2	42.7	52.8	8.7	31.6	84.4	15.6
	2006							
	1	72.5	42.5	53.4	8.6	31.6	85.0	15.0
	2	73.4	41.7	53.0	8.0	31.9	84.9	15.1
	3	73.9	42.0	53.4	7.5	30.7	84.1	15.9
	4	73.9	28.8	55.6	8.5	32.2	87.8	12.2
	2007							
	1	73.0	37.2	52.7	8.3	31.7	84.4	15.6
	2	73.4	40.9	53.1	8.1	31.3	84.4	15.6
	3	73.8	41.2	53.1	7.6	30.6	83.7	16.3
	4	73.9	41.1	52.5	8.7	32.6	85.1	14.9
	2008							
	1	71.9	40.1	52.4	9.0	31.4	83.8	16.2
	2	73.1	40.6	52.8	8.0	31.3	84.1	15.9
	3	73.5	43.5	52.7	8.2	30.4	83.1	16.9
	4	73.2	46.5	53.3	9.4	33.5	86.8	13.2
	2009							
	1	66.9	44.1	49.5	11.4	33.9	83.4	16.6

Annual percentages adjusted to reflect SFAS No. 123R beginning in 2002; quarterly percentage changes beginning in 2003

Aflac U.S. Sales Results
(In Millions)

<u>Period</u>	<u>Annl. Prem. In Force</u>	<u>% Change</u>	<u>New Annl. Prem. Sales</u>	<u>% Change</u>	<u>Convers. Prem.</u>	<u>Total New Prem.</u>	<u>% Change</u>	
2000	\$ 1,861	16.9 %	\$ 701	28.8 %	\$ 11	\$ 712	28.3 %	
2001	2,238	20.3	908	29.5	11	919	29.1	
2002	2,674	19.5	1,059	16.6	11	1,070	16.4	
2003	3,043	13.8	1,111	4.9	17	1,128	5.4	
2004	3,374	10.9	1,156	4.0	30	1,186	5.1	
2005	3,711	10.0	1,235	6.8	24	1,259	6.1	
2006	4,101	10.5	1,395	13.0	28	1,423	13.1	
2007	4,510	10.0	1,522	9.1	36	1,558	9.5	
2008	4,789	6.2	1,518	(.2)	33	1,551	(.4)	
2005	1	3,421	9.8	275	(1.0)	11	286	(2.1)
	2	3,506	9.9	302	9.9	5	307	9.2
	3	3,585	10.3	292	10.6	5	297	10.0
	4	3,711	10.0	365	7.7	4	369	7.5
2006	1	3,759	9.9	306	11.4	12	318	11.4
	2	3,836	9.4	321	6.2	6	327	6.3
	3	3,919	9.3	326	11.4	6	332	11.7
	4	4,101	10.5	442	21.0	5	447	21.2
2007	1	4,160	10.7	339	10.6	13	352	10.6
	2	4,241	10.6	359	11.9	6	365	11.8
	3	4,332	10.5	363	11.3	5	368	11.0
	4	4,510	10.0	461	4.3	12	473	5.9
2008	1	4,539	9.1	346	2.1	7	353	.4
	2	4,617	8.9	375	4.4	8	383	4.9
	3	4,680	8.0	361	(.3)	8	369	.1
	4	4,789	6.2	436	(5.5)	10	446	(5.6)
2009	1	4,737	4.4	345	(.3)	6	351	(.6)

Aflac U.S. Product Mix
(New Annualized Premium Sales, in Millions)

	<u>Accident/ STD</u>	<u>% of Total</u>	<u>Cancer</u>	<u>% of Total</u>	<u>HIP</u>	<u>% of Total</u>	<u>Dental</u>	<u>% of Total</u>	<u>Other</u>	<u>% of Total</u>	
2004	\$ 614	51.8 %	\$ 236	19.9 %	\$ 131	11.0 %	\$ 83	7.0 %	\$ 122	10.3 %	
2005	647	51.4	233	18.5	140	11.1	97	7.7	142	11.3	
2006	740	52.0	249	17.5	177	12.4	91	6.4	166	11.7	
2007	792	50.8	277	17.7	212	13.6	90	5.8	187	12.1	
2008	754	48.6	288	18.6	241	15.5	84	5.4	184	11.9	
2007	1	181	51.6	58	16.4	46	13.1	22	6.1	45	12.8
	2	190	52.0	58	16.0	49	13.5	23	6.2	45	12.3
	3	189	51.3	61	16.5	52	14.0	23	6.1	43	12.1
	4	232	49.0	100	21.1	65	13.8	22	4.9	54	11.2
2008	1	175	49.6	62	17.7	52	14.9	21	5.9	43	11.9
	2	187	48.9	68	17.8	60	15.6	22	5.7	46	12.0
	3	179	48.7	64	17.5	59	16.1	21	5.7	46	12.0
	4	212	47.5	93	20.9	69	15.6	20	4.5	52	11.5
2009	1	167	47.6	62	17.6	59	16.9	20	5.6	43	12.3

Aflac U.S. Sales Force Data

	<u>Recruited Agents</u>	<u>% Increase</u>	<u>Licensed Sales Associates</u>	<u>% Increase</u>	<u>Weekly Average Producers</u>	<u>% Increase</u>	
2004	22,407	(2.9) %	58,992	2.6 %	9,656	4.2 %	
2005	24,209	8.0	63,008	6.8	9,712	.6	
2006	26,108	7.8	68,394	8.5	10,330	6.4	
2007	24,247	(7.1)	71,258	4.2	10,945	6.0	
2008	25,755	6.2	74,390	4.4	11,232	2.6	
2008	1	6,478	8.6	72,475	4.9	10,862	.2
	2	6,794	4.2	73,483	3.9	11,285	6.3
	3	6,476	4.9	74,108	4.8	11,092	3.7
	4	6,007	7.4	74,390	4.4	11,687	.6
2009	1	8,100	25.0	74,414	2.7	11,121	2.4

Statements of Earnings
(Unaudited GAAP – Yen in Millions)
(Before Management Fee)

	<u>Years Ended December 31,</u>					<u>3 Months Ended March 31,</u>		
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2008</u>	<u>2009</u>	<u>% Change</u>
Revenues:								
Premiums	¥ 905,157	¥ 962,553	¥ 1,019,506	¥ 1,063,700	¥ 1,101,233	¥ 271,920	¥ 281,655	3.6 %
Net investment income:								
Yen denominated	117,616	122,220	123,821	129,740	135,366	33,116	34,678	4.7
US\$ denominated	50,830	57,962	72,614	82,337	76,618	19,071	17,784	(6.7)
Total investment income	<u>168,446</u>	<u>180,182</u>	<u>196,435</u>	<u>212,077</u>	<u>211,984</u>	<u>52,187</u>	<u>52,462</u>	.5
Other income and realized foreign currency translations	<u>1,993</u>	<u>3,393</u>	<u>2,899</u>	<u>3,180</u>	<u>1,516</u>	<u>(118)</u>	<u>652</u>	
Total revenues	<u>1,075,596</u>	<u>1,146,128</u>	<u>1,218,840</u>	<u>1,278,957</u>	<u>1,314,733</u>	<u>323,989</u>	<u>334,769</u>	3.3
Benefits and expenses:								
Incurred claims	464,024	488,555	478,183	509,776	565,218	137,331	149,869	9.1
Increase in future policy benefits	258,401	270,646	318,542	306,518	256,964	64,985	56,138	(13.6)
Amortization of deferred policy acquisition costs	29,661	31,252	33,127	37,332	41,632	10,132	11,656	15.0
General operating expenses	<u>174,235</u>	<u>189,233</u>	<u>196,864</u>	<u>210,584</u>	<u>218,131</u>	<u>53,320</u>	<u>53,493</u>	.3
Total benefits and expenses	<u>926,321</u>	<u>979,686</u>	<u>1,026,716</u>	<u>1,064,210</u>	<u>1,081,945</u>	<u>265,768</u>	<u>271,156</u>	2.0
Pretax operating earnings	<u>¥ 149,275</u>	<u>¥ 166,442</u>	<u>¥ 192,124</u>	<u>¥ 214,747</u>	<u>¥ 232,788</u>	<u>¥ 58,221</u>	<u>¥ 63,613</u>	<u>9.3 %</u>
Realized capital gains, net of taxes	<u>(1,121)</u>	<u>19,253</u>	<u>5,081</u>	<u>1,830</u>	<u>(52,777)</u>	<u>(411)</u>	<u>6,419</u>	

Statements of Earnings
(Unaudited GAAP – Dollars in Millions)
(Before Management Fee)

	<u>Years Ended December 31,</u>					<u>3 Months Ended March 31,</u>		
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2008</u>	<u>2009</u>	<u>% Change</u>
Revenues:								
Premiums	\$ 8,368	\$ 8,745	\$ 8,762	\$ 9,037	\$ 10,674	\$ 2,585	\$ 3,012	16.5 %
Net investment income								
Yen denominated	1,087	1,111	1,064	1,102	1,312	315	371	17.8
US\$ denominated	470	524	624	699	741	181	189	4.6
Total investment income	<u>1,557</u>	<u>1,635</u>	<u>1,688</u>	<u>1,801</u>	<u>2,053</u>	<u>496</u>	<u>560</u>	<u>12.9</u>
Other income and realized foreign currency translations	<u>18</u>	<u>31</u>	<u>25</u>	<u>27</u>	<u>15</u>	<u>(1)</u>	<u>7</u>	
Total revenues	<u>9,943</u>	<u>10,411</u>	<u>10,475</u>	<u>10,865</u>	<u>12,742</u>	<u>3,080</u>	<u>3,579</u>	<u>16.2</u>
Benefits and expenses:								
Incurred claims	4,289	4,440	4,111	4,325	5,477	1,305	1,600	22.6
Increase in future policy benefits	2,390	2,458	2,736	2,610	2,495	617	602	(2.4)
Amortization of deferred policy acquisition costs	274	284	285	318	404	96	124	28.8
Operating expenses	<u>1,611</u>	<u>1,714</u>	<u>1,691</u>	<u>1,791</u>	<u>2,116</u>	<u>508</u>	<u>572</u>	<u>12.9</u>
Total benefits and expenses	<u>8,564</u>	<u>8,896</u>	<u>8,823</u>	<u>9,044</u>	<u>10,492</u>	<u>2,526</u>	<u>2,898</u>	<u>14.7</u>
Pretax operating earnings	<u>\$ 1,379</u>	<u>\$ 1,515</u>	<u>\$ 1,652</u>	<u>\$ 1,821</u>	<u>\$ 2,250</u>	<u>\$ 554</u>	<u>\$ 681</u>	<u>22.9 %</u>
Realized capital gains, net of taxes	<u>(10)</u>	<u>170</u>	<u>44</u>	<u>16</u>	<u>(513)</u>	<u>(4)</u>	<u>66</u>	

Balance Sheets
(Unaudited GAAP – Yen in Millions)

	December 31,					March 31,	
	2004	2005	2006	2007	2008	2008	2009
Assets:							
Investments and cash	¥ 4,431,441	¥ 4,887,987	¥ 5,221,871	¥ 5,535,964	¥ 5,622,544	¥ 5,512,194	¥ 5,410,111
Receivables, principally premiums	19,061	34,995	26,375	45,037	48,004	30,862	33,741
Accrued investment income	41,472	44,687	49,151	50,316	48,364	44,410	46,594
Deferred policy acquisition costs	397,261	427,894	459,404	487,363	513,723	493,765	520,552
Other assets	66,588	59,215	61,758	62,872	61,286	63,006	60,954
Total assets	¥ 4,955,823	¥ 5,454,778	¥ 5,818,559	¥ 6,181,552	¥ 6,293,921	¥ 6,144,237	¥ 6,071,952
Liabilities and Shareholders' Equity:							
Future policy benefits	¥ 3,752,099	¥ 4,022,749	¥ 4,341,223	¥ 4,647,594	¥ 4,903,439	¥ 4,712,538	¥ 4,959,083
Policy and contract claims	171,550	195,597	187,495	182,563	198,856	182,909	204,127
Unearned premiums	51,130	57,920	64,147	66,679	69,581	67,103	69,978
Other policyholder funds	126,523	157,937	180,160	205,026	241,346	211,974	252,016
Income taxes (prim. deferred)	203,271	229,928	215,319	210,508	109,385	154,416	33,264
Other liabilities	90,311	141,923	141,515	174,370	230,217	175,543	112,526
Shareholders' equity	560,939	648,724	688,700	694,812	541,097	639,754	440,958
Total liabilities & shareholders' equity	¥ 4,955,823	¥ 5,454,778	¥ 5,818,559	¥ 6,181,552	¥ 6,293,921	¥ 6,144,237	¥ 6,071,952

Balance Sheets
(Unaudited GAAP – Dollars in Millions)

	December 31,					March 31,	
	2004	2005	2006	2007	2008	2008	2009
Assets:							
Investments and cash	\$ 42,524	\$ 41,399	\$ 43,841	\$ 48,497	\$ 61,766	\$ 55,017	\$ 55,076
Receivables, principally premiums	183	296	221	395	527	308	343
Accrued investment income	398	378	413	441	531	443	474
Deferred policy acquisition costs	3,812	3,624	3,857	4,269	5,643	4,928	5,299
Other assets	<u>639</u>	<u>503</u>	<u>518</u>	<u>551</u>	<u>674</u>	<u>630</u>	<u>622</u>
Total assets	<u>\$ 47,556</u>	<u>\$ 46,200</u>	<u>\$ 48,850</u>	<u>\$ 54,153</u>	<u>\$ 69,141</u>	<u>\$ 61,326</u>	<u>\$ 61,814</u>
Liabilities and Shareholders' Equity:							
Future policy benefits	\$ 36,005	\$ 34,071	\$ 36,447	\$ 40,715	\$ 53,866	\$ 47,036	\$ 50,484
Policy and contract claims	1,646	1,657	1,574	1,599	2,185	1,826	2,078
Unearned premiums	491	491	539	584	764	670	712
Other policyholder liabilities	1,214	1,338	1,513	1,796	2,651	2,116	2,566
Income taxes (prim. deferred)	1,950	1,947	1,808	1,844	1,202	1,541	339
Other liabilities	867	1,202	1,187	1,528	2,529	1,752	1,146
Shareholders' equity	<u>5,383</u>	<u>5,494</u>	<u>5,782</u>	<u>6,087</u>	<u>5,944</u>	<u>6,385</u>	<u>4,489</u>
Total liabilities & shareholders' equity	<u>\$ 47,556</u>	<u>\$ 46,200</u>	<u>\$ 48,850</u>	<u>\$ 54,153</u>	<u>\$ 69,141</u>	<u>\$ 61,326</u>	<u>\$ 61,814</u>

Quarterly Statements of Earnings and Percentage Changes
(Unaudited GAAP – Yen in Millions)

		Earned	%	Net	%	Total	%	Total	%	%	General	%	Total	%	Pretax	%	
		Premiums	Change	Investment	Change	Revenues	Change	Benefits	Change	Amort.	Operating	Change	Operating	Change	Oper.	Change	
				Income							Expense		Expense		Earn.		
2001	1	185,568	5.3	36,019	9.9	221,531	6.0	155,271	4.8	5,471	22.6	36,745	1.5	42,216	3.9	24,044	19.3
	2	187,613	5.1	37,284	11.1	225,098	5.9	156,152	3.7	5,600	14.5	38,655	5.1	44,255	6.2	24,691	21.0
	3	190,307	5.1	37,903	10.1	228,310	5.9	157,737	2.9	5,288	8.6	39,609	8.5	44,897	8.5	25,676	22.5
	4	192,108	4.9	38,707	10.8	230,766	5.8	159,250	2.6	5,296	6.9	40,610	11.1	45,906	10.6	25,610	19.7
2002	1	195,276	5.2	39,784	10.5	234,806	6.0	160,780	3.5	6,253	14.3	39,278	4.8	45,531	6.0	28,495	21.7
	2	197,203	5.1	39,878	7.0	237,332	5.4	161,727	3.6	6,694	19.5	39,977	1.4	46,671	3.7	28,934	20.4
	3	200,982	5.6	39,502	4.2	240,533	5.4	165,145	4.7	6,766	28.0	40,636	.5	47,402	3.7	27,986	12.2
	4	203,540	6.0	40,527	4.7	244,063	5.8	166,398	4.5	6,377	20.4	42,489	2.7	48,866	4.7	28,799	15.5
2003	1	207,894	6.5	40,594	2.0	249,143	6.1	168,486	4.8	7,429	18.8	39,967	1.8	47,396	4.1	33,262	16.7
	2	209,745	6.4	41,220	3.4	251,551	6.0	170,470	5.4	7,594	13.4	40,691	1.8	48,285	3.5	32,796	13.3
	3	213,693	6.3	41,759	5.7	256,087	6.5	172,722	4.6	7,590	12.2	43,673	7.5	51,263	8.1	32,102	14.7
	4	216,794	6.5	41,037	1.3	258,064	5.7	176,277	5.9	6,962	9.2	42,834	.8	49,796	1.9	31,991	11.1
2004	1	221,283	6.4	40,342	(.6)	262,062	5.2	176,207	4.6	7,656	3.1	41,780	4.5	49,436	4.3	36,419	9.5
	2	224,011	6.8	42,206	2.4	266,636	6.0	177,997	4.4	7,248	(4.6)	44,136	8.5	51,384	6.4	37,254	13.6
	3	228,387	6.9	42,880	2.7	271,764	6.1	183,076	6.0	7,195	(5.2)	43,445	(.5)	50,639	(1.2)	38,049	18.5
	4	231,477	6.8	43,018	4.8	275,134	6.6	185,145	5.0	7,562	8.6	44,873	4.8	52,435	5.3	37,554	17.4
2005	1	235,596	6.5	42,935	6.4	279,283	6.6	186,718	6.0	7,583	(1.0)	43,269	4.9	50,852	2.9	41,713	14.5
	2	238,728	6.6	44,321	5.0	283,896	6.5	186,860	5.0	7,716	6.5	47,625	7.9	55,341	7.7	41,695	11.9
	3	242,260	6.1	45,572	6.3	288,658	6.2	192,244	5.0	7,654	6.4	45,176	4.0	52,830	4.3	43,584	14.5
	4	245,970	6.3	47,354	10.1	294,292	7.0	193,378	4.4	8,299	9.7	53,165	18.5	61,464	17.2	39,450	5.0
2006	1	250,138	6.2	47,734	11.2	298,568	6.9	193,938	3.9	8,140	7.3	46,763	8.1	54,903	8.0	49,727	19.2
	2	253,486	6.2	48,314	9.0	302,422	6.5	196,410	5.1	8,353	8.3	48,241	1.3	56,594	2.3	49,418	18.5
	3	256,254	5.8	49,954	9.6	307,264	6.4	202,960	5.6	8,106	5.9	48,958	8.4	57,064	8.0	47,240	8.4
	4	259,628	5.6	50,433	6.5	310,586	5.5	203,416	5.2	8,529	2.8	52,902	(.5)	61,431	(.1)	45,739	15.9
2007	1	262,347	4.9	52,108	9.2	315,528	5.7	201,522	3.9	8,859	8.8	49,574	6.0	58,433	6.4	55,573	11.8
	2	264,454	4.3	53,427	10.6	319,057	5.5	203,130	3.4	9,166	9.7	51,104	5.9	60,270	6.5	55,657	12.6
	3	266,961	4.2	53,795	7.7	320,621	4.3	204,375	.7	8,841	9.1	52,298	6.8	61,139	7.1	55,107	16.7
	4	269,937	4.0	52,747	4.6	323,751	4.2	207,267	1.9	10,465	22.7	57,609	8.9	68,074	10.8	48,410	5.8
2008	1	271,920	3.6	52,187	.2	323,989	2.7	202,316	.4	10,132	14.4	53,320	7.6	63,452	8.6	58,221	4.8
	2	273,872	3.6	53,077	(.7)	328,427	2.9	203,421	.1	10,407	13.5	54,766	7.2	65,173	8.1	59,833	7.5
	3	276,489	3.6	54,254	.9	331,252	3.3	206,046	.8	10,034	13.5	54,486	4.2	64,520	5.5	60,686	10.1
	4	278,952	3.3	52,466	(.5)	331,065	2.3	210,398	1.5	11,059	5.7	55,561	(3.6)	66,620	(2.1)	54,047	11.6
2009	1	281,655	3.6	52,462	.5	334,769	3.3	206,007	1.8	11,656	15.0	53,493	.3	65,149	2.7	63,613	9.3

Adjusted to reflect SFAS No. 123R beginning in 2002; percentage changes in 2003

Operating Ratios
(Before Management Fee)

<u>Period</u>	<u>Premium Persistency Rate</u>	<u>Incurred Claims/ Total Rev.</u>	<u>Tot. Ben./ Total Revenues</u>	<u>Amort./ Premium</u>	<u>Tot. Oper. Expenses/ Total Rev.</u>	<u>Combined Ratio/ Total Rev.</u>	<u>Pretax Profit Margin</u>	
2000	95.1 %	43.3 %	71.0 %	2.7 %	19.3 %	90.3 %	9.7 %	
2001	94.7	41.9	69.4	2.9	19.6	89.0	11.0	
2002	94.2	41.8	68.4	3.3	19.7	88.1	11.9	
2003	94.2	44.3	67.8	3.5	19.4	87.2	12.8	
2004	94.5	43.1	67.2	3.3	18.9	86.1	13.9	
2005	94.7	42.6	66.2	3.2	19.3	85.5	14.5	
2006	94.7	39.2	65.4	3.2	18.8	84.2	15.8	
2007	94.7	39.9	63.8	3.5	19.4	83.2	16.8	
2008	94.5	43.0	62.5	3.8	19.8	82.3	17.7	
2006	1	94.7	41.0	65.0	3.3	18.3	83.3	16.7
	2	94.6	40.3	64.9	3.3	18.8	83.7	16.3
	3	94.7	40.5	66.1	3.2	18.5	84.6	15.4
	4	94.7	35.2	65.5	3.3	19.8	85.3	14.7
2007	1	94.8	41.7	63.9	3.4	18.5	82.4	17.6
	2	94.7	40.6	63.7	3.5	18.9	82.6	17.4
	3	94.8	38.2	63.7	3.3	19.1	82.8	17.2
	4	94.7	38.9	64.0	3.9	21.0	85.0	15.0
2008	1	94.4	42.4	62.4	3.7	19.6	82.0	18.0
	2	94.5	42.0	61.9	3.8	19.9	81.8	18.2
	3	94.6	43.3	62.2	3.6	19.5	81.7	18.3
	4	94.5	44.2	63.6	4.0	20.1	83.7	16.3
2009	1	93.9	44.8	61.5	4.1	19.5	81.0	19.0

Adjusted to reflect SFAS No. 123R beginning in 2002

Aflac Japan Sales Results
(Yen In Millions)

<u>Period</u>	<u>Annl. Prem. In Force (Billions)</u>	<u>% Change</u>	<u>New Annl. Prem. Sales</u>	<u>% Change</u>	<u>Convers. Prem.</u>	<u>Total New Premium</u>	<u>% Change</u>	
2000	¥ 740.4	6.3 %	¥ 99,453	14.9 %	¥ 302	¥ 99,755	14.6 %	
2001	782.2	5.6	91,704	(7.8)	161	91,865	(7.9)	
2002	834.4	6.7	96,208	4.9	12,112	108,320	17.9	
2003	900.3	7.9	113,203	17.7	7,967	121,170	11.9	
2004	961.9	6.8	116,507	2.9	6,018	122,525	1.1	
2005	1,027.8	6.8	124,846	7.2	3,938	128,784	5.1	
2006	1,083.1	5.4	114,654	(8.2)	2,801	117,455	(8.8)	
2007	1,125.6	3.9	113,114	(1.3)	1,522	114,636	(2.4)	
2008	1,161.7	3.2	113,399	.3	1,293	114,692	-	
2005	1							
	2	978.1	6.9	29,197	6.7	634	29,831	5.3
	3	992.6	6.9	31,760	6.0	802	32,562	1.2
	4	1,010.7	6.7	30,197	8.5	784	30,981	8.2
		1,027.8	6.8	33,692	7.4	1,717	35,409	6.1
2006	1	1,043.9	6.7	28,286	(3.1)	1,154	29,440	(1.3)
	2	1,057.0	6.5	30,550	(3.8)	651	31,201	(4.2)
	3	1,070.7	5.9	26,943	(10.8)	340	27,283	(11.9)
	4	1,083.1	5.4	28,875	(14.3)	656	29,531	(16.6)
2007	1	1,093.7	4.8	25,849	(8.6)	457	26,306	(10.6)
	2	1,102.9	4.3	29,853	(2.3)	270	30,123	(3.5)
	3	1,116.9	4.3	27,496	2.1	397	27,893	2.2
	4	1,125.6	3.9	29,916	3.6	399	30,315	2.7
2008	1	1,133.9	3.7	27,280	5.5	337	27,617	5.0
	2	1,143.1	3.6	28,316	(5.1)	334	28,650	(4.9)
	3	1,153.6	3.3	27,843	1.3	304	28,147	.9
	4	1,161.7	3.2	29,960	.1	317	30,277	(.1)
2009	1	1,169.3	3.1	27,270	-	236	27,506	(.4)

Aflac Japan Product Mix
(New Annualized Premium Sales, Yen in Billions)

		<u>Cancer</u>	<u>% of Total</u>	<u>Rider MAX</u>	<u>% of Total</u>	<u>Medical</u>	<u>% of Total</u>	<u>Life Insurance</u>	<u>% of Total</u>	<u>Other</u>	<u>% of Total</u>
2005	¥	33.1	25.7 %	¥ 14.4	11.2 %	¥ 48.1	37.3 %	¥ 23.5	18.2 %	¥ 9.7	7.6 %
2006		33.3	28.4	11.3	9.6	39.0	33.2	27.5	23.4	6.4	5.4
2007		37.6	32.8	8.2	7.1	37.6	32.8	25.6	22.3	5.6	5.0
2008		39.0	34.0	5.4	4.7	38.6	33.7	26.2	22.8	5.5	4.8
2007	1	8.6	32.5	2.3	8.6	8.4	31.9	5.6	21.2	1.4	5.8
	2	10.9	36.2	2.1	7.2	8.9	29.4	6.9	22.9	1.3	4.3
	3	9.1	32.7	1.9	6.9	9.6	34.4	6.1	21.8	1.2	4.2
	4	9.1	29.9	1.8	5.9	10.7	35.3	7.0	23.1	1.7	5.8
2008	1	8.8	31.8	1.5	5.3	9.9	35.8	6.2	22.4	1.3	4.7
	2	9.7	33.8	1.4	4.8	9.6	33.6	6.5	22.6	1.4	5.2
	3	9.6	34.1	1.3	4.8	9.5	33.8	6.3	22.5	1.4	4.8
	4	10.9	36.0	1.2	4.1	9.6	31.7	7.2	23.7	1.4	4.5
2009	1	9.4	34.3	1.1	3.9	9.3	34.0	6.4	23.4	1.3	4.4

Aflac Japan Sales Force Data

Number of Agencies by Type

Sales Contribution by Agency Type

	<u>Individual/ Independent Corporate</u>	<u>Affiliated Corporate</u>	<u>Total</u>	<u>Individual/ Independent Corporate</u>	<u>Affiliated Corporate</u>	<u>Dai-ichi</u>	<u>Bank</u>	<u>Licensed Sales Associates</u>	<u>Recruited Agencies</u>	
2005	15,828	2,132	17,960	56.7 %	35.2 %	8.1 %	%	81,751	4,388	
2006	16,254	2,178	18,432	58.2	33.2	8.6		90,226	3,463	
2007	16,256	2,205	18,461	56.2	35.6	8.2		100,810	3,195	
2008	16,640	2,242	18,882	55.0	35.5	6.7	2.8	107,458	3,944	
2008	1	16,273	2,219	18,492	55.2	35.2	8.6	1.0	101,817	771
	2	16,528	2,240	18,768	56.7	35.2	5.7	2.4	104,200	1,338
	3	16,702	2,245	18,947	53.6	35.6	6.2	4.6	106,651	877
	4	16,640	2,242	18,882	54.4	36.0	6.4	3.2	107,458	958
2009	1	16,518	2,164	18,682	52.6	37.3	6.4	3.7	108,337	1,041

**Yen/Dollar Exchange Rates
1993 - 2007
(By Quarter)**

		<u>Closing Rate</u>	<u>Yearly Cum Avg</u>			<u>Closing Rate</u>	<u>Yearly Cum Avg</u>			<u>Closing Rate</u>	<u>Yearly Cum Avg</u>			<u>Closing Rate</u>	<u>Yearly Cum Avg</u>				
1993	1	116.30	121.09	1996	1	106.35	105.84	1999	1	120.55	116.58	2002	1	133.25	132.69	2005	1	107.39	104.50
	2	106.65	115.55		2	109.50	106.75		2	121.10	118.80		2	119.45	129.77		2	110.62	106.04
	3	105.15	112.23		3	111.00	107.50		3	106.95	117.09		3	122.60	126.03		3	113.19	107.79
	4	112.00	111.21		4	116.10	108.84		4	102.40	113.96		4	119.90	125.15		4	118.07	109.88
1994	1	103.15	107.65	1997	1	124.10	121.28	2000	1	106.15	107.13	2003	1	120.20	118.93	2006	1	117.47	116.90
	2	98.80	105.54		2	114.35	120.48		2	105.50	106.91		2	119.80	118.71		2	115.24	115.65
	3	98.45	103.39		3	121.10	119.64		3	108.00	107.16		3	111.25	118.39		3	117.90	115.82
	4	99.85	102.26		4	130.10	121.07		4	114.75	107.83		4	107.13	115.95		4	119.11	116.31
1995	1	89.35	96.32	1998	1	132.10	128.09	2001	1	123.90	118.14	2004	1	105.69	107.32	2007	1	118.05	119.48
	2	84.65	90.39		2	141.00	131.90		2	124.60	120.43		2	108.43	108.52		2	123.26	120.13
	3	99.10	91.62		3	135.50	134.57		3	119.40	120.86		3	111.05	109.00		3	115.43	119.37
	4	102.95	94.10		4	115.70	130.89		4	131.95	121.54		4	104.21	108.26		4	114.15	117.93

**Yen/Dollar Exchange Rates
2008 - 2009
(By Quarter)**

		<u>Qtr End</u>	<u>Qtr Avg</u>	<u>Yearly Cum Avg</u>	<u>% change Cum Avg Yen vs.07</u>			<u>Qtr End</u>	<u>Qtr Avg</u>	<u>Yearly Cum Avg</u>	<u>% change Cum Avg Yen vs.08</u>
2008	1	100.19	105.06	105.06	13.7 %	2009	1	98.23	93.37	93.37	12.5 %
	2	106.42	104.50	104.77	14.7						
	3	103.57	107.70	105.75	12.9						
	4	91.03	96.55	103.46	14.0						