

Financial Analysts Briefing Supplement First Quarter 2010

This document is a First Quarter statistical supplement to the Financial Analysts' Briefing book. As you review the supplement, please note the following:

Aflac believes that an analysis of operating earnings, a non-GAAP financial measure, is vitally important to an understanding of the company's underlying profitability drivers. Aflac defines operating earnings as the profits derived from operations before realized investment gains and losses, the impact from Accounting Standards Codification (ASC) 815, *Derivatives and Hedging*, and nonrecurring items. Management uses operating earnings to evaluate the financial performance of Aflac's insurance operations because realized gains and losses, the impact from ASC 815, and nonrecurring items tend to be driven by general economic conditions and events, and therefore may obscure the underlying fundamentals and trends in Aflac's insurance operations. A reconciliation of operating earnings to net earnings is included on page 5.

On October 1, 2009, Aflac Incorporated acquired Continental American Insurance Company (now referred to as Aflac Group Insurance). Beginning in the fourth quarter of 2009, Aflac U.S. sales and financial results reflect the inclusion of this acquisition.

On January 1, 2010, the company adopted ASC 810, *Consolidation* (formerly known as SFAS 167), which resulted in the consolidation of certain company investments in Variable Interest Entities (VIEs). As a result, the interest rate, foreign currency, and credit default swaps on certain VIEs are now marked to market with the impact being included as part of realized investment gains and losses and therefore, excluded from operating earnings.

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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	
2009	1,796,345	47.75	10.83	46.25	.9	357.2	437.5	(10.9)	
3/09	788,713	46.96	10.83	19.36	(57.8)	209.0	376.9	(23.2)	
3/10	204,079	55.20	45.78	54.29	17.4	399.8	422.9	(3.3)	

*First full year traded on NYSE

Price Performance of Aflac Incorporated and Market Indexes

(Relative Performance Based on 1994 Closing Prices)

December 31

	1994	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Aflac	5.33	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	46.25
Rel. Perf.		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	8.7
Dow Jones Ind.	3834.44	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	10428.05
Rel. Perf.		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	2.7
S&P Life	100.00	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	198.22
Rel. Perf.		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	2.0
NYSE Comp.	2653.37	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	7184.96
Rel. Perf.		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	2.7
S&P 500	459.27	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	1115.10
Rel. Perf.		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	2.4
Nikkei	19723.06	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	10546.44
Rel. Perf.		1.0	.8	.7	1.0	.7	.5	.4	.5	.6	.8	.9	.8	.4	.5

Relative Performance AFL/Other Averages

(1994 Close = 100)

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
AFL/DJIA	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	318.9
AFL/S&P Life	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	437.5
AFL/NYSE Comp.	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	320.3
AFL/S&P 500	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	357.2
AFL/Nikkei	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	1621.8

Annual Percent Change in Relative Performance

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
AFL/DJIA	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	(15.1)
AFL/S&P Life	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	(10.8)
AFL/NYSE Comp.	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	(19.2)
AFL/S&P 500	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	(18.3)
AFL/Nikkei	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	(15.2)

AFL Trading Volume

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
No. Shar. Trad.(Act.) (000 omitted)	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	1,796,345

Price Performance of Aflac Incorporated and Market Indexes

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

	<u>12/31/09</u>	<u>1/31/10</u>	<u>2/28/10</u>	<u>3/31/10</u>
Aflac	46.25	48.43	49.45	54.29
Rel. Perf.	8.7	9.1	9.3	10.2
Dow Jones Ind.	10428.05	10067.33	10325.26	10856.63
Rel. Perf.	2.7	2.6	2.7	2.8
S&P Life	198.22	199.81	206.32	240.74
Rel. Perf.	2.0	2.0	2.1	2.4
NYSE Comp.	7184.96	6883.78	7035.04	7447.80
Rel. Perf.	2.7	2.6	2.7	2.8
S&P 500	1115.10	1073.87	1104.49	1169.43
Rel. Perf.	2.4	2.3	2.4	2.5
Nikkei	10546.44	10198.04	10126.03	11089.94
Rel. Perf.	.5	.5	.5	.6

Relative Performance AFL/Other Averages

(1994 Close = 100)

	<u>12/31/09</u>	<u>1/31/10</u>	<u>2/28/10</u>	<u>3/31/10</u>
AFL/DJIA	318.9	345.9	344.3	359.5
AFL/S&P Life	437.5	454.5	449.4	422.9
AFL/NYSE Comp.	320.3	350.0	349.7	362.7
AFL/S&P 500	357.2	388.4	385.6	399.8
AFL/Nikkei	1621.8	1756.3	1806.1	1810.5

Monthly Percent Change in Relative Performance

	<u>12/31/09</u>	<u>1/31/10</u>	<u>2/28/10</u>	<u>3/31/10</u>
AFL/DJIA	(.3)	8.5	(.4)	4.4
AFL/S&P Life	(.9)	3.9	(1.1)	(5.9)
AFL/NYSE Comp.	(.8)	9.3	(.1)	3.7
AFL/S&P 500	(1.3)	8.7	(.7)	3.7
AFL/Nikkei	(11.0)	8.3	2.8	.2

AFL High, Low, Close & Trading Volume

	<u>12/31/09</u>	<u>1/31/10</u>	<u>2/28/10</u>	<u>3/31/10</u>
High	47.75	52.16	51.90	55.20
Low	45.00	46.50	45.78	49.53
Close	46.25	48.43	49.45	54.29
No. Shar. Trad.(Act.) (000 omitted)	61,947	65,416	78,048	60,615

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
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
	2	467,424	–	64	–	4	467,484	466,401	1,884	468,285	466,249	1,460	467,709
	3	467,484	–	345	–	52	467,777	466,586	3,128	469,714	466,362	2,016	468,378
	4	467,777	–	914	–	123	468,568	467,128	3,993	471,121	466,552	2,511	469,063
2010	1	468,568	–	948	–	94	469,422	467,926	4,524	472,450	467,926	4,524	472,450

* 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)

	Years Ended December 31,					3 Months Ended March 31,		
	2005	2006	2007	2008	2009	2009	2010	% Change
Aflac Japan	\$ 1,515	\$ 1,652	\$ 1,821	\$ 2,250	\$ 2,800	\$ 681	\$ 821	20.5 %
Aflac U.S.	525	585	692	745	776	204	244	19.4
Interest expense, non-insurance operations	(20)	(17)	(21)	(26)	(73)	(7)	(31)	
Parent company, other operations and eliminations	(41)	(35)	(25)	(43)	(68)	(9)	(14)	
Pretax operating earnings	1,979	2,185	2,467	2,926	3,435	869	1,020	17.3
Income taxes	687	753	854	1,014	1,158	301	354	17.2
Operating earnings*	1,292	1,432	1,613	1,912	2,277	568	666	17.3
Reconciling items:								
Impact from ASC No. 815, net of tax	(10)	—	2	(3)	(3)	(3)	—	
Realized investment gains (losses), net of tax	167	51	19	(655)	(788)	(6)	(30)	
Gain on extinguishment of debt, net of tax	—	—	—	—	11	10	—	
Japanese pension obligation transfer, net of tax	—	—	—	—	—	—	—	
Release of deferred tax asset valuation allowance	34	—	—	—	—	—	—	
Net earnings	\$ <u>1,483</u>	\$ <u>1,483</u>	\$ <u>1,634</u>	\$ <u>1,254</u>	\$ <u>1,497</u>	\$ <u>569</u>	\$ <u>636</u>	<u>11.9 %</u>
Earnings per share of common stock:								
Net earnings (basic)	\$ 2.96	\$ 2.99	\$ 3.35	\$ 2.65	\$ 3.21	\$ 1.22	\$ 1.36	11.5 %
Net earnings (diluted)	2.92	2.95	3.31	2.62	3.19	1.22	1.35	10.7
Operating earnings (basic)	\$ 2.58	\$ 2.89	\$ 3.31	\$ 4.04	\$ 4.88	\$ 1.22	\$ 1.42	16.4 %
Operating earnings (diluted)	2.54	2.85	3.27	3.99	4.85	1.22	1.41	15.6

* See definition on cover page

Numbers may fail to foot due to rounding

Aflac Group Insurance included starting 4th quarter 2009

Aflac Incorporated and Subsidiaries

Consolidated Statements of Earnings

(In Millions, except per-share data)

	Years Ended December 31,					3 Months Ended March 31,		
	2005	2006	2007	2008	2009	2009	2010	% Change
Revenues:								
Premiums, principally supplemental health	\$ 11,990	\$ 12,314	\$ 12,973	\$ 14,947	\$ 16,621	\$ 4,115	\$ 4,348	5.7 %
Net investment income	2,071	2,171	2,333	2,578	2,765	688	726	5.6
Realized investment gains (losses)	262	79	28	(1,007)	(1,212)	(9)	(46)	
Other income	40	52	59	36	80	24	37	
Total revenues	<u>14,363</u>	<u>14,616</u>	<u>15,393</u>	<u>16,554</u>	<u>18,254</u>	<u>4,818</u>	<u>5,065</u>	5.1
Benefits and expenses:								
Benefits and claims	8,890	9,016	9,285	10,499	11,308	2,811	2,857	1.6
Acquisition and operating expenses:								
Amortization of D.A.C.	542	574	640	775	942	250	280	
Insurance commissions	1,302	1,303	1,331	1,460	1,568	389	403	
Insurance expenses	1,281	1,337	1,491	1,743	1,977	457	481	
Interest expense	23	19	27	29	72	8	33	
Other operating expense	99	103	120	134	152	32	37	
Total acquisition and operating expenses	<u>3,247</u>	<u>3,336</u>	<u>3,609</u>	<u>4,141</u>	<u>4,711</u>	<u>1,136</u>	<u>1,234</u>	8.6
Total benefits and expenses	<u>12,137</u>	<u>12,352</u>	<u>12,894</u>	<u>14,640</u>	<u>16,019</u>	<u>3,947</u>	<u>4,091</u>	3.7
Pretax earnings	2,226	2,264	2,499	1,914	2,235	871	974	
Income taxes	743	781	865	660	738	302	338	
Net earnings	<u>\$ 1,483</u>	<u>\$ 1,483</u>	<u>\$ 1,634</u>	<u>\$ 1,254</u>	<u>\$ 1,497</u>	<u>\$ 569</u>	<u>\$ 636</u>	11.9 %
Operating earnings *	<u>\$ 1,292</u>	<u>\$ 1,432</u>	<u>\$ 1,613</u>	<u>\$ 1,912</u>	<u>\$ 2,277</u>	<u>\$ 568</u>	<u>\$ 666</u>	17.3 %
Earnings Per Share of common stock:								
Net earnings (basic)	\$ 2.96	\$ 2.99	\$ 3.35	\$ 2.65	\$ 3.21	\$ 1.22	\$ 1.36	11.5 %
Net earnings (diluted)	2.92	2.95	3.31	2.62	3.19	1.22	1.35	10.7
Operating earnings (basic) *	\$ 2.58	\$ 2.89	\$ 3.31	\$ 4.04	\$ 4.88	\$ 1.22	\$ 1.42	16.4 %
Operating earnings (diluted) *	2.54	2.85	3.27	3.99	4.85	1.22	1.41	15.6

* See definition of operating earnings on cover page

Aflac Group Insurance included starting 4th quarter 2009

Aflac Incorporated and Subsidiaries

Analysis of Net Earnings and Net Earnings Per Diluted Share

(In Millions, except for per-share data)

		Net Earnings	Real. Inv. Gains/ (Losses)	Impact From ASC No. 815	Non-Recurring Items	Currency Impact	Net Earnings Per Share	Real. Inv. Gains/ (Losses) Per Share	Impact From ASC No. 815 Per Share	Non-Recurring Items Per Share	Currency Impact Per Share
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
2009		1,497	(788)	(3)	11	124	3.19	(1.67)	(.01)	.02	.26
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
	2	314	(249)	-	1	24	.67	(.53)	-	-	.05
	3	363	(226)	-	-	42	.77	(.48)	-	-	.09
	4	251	(307)	-	-	17	.53	(.65)	-	-	.03
2010	1	636	(30)	-	-	22	1.35	(.06)	-	-	.05

Adjusted to reflect ASC 718 beginning in 2002

Addition of quarters may not equal annual amounts due to rounding

Aflac Group Insurance included starting 4th quarter 2009

Aflac Incorporated and Subsidiaries

Consolidated Balance Sheets

(In Millions, except per-share data)

	December 31,					March 31,	
	2005	2006	2007	2008	2009	2009	2010
Assets:							
Investments and cash:							
Securities available for sale:							
Fixed Maturities	\$ 28,142	\$ 28,805	\$ 30,511	\$ 35,012	\$ 36,781	\$ 31,339	\$ 33,992
Fixed Maturities - consolidated variable interest entities	—	—	—	—	—	—	4,443
Perpetual securities	4,365	4,403	4,090	8,047	7,263	6,209	6,218
Perpetual securities - consolidated variable interest entities	—	—	—	—	—	—	1,205
Equity securities	89	30	27	27	24	25	24
Securities held to maturity:							
Fixed Maturities	10,867	13,483	16,819	24,436	26,687	22,876	25,861
Fixed Maturities - consolidated variable interest entities	—	—	—	—	—	—	538
Perpetual securities	4,172	3,990	3,985	—	—	—	—
Other Investments	57	58	61	87	114	84	106
Cash and cash equivalents	1,297	1,203	1,563	941	2,323	1,196	1,611
Total investments and cash	<u>48,989</u>	<u>51,972</u>	<u>57,056</u>	<u>68,550</u>	<u>73,192</u>	<u>61,729</u>	<u>73,998</u>
Receivables, primarily premiums	584	535	732	920	764	667	671
Accrued investment income	484	538	561	650	649	599	654
Deferred policy acquisition costs	5,590	6,025	6,654	8,237	8,533	7,887	8,522
Property and equipment, net	448	458	496	597	593	570	583
Other assets	266	277	306	377	375	363	750
Total assets	<u>\$ 56,361</u>	<u>\$ 59,805</u>	<u>\$ 65,805</u>	<u>\$ 79,331</u>	<u>\$ 84,106</u>	<u>\$ 71,815</u>	<u>\$ 85,178</u>
Liabilities and Shareholders' Equity:							
Liabilities:							
Total policy liabilities	\$ 42,329	\$ 45,440	\$ 50,676	\$ 66,219	\$ 69,245	\$ 62,664	\$ 69,504
Notes payable	1,395	1,426	1,465	1,721	2,599	1,573	2,584
Income taxes, primarily deferred	2,577	2,462	2,531	1,201	1,653	368	1,629
Other liabilities	2,133	2,136	2,338	3,551	2,192	2,011	2,474
Total liabilities	<u>48,434</u>	<u>51,464</u>	<u>57,010</u>	<u>72,692</u>	<u>75,689</u>	<u>66,616</u>	<u>76,191</u>
Shareholders' equity:							
Common stock	65	66	66	66	66	66	66
Additional paid-in capital	791	895	1,054	1,184	1,228	1,190	1,248
Retained earnings	8,048	9,304	10,637	11,306	12,410	11,875	12,890
Accumulated other comprehensive income:							
Unrealized foreign currency translation	77	54	129	750	776	495	412
Unrealized gains on investment securities	1,917	1,450	874	(1,211)	(640)	(2,986)	(205)
Unrealized gains on derivatives	—	—	—	—	—	—	(9)
Pension liability adjustment	(37)	(78)	(69)	(121)	(107)	(117)	(105)
Treasury stock	<u>(2,934)</u>	<u>(3,350)</u>	<u>(3,896)</u>	<u>(5,335)</u>	<u>(5,316)</u>	<u>(5,324)</u>	<u>(5,310)</u>
Total shareholders' equity	<u>7,927</u>	<u>8,341</u>	<u>8,795</u>	<u>6,639</u>	<u>8,417</u>	<u>5,199</u>	<u>8,987</u>
Total liabilities & shareholders' equity	<u>\$ 56,361</u>	<u>\$ 59,805</u>	<u>\$ 65,805</u>	<u>\$ 79,331</u>	<u>\$ 84,106</u>	<u>\$ 71,815</u>	<u>\$ 85,178</u>

Amounts have been adjusted for adoption of SAB No. 108 on January 1, 2006

Aflac Group Insurance included starting 4th quarter 2009

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.					
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
2	3,995	668	4,313	2,723	1,117	3,840	473	562	314	1.20	1.20	.67	.67	76,041	65,572	13.58	(4.55)	18.13
3	4,165	692	4,526	2,817	1,160	3,977	549	589	363	1.26	1.25	.78	.77	82,616	71,625	16.85	(2.38)	19.23
4	4,347	717	4,597	2,956	1,298	4,254	343	558	251	1.19	1.18	.54	.53	84,106	73,192	17.96	(1.37)	19.33
2010 1	4,348	726	5,065	2,857	1,234	4,091	974	666	636	1.42	1.41	1.36	1.35	85,178	73,998	19.14	(.46)	19.60

* See definition of operating earnings on cover page

Quarterly amounts adjusted to reflect ASC 718 beginning in 2002
Equity per share amounts have been adjusted for adoption of SAB No. 108 on January 1, 2006
Aflac Group Insurance included starting 4th quarter 2009

Aflac Incorporated and Subsidiaries

Percentage Increases and Selected Ratios

		Net		Total	Total	Operating	Pretax	Tax	Operating	Profit Margins		Total	Invested	Equity
		Premium	Investment							Total	Benefits			
		Income	Income	Revenues	& Claims		Earnings		Per Share *	Profit Margin**	Profit Margin**			Share
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)
2009		11.2	7.3	10.3	7.7	13.8	16.8	33.0	21.6	17.7	11.7	6.0	6.8	26.2
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
	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
	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
	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)
	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)
	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)
	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)
	2	8.4	5.0	(.5)	5.8	9.3	(36.1)	33.6	18.8	18.2	12.0	7.8	7.7	(18.1)
	3	14.2	8.6	22.6	10.4	16.9	270.6	33.9	22.5	18.4	12.1	17.3	17.9	23.5
	4	9.2	5.9	7.9	4.3	15.5	13.8	26.6	20.4	16.1	11.0	6.0	6.8	26.2
2010	1	5.7	5.6	5.1	1.6	8.6	11.8	34.7	15.6	20.0	13.0	18.6	19.9	72.1

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

** See definition of operating earnings on cover page

Annual amounts adjusted to reflect ASC 718 beginning in 2002; quarterly percentage changes beginning in 2003

Equity per share amounts have been adjusted for adoption of SAB No. 108 on January 1, 2006

Aflac Group Insurance included starting 4th quarter 2009

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
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		2	1.20	18.8	.05	.14	1.15	13.9
	3	.66	15.8	-	.02	.66	15.8		3	1.25	22.5	.09	.23	1.16	13.7
	4	.59	3.5	(.03)	(.02)	.62	8.8		4	1.18	20.4	.03	.26	1.15	17.3
		<u>\$ 2.54</u>	<u>13.9 %</u>			<u>\$ 2.56</u>	<u>14.8 %</u>			<u>\$ 4.85</u>	<u>21.6 %</u>			<u>\$ 4.59</u>	<u>15.0 %</u>
2006	1	\$.72	9.1	(.04)	(.04)	\$.76	15.2 %	2010	1	\$ 1.41	15.6	.05	.05	\$ 1.36	11.5 %
	2	.75	17.2	(.02)	(.06)	.77	20.3								
	3	.72	9.1	(.02)	(.08)	.74	12.1								
	4	.66	11.9	-	(.08)	.66	11.9								
		<u>\$ 2.85</u>	<u>12.2 %</u>			<u>\$ 2.93</u>	<u>15.4 %</u>			<u>\$ 1.41</u>	<u>15.6 %</u>			<u>\$ 1.36</u>	<u>11.5 %</u>

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

Quarterly amounts adjusted to reflect ASC 718 beginning in 2002; percentage changes beginning in 2003

Aflac Group Insurance included starting 4th quarter 2009

Aflac Incorporated and Subsidiaries

Composition of Invested Assets

(At Amortized Cost, in Millions)

	December 31,					March 31,	
	2005	2006	2007	2008	2009	2009	2010
Debt Securities*							
Fixed Maturities	\$ 36,389	\$ 39,841	\$ 44,906	\$ 58,257	\$ 62,520	\$ 54,835	\$ 63,259
Perpetual Securities	8,422	8,326	8,252	9,074	7,554	8,371	7,515
Residential Mortgage Backs	259	461	644	1,068	1,000	1,032	954
Commercial Mortgage Backs	4	5	30	132	129	132	129
Asset Backed	75	121	143	104	174	100	872
CDOs	—	154	495	909	497	747	2
Total debt securities	<u>45,149</u>	<u>48,908</u>	<u>54,470</u>	<u>69,544</u>	<u>71,874</u>	<u>65,217</u>	<u>72,731</u>
Equity Securities	35	20	21	24	21	22	21
Total Portfolio	<u>\$ 45,184</u>	<u>\$ 48,928</u>	<u>\$ 54,491</u>	<u>\$ 69,568</u>	<u>\$ 71,895</u>	<u>\$ 65,239</u>	<u>\$ 72,752</u>

Unrealized Gains (Losses) on Investment Securities

(In Millions)

	December 31,					March 31,	
	2005	2006	2007	2008	2009	2009	2010
Available For Sale: Gains	\$ 3,033	\$ 2,358	\$ 1,977	\$ 2,049	\$ 1,925	\$ 1,113	\$ 2,116
Losses	<u>(581)</u>	<u>(575)</u>	<u>(1,036)</u>	<u>(4,095)</u>	<u>(3,065)</u>	<u>(5,902)</u>	<u>(2,587)</u>
Total AFS	<u>\$ 2,452</u>	<u>\$ 1,783</u>	<u>\$ 941</u>	<u>\$ (2,046)</u>	<u>\$ (1,140)</u>	<u>\$ (4,789)</u>	<u>\$ (471)</u>
Held to Maturity: Gains	\$ 564	\$ 487	\$ 408	\$ 571	\$ 632	\$ 219	\$ 572
Losses	<u>(513)</u>	<u>(567)</u>	<u>(1,087)</u>	<u>(1,923)</u>	<u>(1,491)</u>	<u>(2,429)</u>	<u>(1,483)</u>
Total HTM	<u>\$ 51</u>	<u>\$ (80)</u>	<u>\$ (679)</u>	<u>\$ (1,352)</u>	<u>\$ (859)</u>	<u>\$ (2,210)</u>	<u>\$ (911)</u>

Supplemental Investment Data by Segment

						3 Months Ended	
	2005	2006	2007	2008	2009	March 31,	
	2009	2010					
Aflac Japan:							
Invested assets (in millions)**	¥ 4,598,348	¥ 5,011,702	¥ 5,393,712	¥ 5,686,195	¥ 5,984,151	¥ 5,665,742	¥ 6,118,597
Return on avg. invested assets***	4.14 %	4.11 %	4.06 %	3.82 %	3.65 %	3.70 %	3.55 %
Portfolio yield at end of period	4.22	4.14	4.02	3.90	3.77	3.87	3.75
New money yield - yen only	2.95	3.10	3.05	3.20	2.80	4.13	2.46
New money yield - blended	3.19	3.33	3.38	3.43	3.03	4.57	2.67
Aflac U.S.:							
Invested assets (in millions)**	\$ 6,481	\$ 7,065	\$ 7,189	\$ 7,135	\$ 7,696	\$ 7,338	\$ 8,410
Return on avg. invested assets***	6.54 %	6.86 %	6.79 %	6.77 %	6.66 %	6.80 %	6.49 %
Portfolio yield at end of period	7.24	7.15	7.00	7.10	7.17	7.18	7.06
New money yield	6.16	6.44	6.44	7.60	7.26	8.67	5.98

* 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 20 Global Investment Positions*

(In Millions)

March 31, 2010

No.	Consolidated Corporate/Sovereign Exposure	Total		% of Total		Seniority	Ratings		
		Consolidated Book Value	Book Value	Debt Securities	Debt Securities		Moody's	S&P	Fitch
1	JAPAN	\$ 11,771	\$ 11,771	16.18 %	16.18 %	Senior	Aa2	AA	AA-
2	ISRAEL ELECTRIC CORP LTD	881	881	1.21	1.21	Senior	Baa2	BBB	
3	TUNISIA, REPUBLIC OF	859	859	1.18	1.18	Senior	Baa2	BBB	BBB
4	HSBC HOLDINGS PLC	744		1.02					
	Republic New York Corp		11		.02	Lower Tier II	A2	A+	AA-
	HSBC Finance Corporation (formerly Household Finance)		563		.77	Senior	A3	A	AA-
	HSBC Holdings PLC		15		.02	Upper Tier II	A1	A	AA-
	HSBC Bank PLC		120		.16	Upper Tier II	A3	A	A+
	HSBC Holdings PLC (HSBC Capital Funding LP)		35		.05	Tier I	A3	A-	A+
5	SOUTH AFRICA, REPUBLIC OF	658	658	.90	.90	Senior	A3	BBB+	BBB+
6	LLOYDS BANKING GROUP PLC (INCLUDES HBOS)	643		.88					
	Lloyds Bank PLC		354		.48	Lower Tier II	Ba2	BB	BB
	Lloyds Banking Group PLC		7		.01	Tier I	B3	CC	
	HBOS PLC		282		.39	Upper Tier II	Ba2	BB-	B+
7	COMMERZBANK AG (INCLUDES DRESDNER BANK)	636		.87					
	Commerzbank AG		415		.57	Lower Tier II	A1	A-	A
	Dresdner Bank AG (Dresdner Funding Trust IV)		166		.23	Lower Tier II	A1	A-	CCC**
	Dresdner Bank AG (Dresdner Funding Trust I)		55		.07	Tier I	Baa3	CCC	CCC
8	BANK OF AMERICA CORP (INCLUDES MERRILL LYNCH)	581		.80					
	Bank of America Corp (incl. Fleet Fin.Group Inc, Nationsbank Corp.)		256		.35	Lower Tier II	A3	A-	A
	Bank of America Corp (NB Capital Trust, Bankamerica Instit-A)		18		.02	Tier I	Baa3	BB	BB
	Merrill Lynch & Co Inc		295		.41	Senior	A2	A	A+
	Merrill Lynch & Co Inc		12		.02	Lower Tier II	A3	A-	A
9	MIZUHO FINANCIAL GROUP INC	558	558	.77	.77	Upper Tier II	A2	A-	
	Mizuho Bank, Mizuho Finance Cayman & Aruba								
10	UNICREDIT SPA	548		.75					
	Unicredito Bank Austria		11		.01	Lower Tier II	Aa3	AA+	
	Hypovereinsbank		215		.30	Lower Tier II	A2	A-	A
	Hypovereinsbank (HVB Funding Trust I, III & VI)		322		.44	Tier I	Baa3	BBB	BBB
11	SUMITOMO MITSUI FINANCIAL GROUP INC	537		.74					
	Sumitomo Mitsui Banking Corporation		107		.15	Lower Tier II	Aa3	A	A-
	Sumitomo Mitsui Banking Corporation (SMBC International Finance)		430		.59	Upper Tier II	A1	A-	
12	COMMONWEALTH BANK OF AUSTRALIA	527		.73					
	Commonwealth Bank of Australia		215		.30	Lower Tier II	Aa2	AA-	AA-
	Commonwealth Bank of Australia		215		.30	Upper Tier II		A+	
	Bankwest		97		.13	Upper Tier II	Aa2	AA-	
13	BNP PARIBAS (INCLUDES FORTIS)	484		.67					
	BNP Paribas		108		.15	Senior	Aa2	AA	AA
	FORTIS (Fortis Bank SA-NV, Fortis Luxembourg Finance SA)		376		.52	Upper Tier II	A3	A	A
14	BANK OF TOKYO-MITSUBISHI UFJ LTD	484	484	.67	.67	Lower Tier II	Aa3	A	A-
	Bank of Tokyo-Mitsubishi UFJ Ltd (BTMU Curacao Holdings NV)								

Aflac Incorporated and Subsidiaries

Top 20 Global Investment Positions*

(In Millions)

March 31, 2010

No.	Consolidated Corporate/Sovereign Exposure	Total Consolidated Book Value	% of Total Debt Securities	Book Value	% of Total Debt Securities	Seniority	Ratings		
							Moody's	S&P	Fitch
15	ERSTE GROUP BANK AG	\$ 462	.64 %						
	Erste Group Bank			\$ 108	.15 %	Lower Tier II	A1	A-	A-
	Erste Group Bank (Erste Finance Jersey Ltd 3 & 5)			354	.49	Tier I	Ba2		BBB-
16	INVESTCORP SA	448	.62	448	.62	Senior	Ba2		BB+
	Investcorp Capital Limited								
17	CITIGROUP INC	435	.60						
	Citigroup Inc (incl. Citigroup Global Markets Holdings Inc, Assoc. Corp)			434	.60	Senior	A3	A	A+
	Citigroup Inc (Citicorp)			1	-	Lower Tier II	Baa1	A-	A
18	METLIFE INC	434	.60						
	MetLife Inc			165	.23	Senior	A3	A-	A-
	Metropolitan Life Global Funding I			269	.37	Senior	Aa3	AA-	
19	JP MORGAN CHASE & CO (INCLUDING BEAR STEARNS)	433	.60						
	JPMorgan Chase & Co (including Bear Stearns Companies Inc)			376	.52	Senior	Aa3	A+	AA-
	JPMorgan Chase & Co (FNBC)			29	.04	Senior	Aa1	AA-	
	JPMorgan Chase & Co (Bank One Corp)			17	.02	Lower Tier II	A1	A	A+
	JPMorgan Chase & Co (NBD Bank)			11	.02	Lower Tier II	Aa2	A+	A+
20	NATIONAL GRID PLC	430	.60						
	National Grid Gas PLC			215	.30	Senior	A3	A-	A
	National Grid Electricity Transmission PLC			215	.30	Senior	A3	A-	A
20	TELECOM ITALIA SPA	430	.60	430	.60	Senior	Baa2	BBB	BBB
	Telecom Italia Finance SA								
	Subtotal	\$ 22,983	31.63 %	\$ 22,983	31.63 %				
	TOTAL DEBT SECURITIES	\$ 72,731	100.00 %	\$ 72,731	100.00 %				

* Includes perpetual securities

** Fitch upgraded this security to A from CCC on 4/1/2010

Aflac Incorporated and Subsidiaries

Credit Ratings on Debt Securities

(At Amortized Cost)

	December 31,					March 31,	
	2005	2006	2007	2008	2009	2009	2010
AAA	4.0 %	5.8 %	6.3 %	5.7 %	3.3 %	5.1 %	3.9 %
AA	33.7	35.0	44.3	39.8	34.6	34.5	32.9
A	38.9	39.4	30.7	34.1	39.6	37.1	39.1
BBB	21.1	17.2	16.8	18.6	15.6	18.3	18.2
BB or Lower	2.3	2.6	1.9	1.8	6.9	5.0	5.9
	<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, 2009		March 31, 2010	
	Amortized Cost	% of Total	Amortized Cost	% of Total
Senior notes	\$ 54,971	76.5 %	\$ 56,135	77.2 %
Subordinated securities:				
Fixed maturities (stated maturity date):				
Lower Tier II	7,944	11.1	8,018	11.0
Upper Tier II	178	.2	15	—
Tier I*	754	1.0	575	.8
Surplus Notes	336	.5	336	.5
Trust Preferred - Non-banks	85	.1	85	.1
Other Subordinated - Non-banks	52	.1	52	.1
Total fixed maturities	<u>9,349</u>	<u>13.0</u>	<u>9,081</u>	<u>12.5</u>
Perpetual securities (economic maturity date):				
Upper Tier II	5,200	7.2	5,252	7.2
Tier I	2,354	3.3	2,263	3.1
Total perpetual securities	<u>7,554</u>	<u>10.5</u>	<u>7,515</u>	<u>10.3</u>
Total	<u>\$ 71,874</u>	<u>100.0 %</u>	<u>\$ 72,731</u>	<u>100.0 %</u>

* Includes Trust Preferred securities

Aflac Group Insurance included starting 4th quarter 2009

Below-Investment-Grade Holdings

(In Millions)

	December 31, 2009				March 31, 2010			
	Par Value	Amortized Cost	Fair Value	Unrealized gains (losses)	Par Value	Amortized Cost	Fair Value	Unrealized gains (losses)
LLOYDS BANKING GROUP PLC	\$ 896	\$ 597	\$ 612	\$ 15	\$ 897	\$ 643	\$ 699	\$ 56
INVESTCORP CAPITAL LIMITED	452	452	223	(229)	448	448	220	(228)
IRISH LIFE AND PERMANENT PLC	402	204	197	(7)	398	202	203	1
TAKEFUJI CORPORATION	363	194	194	-	*	*	*	*
UPM-KYMMENE	337	337	224	(113)	333	333	208	(125)
THE ROYAL BANK OF SCOTLAND	329	134	132	(2)	327	133	245	112
FORD MOTOR CREDIT COMPANY	326	326	302	(24)	322	322	307	(15)
DEXIA SA	326	233	233	-	322	231	234	3
SWEDBANK (Tier 1 Only)	152	117	119	2	311	262	271	9
CSAV (TOLLO SHIPPING CO. S.A.)	261	261	135	(126)	258	258	146	(112)
HELLA KG HUECK AND CO	239	238	148	(90)	236	236	148	(88)
KBC GROUP NV**	217	121	182	61	215	120	185	65
MORGAN STANLEY ACES 2008-6 (CDOs)	200	200	102	(98)	*	*	*	*
AIFUL CORPORATION	175	175	74	(101)	171	171	85	(86)
BAWAG CAPITAL FINANCE JERSEY	152	131	114	(17)	150	105	93	(12)
IKB DEUTSCHE INDUSTRIEBANK	141	141	73	(68)	140	140	72	(68)
TERRA 2008-01 A1 (CDO)	109	109	86	(23)	*	*	*	*
FINANCE FOR DANISH INDUSTRY (FIH)	109	109	81	(28)	107	107	86	(21)
MORGAN STANLEY ACES SPC 2007-38 I (CDO)	81	8	39	31	*	*	*	*
INVESTKREDIT FUNDING II LTD.	76	46	46	-	*	*	*	*
MORGAN STANLEY ACES SPC 2006-31 I (CDO)	65	11	26	15	*	*	*	*
EIRLES TWO LIMITED 310 A (CDO)	54	20	28	8	*	*	*	*
MORGAN STANLEY ACES SPC 2007-29 I (CDO)	54	12	28	16	*	*	*	*
MORGAN STANLEY ACES SPC 2007-21 I (CDO)	54	4	31	27	*	*	*	*
MAY DEPARTMENT STORES CO	53	58	50	(8)	53	58	53	(5)
DRESDNER BANK AG (Part of Commerzbank) (Tier 1 Only)	216	218	172	(46)	53	55	42	(13)
DP WORLD LTD.	45	44	35	(9)	45	44	39	(5)
RINKER MATERIALS CORP (Part of Cemex)	43	42	33	(9)	43	42	32	(10)
FIRST INDUSTRIAL LP	37	40	27	(13)	37	40	29	(11)
CWHL 2007-9 A11 (CMO)	32	27	22	(5)	32	27	24	(3)
RFMSI 2007-S6 2A4 (CMO)	25	21	17	(4)	25	21	17	(4)
SPRINT CAPITAL CORP	23	24	21	(3)	23	24	21	(3)
ACADEMICA CHARTER SCHOOLS FINANCE LLC	22	24	15	(9)	22	24	15	(9)
CWHL 2007-9 A12 (CMO)	20	17	13	(4)	20	17	14	(3)
WEYERHAEUSER CO	20	21	19	(2)	20	21	19	(2)
TERRA CDO SPC LTD 2007-3 A1 (CDO)	20	5	9	4	*	*	*	*
CWHL 2007-5 A2 (CMO)	19	18	12	(6)	19	18	14	(4)

Aflac Incorporated and Subsidiaries

Below-Investment-Grade Holdings

(In Millions)

	December 31, 2009				March 31, 2010			
	Par Value	Amortized Cost	Fair Value	Unrealized gains (losses)	Par Value	Amortized Cost	Fair Value	Unrealized gains (losses)
BANK OF AMERICA CORP (Tier 1 Only)	\$ 18	\$ 18	\$ 18	\$ -	\$ 18	\$ 18	\$ 18	\$ -
RFMSI 2006-S7 A9 (CMO)	17	15	13	(2)	18	15	14	(1)
MBIA INC.	16	17	6	(11)	16	17	9	(8)
AMERICAN GENERAL CAPITAL II (Part of AIG)	15	19	11	(8)	15	19	14	(5)
CWHL 2007-14 A22 (CMO)	13	12	6	(6)	13	13	7	(6)
WFMB 2006-8 A10 (CMO)	28	27	24	(3)	10	10	8	(2)
CWHL 2006-21 A3 (CMO)	11	10	8	(2)	11	10	8	(2)
CWHL 2005-16 A25 (CMO)	11	9	5	(4)	11	9	6	(3)
CWHL 2006-13 1A19 (CMO)	10	9	7	(2)	10	9	8	(1)
RAST 2005-A10 A5 (CMO)	10	8	7	(1)	10	8	7	(1)
MORGAN STANLEY ACES SPC 2006-23 IB (CDO)	10	2	4	2	10	2	4	2
WFMB 2007-13 A10 (CMO)	9	3	4	1	9	3	4	1
CWHL 2006-16 3A4 (CMO)	9	8	6	(2)	9	8	6	(2)
WFMB 2007-7 A10 (CMO)	7	6	3	(3)	7	6	3	(3)
BOAMS 2007-1 1A30 (CMO)	6	6	3	(3)	6	6	3	(3)
ALLIED CAPITAL CORP	12	12	11	(1)	5	5	5	-
CMSI 2007-5 1A3 (CMO)	5	5	3	(2)	5	5	4	(1)
WFMB 2006-8 A15 (CMO)	5	5	4	(1)	5	5	4	(1)
RFMSI 2006-S5 A12 (CMO)	5	4	4	-	5	4	4	-
WFMB 2007-13 A6	*	*	*	*	5	5	4	(1)
MSM 2007-1XS 2A4A (CMO)	5	3	3	-	5	3	3	-
CWHL 2005-J4 A6 (CMO)	4	4	3	(1)	4	4	3	(1)
LMT 2006-3 1A5 (CMO)	4	3	1	(2)	4	3	1	(2)
WFMB 2007-10 1A7 (CMO)	3	3	3	-	3	3	3	-
AMERICA WEST AIRLINES	3	3	2	(1)	3	3	2	(1)
CITY OF NEW CASTLE PENNSYLVANIA*	*	*	*	*	2	1	1	-
REGIONS FINANCIAL CORPORATION	*	*	*	*	1	1	1	-
	<u>\$ 6,381</u>	<u>\$ 4,950</u>	<u>\$ 4,033</u>	<u>\$ (917)</u>	<u>\$ 5,247</u>	<u>\$ 4,297</u>	<u>\$ 3,675</u>	<u>\$ (622)</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>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2009</u>	<u>2010</u>	<u>% Change</u>
Revenues:								
Premiums	\$ 3,245	\$ 3,552	\$ 3,936	\$ 4,272	\$ 4,444	\$ 1,103	\$ 1,142	3.5 %
Net investment income	421	465	500	505	499	125	132	5.6
Other income and realized foreign currency translations	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>2</u>	<u>2</u>	
Total revenues	<u>3,676</u>	<u>4,027</u>	<u>4,446</u>	<u>4,787</u>	<u>4,953</u>	<u>1,230</u>	<u>1,276</u>	3.7
Benefits and expenses:								
Incurred claims	1,565	1,557	1,783	2,043	2,225	542	574	5.9
Increase in future policy benefits	426	612	567	484	336	67	6	(90.7)
Amortization of deferred policy acquisition costs	258	290	323	370	419	126	138	9.0
General operating expenses	<u>902</u>	<u>983</u>	<u>1,081</u>	<u>1,145</u>	<u>1,197</u>	<u>291</u>	<u>314</u>	8.1
Total benefits and expenses	<u>3,151</u>	<u>3,442</u>	<u>3,754</u>	<u>4,042</u>	<u>4,177</u>	<u>1,026</u>	<u>1,032</u>	.6
Pretax operating earnings	<u>\$ 525</u>	<u>\$ 585</u>	<u>\$ 692</u>	<u>\$ 745</u>	<u>\$ 776</u>	<u>\$ 204</u>	<u>\$ 244</u>	19.4 %
Realized capital gains, net of taxes	<u>(3)</u>	<u>6</u>	<u>2</u>	<u>(139)</u>	<u>(98)</u>	<u>(72)</u>	<u>-</u>	

Aflac Group Insurance included starting 4th quarter 2009

Balance Sheets
(Unaudited GAAP)
(In Millions)

	December 31,					March 31,	
	2005	2006	2007	2008	2009	2009	2010
Assets:							
Investments and cash	\$ 7,040	\$ 7,486	\$ 7,396	\$ 6,393	\$ 8,364	\$ 6,427	\$ 8,779
Receivables, principally premiums	296	330	355	415	379	336	391
Accrued investment income	104	122	118	117	123	123	136
Deferred policy acquisition costs	1,966	2,168	2,385	2,593	2,687	2,588	2,668
Other assets	141	143	161	161	226	158	224
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	\$ <u>9,547</u>	\$ <u>10,249</u>	\$ <u>10,415</u>	\$ <u>9,679</u>	\$ <u>11,779</u>	\$ <u>9,632</u>	\$ <u>12,198</u>
Liabilities and Shareholders' Equity:							
Future policy benefits	\$ 3,780	\$ 4,391	\$ 4,958	\$ 5,442	\$ 5,779	\$ 5,509	\$ 5,786
Policy and contract claims	848	816	856	933	1,023	935	1,038
Unearned premium	104	106	109	110	108	111	109
Other policyholder funds	40	52	56	265	277	266	286
Deferred income taxes	596	642	754	238	487	218	514
Other liabilities	733	714	673	586	649	594	808
Shareholders' equity	3,446	3,528	3,009	2,105	3,456	1,999	3,657
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities & shareholders' equity	\$ <u>9,547</u>	\$ <u>10,249</u>	\$ <u>10,415</u>	\$ <u>9,679</u>	\$ <u>11,779</u>	\$ <u>9,632</u>	\$ <u>12,198</u>

Amounts have been adjusted for adoption of SAB No. 108 on January 1, 2006
Aflac Group Insurance included starting 4th quarter 2009

Quarterly Statements of Earnings and Percentage Changes

(Unaudited GAAP – Restated to conform to current classifications)

(In Millions)

		Earned	%	Net	%	Total	%	Total		%	General	%	Total	%	Pretax	%	
		Prem.	Change	Invest.	Change	Rev.	Change	Ben.	Change	Amort.	Change	Oper.	Change	Oper.	Change	Oper.	Change
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
	2	1,094	2.8	127	1.8	1,223	2.7	631	.4	104	21.9	290	1.1	394	5.8	198	4.0
	3	1,110	3.0	123	(4.4)	1,236	2.2	642	.8	93	5.4	285	1.9	378	2.7	216	5.7
	4	1,136	5.2	124	(3.1)	1,264	4.3	680	5.3	96	(6.0)	330	8.7	426	5.0	158	(1.5)
2010	1	1,142	3.5	132	5.6	1,276	3.7	580	(4.7)	138	9.0	314	8.1	452	8.3	244	19.4

Adjusted to reflect ASC 718 beginning in 2002; percentage changes beginning in 2003
Aflac Group Insurance included starting 4th quarter 2009

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>
	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
	2009	72.2	44.9	51.7	9.4	32.6	84.3	15.7
	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
	2	69.6	45.6	51.6	9.5	32.3	83.9	16.1
	3	71.3	44.4	51.9	8.4	30.6	82.5	17.5
	4	72.2	45.6	53.8	8.4	33.7	87.5	12.5
	2010							
	1	66.4	45.0	45.5	12.0	35.4	80.9	19.1

*Annual percentages adjusted to reflect ASC 718 beginning in 2002; quarterly percentage changes beginning in 2003
Aflac Group Insurance included starting 4th quarter 2009 except for premium persistency rate*

Aflac U.S. Sales Results
(In Millions)

	Period	Annl. Prem. In Force	% Change	New Annl. Prem. Sales	% Change	Convers. Prem.	Total New Prem.	% Change
	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)
	2009	4,956	3.5	1,426	(6.1)	27	1,453	(6.4)
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)
	2	4,742	2.7	337	(10.3)	4	341	(10.9)
	3	4,774	2.0	336	(6.9)	6	342	(7.2)
	4	4,956	3.5	408	(6.3)	11	419	(6.3)
2010	1	4,868	2.8	309	(10.3)	7	316	(10.0)

Aflac Group Insurance included starting 4th quarter 2009

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>	
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	
2009	692	47.6	256	17.6	256	17.6	72	4.9	177	12.3	
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
	2	166	48.5	59	17.3	59	17.2	18	5.3	39	11.7
	3	168	49.0	59	17.2	57	16.8	18	5.2	40	11.8
	4	191	45.7	76	18.2	81	19.3	16	3.9	55	12.8
2010	1	150	47.5	51	16.3	61	19.5	15	4.8	39	11.9

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>	
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	
2009	28,482	10.6	75,315	1.2	11,145	(.8)	
2009	1	8,100	25.0	74,414	2.7	11,121	2.4
	2	7,809	14.9	75,982	3.4	10,988	(2.6)
	3	7,084	9.4	76,333	3.0	11,085	(.1)
	4	5,489	(8.6)	75,315	1.2	11,384	(2.6)
2010	1	5,866	(27.6)	74,565	.2	10,339	(7.0)

* Aflac Group Insurance included starting 4th quarter 2009

** Aflac Group Insurance is not included .

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>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2009</u>	<u>2010</u>	<u>% Change</u>
Revenues:								
Premiums	¥ 962,553	¥ 1,019,506	¥ 1,063,700	¥ 1,101,233	¥ 1,137,958	¥ 281,655	¥ 290,832	3.3 %
Net investment income:								
Yen denominated	122,220	123,821	129,740	135,366	141,029	34,678	36,337	4.8
US\$ denominated	<u>57,962</u>	<u>72,614</u>	<u>82,337</u>	<u>76,618</u>	<u>70,700</u>	<u>17,784</u>	<u>17,428</u>	(2.0)
Total investment income	180,182	196,435	212,077	211,984	211,729	52,462	53,765	2.5
Other income and realized foreign currency translations	<u>3,393</u>	<u>2,899</u>	<u>3,180</u>	<u>1,516</u>	<u>4,059</u>	<u>652</u>	<u>2,342</u>	
Total revenues	<u>1,146,128</u>	<u>1,218,840</u>	<u>1,278,957</u>	<u>1,314,733</u>	<u>1,353,746</u>	<u>334,769</u>	<u>346,939</u>	3.6
Benefits and expenses:								
Incurred claims	488,555	478,183	509,776	565,218	589,194	149,869	152,026	1.4
Increase in future policy benefits	270,646	318,542	306,518	256,964	228,281	56,138	54,484	(2.9)
Amortization of deferred policy acquisition costs	31,252	33,127	37,332	41,632	48,814	11,656	12,960	11.2
General operating expenses	<u>189,233</u>	<u>196,864</u>	<u>210,584</u>	<u>218,131</u>	<u>225,709</u>	<u>53,493</u>	<u>53,176</u>	(.6)
Total benefits and expenses	<u>979,686</u>	<u>1,026,716</u>	<u>1,064,210</u>	<u>1,081,945</u>	<u>1,091,998</u>	<u>271,156</u>	<u>272,646</u>	.5
Pretax operating earnings	¥ <u>166,442</u>	¥ <u>192,124</u>	¥ <u>214,747</u>	¥ <u>232,788</u>	¥ <u>261,748</u>	¥ <u>63,613</u>	¥ <u>74,293</u>	16.8 %
Realized capital gains, net of taxes	<u>19,253</u>	<u>5,081</u>	<u>1,830</u>	<u>(52,777)</u>	<u>(64,133)</u>	<u>6,419</u>	<u>(3,561)</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>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2009</u>	<u>2010</u>	<u>% Change</u>
Revenues:								
Premiums	\$ 8,745	\$ 8,762	\$ 9,037	\$ 10,674	\$ 12,178	\$ 3,012	\$ 3,206	6.5 %
Net investment income								
Yen denominated	1,111	1,064	1,102	1,312	1,510	371	401	8.0
US\$ denominated	524	624	699	741	755	189	192	1.4
Total investment income	1,635	1,688	1,801	2,053	2,265	560	593	5.8
Other income and realized foreign currency translations	31	25	27	15	43	7	28	
 Total revenues	 <u>10,411</u>	 <u>10,475</u>	 <u>10,865</u>	 <u>12,742</u>	 <u>14,486</u>	 <u>3,579</u>	 <u>3,827</u>	 6.9
Benefits and expenses:								
Incurred claims	4,440	4,111	4,325	5,477	6,296	1,600	1,676	4.8
Increase in future policy benefits	2,458	2,736	2,610	2,495	2,450	602	601	(.3)
Amortization of deferred policy acquisition costs	284	285	318	404	523	124	143	15.0
Operating expenses	1,714	1,691	1,791	2,116	2,417	572	586	2.5
 Total benefits and expenses	 <u>8,896</u>	 <u>8,823</u>	 <u>9,044</u>	 <u>10,492</u>	 <u>11,686</u>	 <u>2,898</u>	 <u>3,006</u>	 3.7
 Pretax operating earnings	 <u>\$ 1,515</u>	 <u>\$ 1,652</u>	 <u>\$ 1,821</u>	 <u>\$ 2,250</u>	 <u>\$ 2,800</u>	 <u>\$ 681</u>	 <u>\$ 821</u>	 <u>20.5 %</u>
 Realized capital gains, net of taxes	 <u>170</u>	 <u>44</u>	 <u>16</u>	 <u>(513)</u>	 <u>(690)</u>	 <u>66</u>	 <u>(39)</u>	

Balance Sheets
(Unaudited GAAP – Yen in Millions)

	December 31,					March 31,	
	2005	2006	2007	2008	2008	2009	2010
Assets:							
Investments and cash	¥ 4,887,987	¥ 5,221,871	¥ 5,535,964	¥ 5,622,544	¥ 5,915,236	¥ 5,410,111	¥ 6,017,659
Receivables, principally premiums	34,995	26,375	45,037	48,004	36,566	33,741	30,061
Accrued investment income	44,687	49,151	50,316	48,364	48,229	46,594	47,962
Deferred policy acquisition costs	427,894	459,404	487,363	513,723	538,430	520,552	544,630
Other assets	59,215	61,758	62,872	61,286	59,467	60,954	94,263
Total assets	¥ 5,454,778	¥ 5,818,559	¥ 6,181,552	¥ 6,293,921	¥ 6,597,928	¥ 6,071,952	¥ 6,734,575
Liabilities and Shareholders' Equity:							
Future policy benefits	¥ 4,022,749	¥ 4,341,223	¥ 4,647,594	¥ 4,903,439	¥ 5,131,769	¥ 4,959,083	¥ 5,186,254
Policy and contract claims	195,597	187,495	182,563	198,856	206,913	204,127	210,256
Unearned premiums	57,920	64,147	66,679	69,581	75,377	69,978	77,072
Other policyholder funds	157,937	180,160	205,026	241,346	301,227	252,016	321,244
Income taxes (prim. deferred)	229,928	215,319	210,508	109,385	126,859	33,264	123,944
Other liabilities	141,923	141,515	174,370	230,217	130,168	112,526	141,175
Shareholders' equity	648,724	688,700	694,812	541,097	625,615	440,958	674,630
Total liabilities & shareholders' equity	¥ 5,454,778	¥ 5,818,559	¥ 6,181,552	¥ 6,293,921	¥ 6,597,928	¥ 6,071,952	¥ 6,734,575

Balance Sheets
(Unaudited GAAP – Dollars in Millions)

	December 31,					March 31,	
	2005	2006	2007	2008	2009	2009	2010
Assets:							
Investments and cash	\$ 41,399	\$ 43,841	\$ 48,497	\$ 61,766	\$ 64,226	\$ 55,076	\$ 64,678
Receivables, principally premiums	296	221	395	527	397	343	323
Accrued investment income	378	413	441	531	524	474	516
Deferred policy acquisition costs	3,624	3,857	4,269	5,643	5,846	5,299	5,854
Other assets	503	518	551	674	646	622	1,013
Total assets	<u>\$ 46,200</u>	<u>\$ 48,850</u>	<u>\$ 54,153</u>	<u>\$ 69,141</u>	<u>\$ 71,639</u>	<u>\$ 61,814</u>	<u>\$ 72,384</u>
Liabilities and Shareholders' Equity:							
Future policy benefits	\$ 34,071	\$ 36,447	\$ 40,715	\$ 53,866	\$ 55,720	\$ 50,484	\$ 55,742
Policy and contract claims	1,657	1,574	1,599	2,185	2,247	2,078	2,260
Unearned premiums	491	539	584	764	818	712	828
Other policyholder liabilities	1,338	1,513	1,796	2,651	3,271	2,566	3,453
Income taxes (prim. deferred)	1,947	1,808	1,844	1,202	1,377	339	1,331
Other liabilities	1,202	1,187	1,528	2,529	1,413	1,146	1,518
Shareholders' equity	5,494	5,782	6,087	5,944	6,793	4,489	7,252
Total liabilities & shareholders' equity	<u>\$ 46,200</u>	<u>\$ 48,850</u>	<u>\$ 54,153</u>	<u>\$ 69,141</u>	<u>\$ 71,639</u>	<u>\$ 61,814</u>	<u>\$ 72,384</u>

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

		Net		Total		Total		Amort.	%	General		Total		Pretax			
		Earned	%	Investment	%	Revenues	%			Benefits	%	Operating	%	Operating	%	Oper.	%
		Premiums	Change	Income	Change	Revenues	Change	Benefits	Change	Change	Expense	Change	Expense	Change	Earn.	Change	
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
	2	282,289	3.1	52,981	(.2)	336,743	2.5	203,467	-	11,792	13.3	55,238	.9	67,030	2.8	66,246	10.7
	3	285,977	3.4	53,170	(2.0)	339,883	2.6	203,728	(1.1)	11,552	15.1	56,763	4.2	68,315	5.9	67,840	11.8
	4	288,037	3.3	53,116	1.2	342,351	3.4	204,273	(2.9)	13,814	24.9	60,214	8.4	74,028	11.1	64,050	18.5
2010	1	290,832	3.3	53,765	2.5	346,939	3.6	206,510	.2	12,960	11.2	53,176	(.6)	66,136	1.5	74,293	16.8

Adjusted to reflect ASC 718 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>	
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	
2009	94.0	43.5	60.4	4.3	20.3	80.7	19.3	
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
	2	93.9	44.7	60.4	4.2	19.9	80.3	19.7
	3	94.0	42.7	59.9	4.0	20.1	80.0	20.0
	4	94.0	41.8	59.7	4.8	21.6	81.3	18.7
2010	1	93.8	43.8	59.5	4.5	19.1	78.6	21.4

Adjusted to reflect ASC 718 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>	
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	-	
2009	1,200.4	3.3	121,490	7.1	855	122,345	6.7	
2006	1							
	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	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	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	1,169.3	3.1	27,270	-	236	27,506	(.4)
	2	1,175.9	2.9	29,790	5.2	284	30,074	5.0
	3	1,188.6	3.0	29,792	7.0	176	29,968	6.5
	4	1,200.4	3.3	34,637	15.6	161	34,798	14.9
2010	1	1,211.0	3.6	30,095	10.4	169	30,264	10.0

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
2009		34.6	28.3	3.3	2.7	44.7	36.5	35.0	28.7	4.7	3.8
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
	2	9.5	31.6	1.1	3.5	9.4	31.1	9.0	29.9	1.1	3.9
	3	8.2	27.4	.7	2.3	10.8	36.2	9.2	30.8	1.1	3.3
	4	7.4	21.3	.5	1.4	15.1	43.5	10.4	29.9	1.4	3.9
2010	1	6.7	22.0	.4	1.5	11.3	37.4	10.6	35.0	1.3	4.1

Aflac Japan Sales Force Data

<u>Number of Agencies by Type</u>					<u>Sales Contribution by Agency Type</u>						
	<u>Individual/ Independent Corporate</u>	<u>Affiliated Corporate</u>	<u>Bank *</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	16,212	1,978	242	18,432	58.2	32.7	8.5	.6	90,226	3,463	
2007	16,213	1,987	261	18,461	56.1	35.3	8.2	.4	100,810	3,195	
2008	16,577	1,976	329	18,882	55.0	35.5	6.7	2.8	107,458	3,944	
2009	17,366	1,916	353	19,635	54.7	34.8	4.4	6.1	110,528	4,651	
2009	1	16,392	1,951	339	18,682	52.6	37.3	6.4	3.7	108,337	1,041
	2	16,632	1,932	346	18,910	54.2	36.9	4.2	4.7	109,110	1,375
	3	17,091	1,928	351	19,370	56.8	32.1	3.8	7.3	111,085	1,062
	4	17,366	1,916	353	19,635	54.7	33.4	3.5	8.4	110,528	1,173
2010	1	17,307	1,910	352	19,569	54.1	32.2	3.5	10.2	110,830	1,197

* Includes banks selling for Aflac Japan prior to the deregulation in December 2007

**Yen/Dollar Exchange Rates
1994 - 2008
(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>				
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
1996	1	106.35	105.84	1999	1	120.55	116.58	2002	1	133.25	132.69	2005	1	107.39	104.50	2008	1	100.19	105.06
	2	109.50	106.75		2	121.10	118.80		2	119.45	129.77		2	110.62	106.04		2	106.42	104.77
	3	111.00	107.50		3	106.95	117.09		3	122.60	126.03		3	113.19	107.79		3	103.57	105.75
	4	116.10	108.84		4	102.40	113.96		4	119.90	125.15		4	118.07	109.88		4	91.03	103.46

**Yen/Dollar Exchange Rates
2009 - 2010
(By Quarter)**

		<u>Qtr End</u>	<u>Qtr Avg</u>	<u>Yearly Cum Avg</u>	<u>% change Cum Avg Yen vs.08</u>			<u>Qtr End</u>	<u>Qtr Avg</u>	<u>Yearly Cum Avg</u>	<u>% change Cum Avg Yen vs.09</u>
2009	1	98.23	93.37	93.37	12.5 %	2010	1	93.04	90.49	90.49	3.2 %
	2	96.01	97.53	95.44	9.8						
	3	90.21	93.56	94.79	11.6						
	4	92.10	89.70	93.49	10.7						