

# T&D Holdings, Inc.

**Financial Results for the Nine Months  
Ended December 31, 2009**

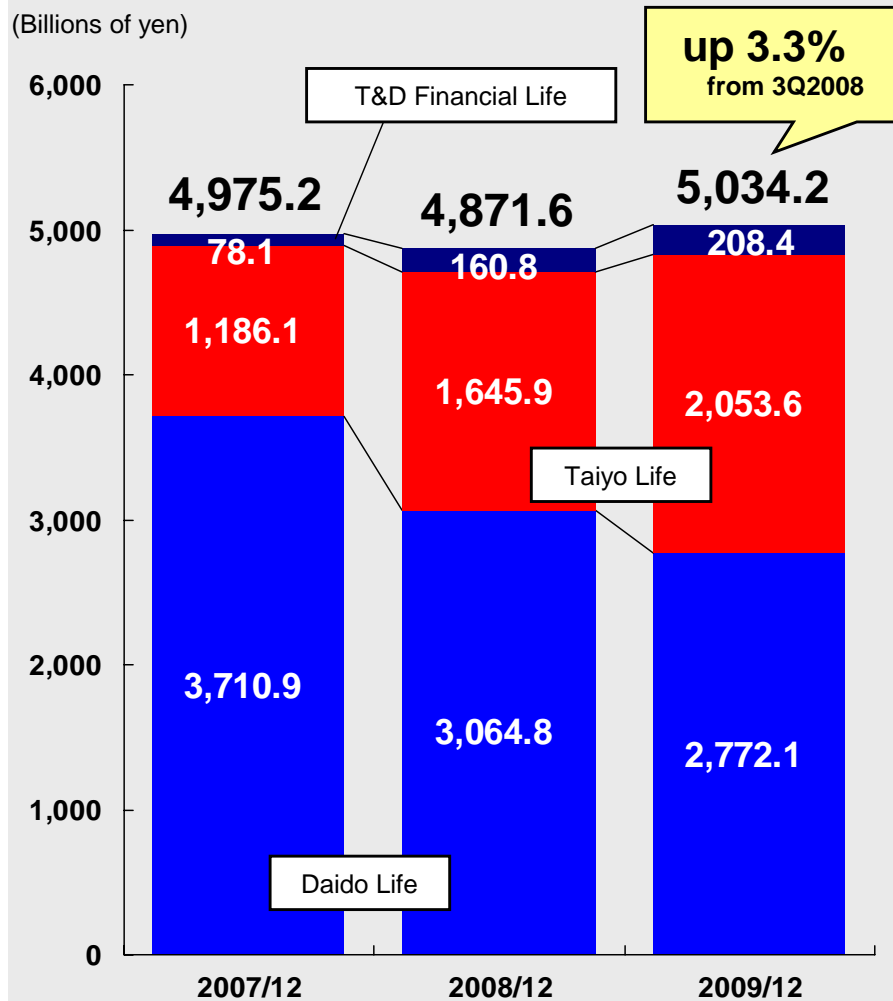
# T&D Holdings Financial Highlights



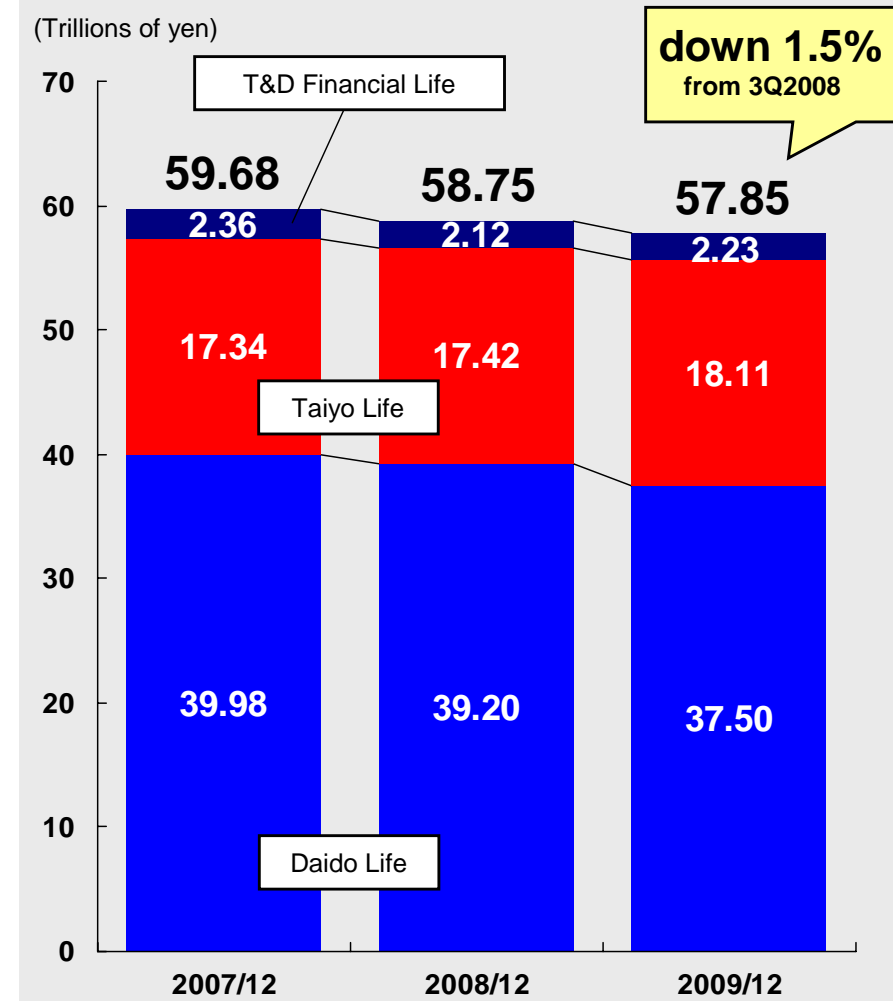
- **The new policy amount for the three life insurance companies increased and the surrender and lapse amount decreased from the same term of the previous fiscal year. The total policy amount in force decreased from the beginning of fiscal 2009**
- **Ordinary profit and net income increased from the same term of the previous fiscal year mainly due to an increase in net gains/losses on sale of securities and a decrease in devaluation losses on securities**
- **Full year forecasts remain unchanged**

# Sales Results

## New Policy Amount



## Policy Amount in Force



\*Total amount of individual insurance and individual annuities. New policy amount includes net increase from conversion.

# Sales Results: Daido Life

(Billions of yen)

	Nine Months Ended December 31, 2009	Nine Months Ended December 31, 2008	Changes	
<b>New policy amount*</b>				
Individual insurance and annuities total	2,772.1	3,064.8	(9.5%)	Due to economic downturn
Individual term life insurance	2,655.0	2,962.8	(10.4%)	
<b>Decrease in policy amount**</b>				
Individual insurance and annuities total	3,884.9	3,761.2	3.3%	
Individual term life insurance	3,663.7	3,507.0	4.5%	Due to an increase in surrender of products with high cash value such as long term insurance
Surrender and lapse amount	3,063.0	2,982.0	2.7%	
Surrender and lapse rate***	10.57%	9.97%	0.60P	
Individual term life insurance	2,935.0	2,833.3	3.6%	Decreased by ¥1,112.7 billion from the beginning of the fiscal year
<b>Policy amount in force</b>				
Individual insurance and annuities total	37,509.1	39,200.7	(4.3%)	Decreased by ¥1,008.7 billion from the beginning of the fiscal year
Individual term life insurance	34,096.8	35,631.2	(4.3%)	
<b>Annualized premiums of new policies*</b>	69.2	48.5	42.4%	Due to the single premium annuity launched in April 2009
<b>Annualized premiums of total policies</b>	668.1	676.1	(1.2%)	

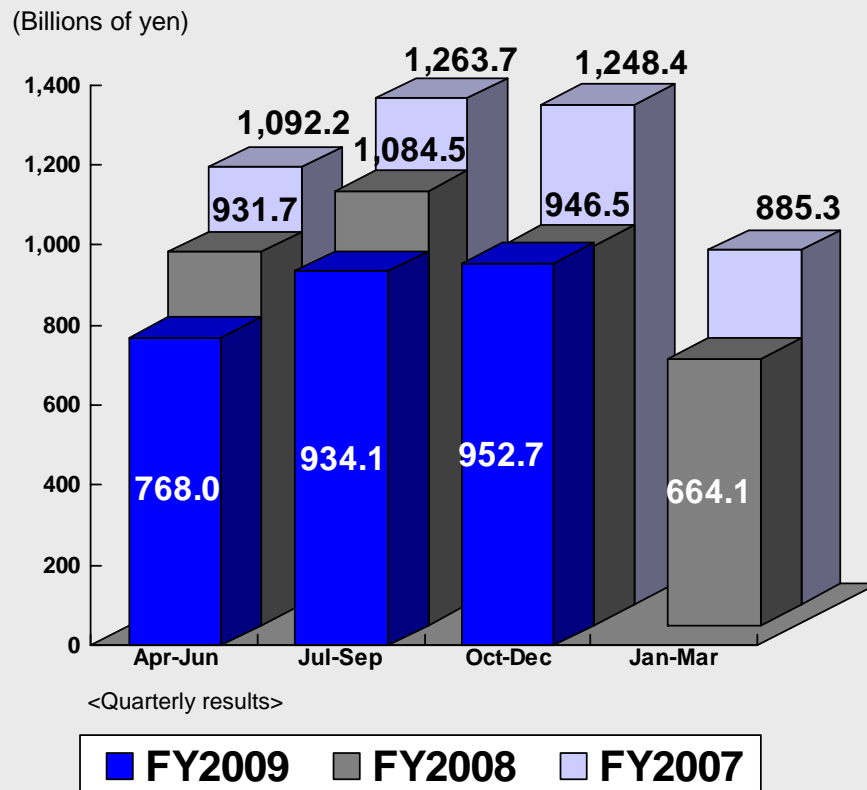
\* Includes net increase from conversion

\*\* Decrease in policy amount = New policy amount – Net increase in policy amount in force from previous fiscal year end

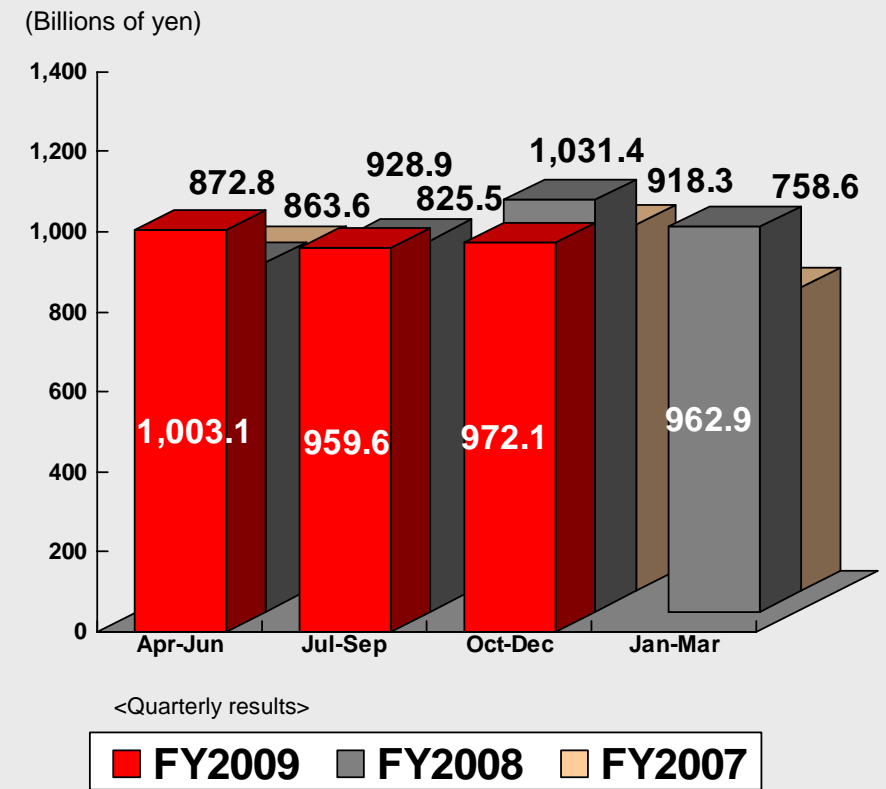
\*\*\* Surrender and lapse rate = Surrender and lapse amount / Policy amount in force at the beginning of the fiscal year x 4/3

# Quarterly Trends: Daido Life Individual Term Life Insurance

## Trends in New Policy Amount\*



## Trends in Surrender and Lapse Amount



\* New policy amount includes net increase from conversion

# Sales Results: Taiyo Life

(Billions of yen)

	Nine Months Ended December 31, 2009	Nine Months Ended December 31, 2008	Changes
<b>New policy amount*</b>			
Individual insurance and annuities total	2,053.6	1,645.9	24.8%
Protection-oriented products	1,953.2	1,521.3	28.4%
Net increase from conversion	893.9	501.8	78.1%
<b>Decrease in policy amount**</b>			
Individual insurance and annuities total	1,293.4	1,406.6	(8.0%)
Surrender and lapse amount	849.2	949.8	(10.6%)
Surrender and lapse rate***	6.52%	7.37%	(0.85P)
<b>Policy amount in force</b>			
Individual insurance and annuities total	18,115.4	17,421.5	4.0%
Protection-oriented products	13,726.9	12,795.5	7.3%
<b>Annualized premiums of new policies*</b>			
Third sector products	30.8	26.7	15.1%
Annualized premiums of total policies	604.5	620.0	(4.2%)
Third sector products	110.5	110.9	(2.5%)
			(0.3%)

-“Hoken Kumikyoku Best” has been sold well

Due to a continued focus on the improvement of persistency rate

-Increased ¥760.1 billion from the beginning of FY2009  
-The proportion of the protection-type products was 75.8%, up 2.1 points from the beginning of FY2009

Due to a decrease in new policies of mitigated medical selection insurance

Maturities of saving-type products sold in past years made the difference between total and third sector products

\* Includes net increase from conversion

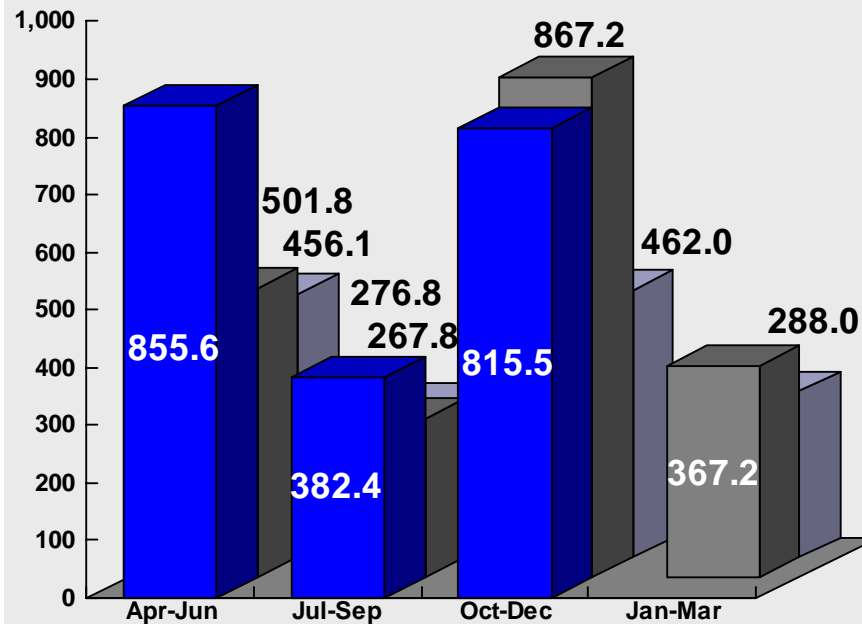
\*\* Decrease in policy amount = New policy amount – Net increase of policy amount in force from previous fiscal year end

\*\*\* Surrender and lapse rate = Surrender and lapse amount / Policy amount in force at the beginning of the fiscal year x 4/3

# Quarterly Trends: Taiyo Life Individual Insurance and Annuities

## Trends in New Policy Amount\*

(Billions of yen)



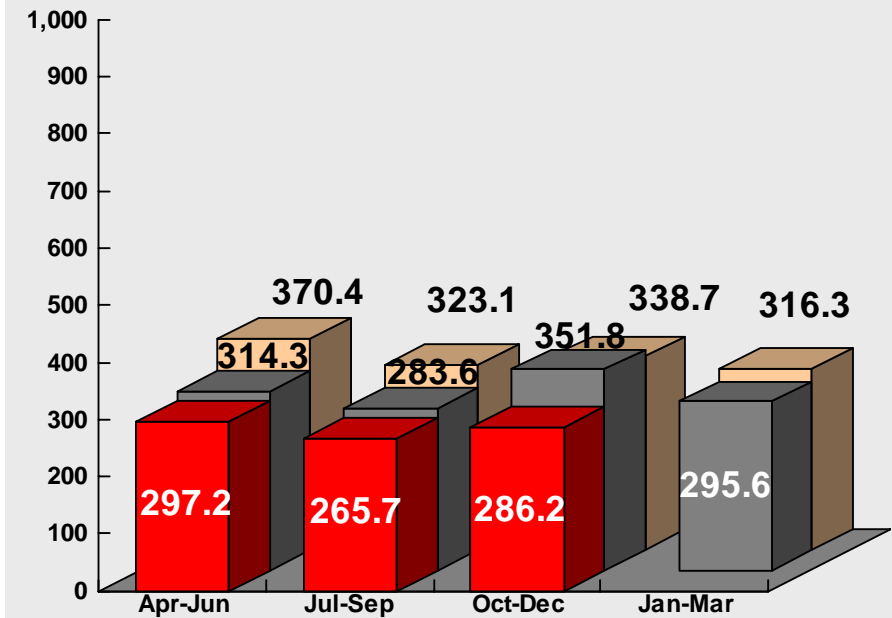
<Quarterly results>

■ FY2009   ■ FY2008   ■ FY2007

\* New policy amount includes net increase from conversion

## Trends in Surrender and Lapse Amount

(Billions of yen)



<Quarterly results>

■ FY2009   ■ FY2008   ■ FY2007

# Sales Results: T&D Financial Life



(Billions of yen)

	Nine Months Ended December 31, 2009	Nine Months Ended December 31, 2008	Changes
<b>New Policy Amount</b>			
Individual insurance and annuities total	208.4	160.8	29.6%
Individual variable annuities	207.6	160.8	29.1%
<b>Decrease in policy amount*</b>			
Individual insurance and annuities total	93.4	293.1	(68.1%)
Surrender and lapse amount	83.7	106.3	(21.3%)
Individual variable annuities	9.5	14.0	(32.3%)
Surrender and lapse rate**	1.88%	3.14%	(1.26P)
<b>Policy amount in force</b>			
Individual insurance and annuities total	2,235.0	2,128.7	5.0%
Individual variable annuities	925.5	637.8	45.1%
<b>Annualized premiums of new policies</b>	39.1	30.4	28.7%
<b>Annualized premiums of total policies</b>	169.5	125.1	35.5%

Increased by ¥46.8 billion y-o-y, due to steady sale of GMLB-type variable annuity called "Five Ten"

The number of policies and the policy amount in force for the individual variable annuities increased by 31,720 policies and ¥250.6 billion from the beginning of FY2009, respectively

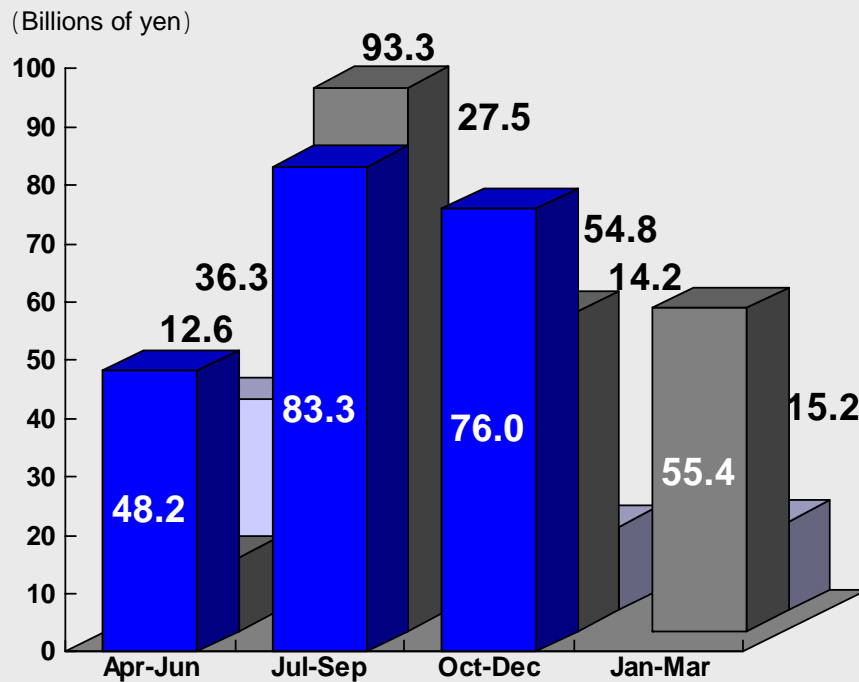
\* Decrease in policy amount = New policy amount – Net increase in policy amount in force from previous fiscal year end  
 \*\* Surrender and lapse rate = Surrender and lapse amount / Policy amount in force at the beginning of the fiscal year x 4/3

	Nine Months Ended December 31, 2009	Nine Months Ended December 31, 2008
<b>Number of financial Institution agents</b>	<b>60 Banks, 5 Security Firms, 2 other agents</b>	<b>57 Banks, 3 Security Firms, 2 other agents</b>

\* Banks include trust banks and Shinkin (Credit Association) banks

# Quarterly trends: T&D Financial Life Individual Variable Annuities

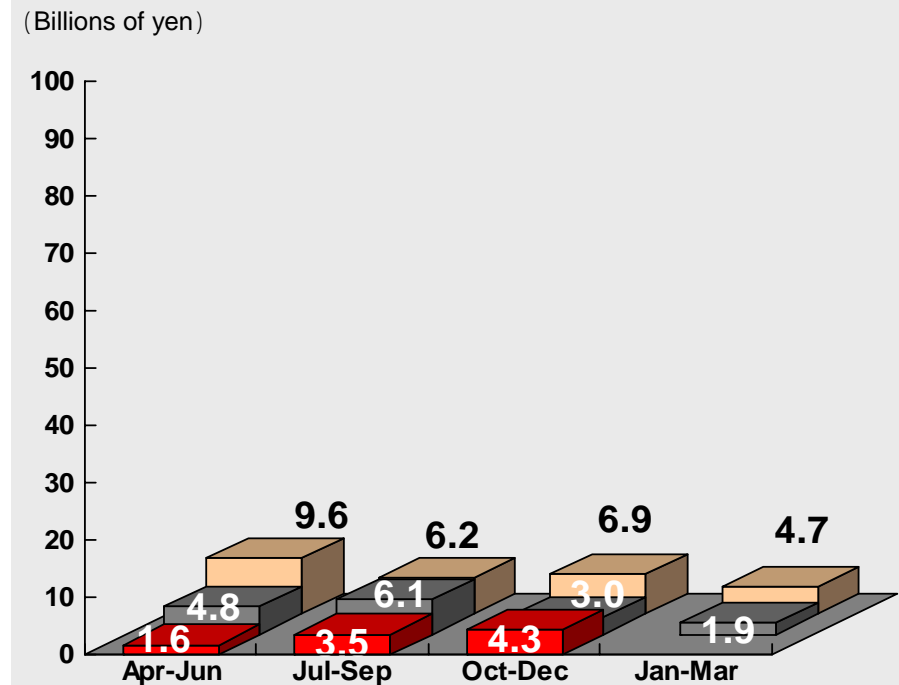
## Trends in New Policy Amount\*



<Quarterly results>

■ FY2009    ■ FY2008    ■ FY2007

## Trends in surrender and Lapse Amount

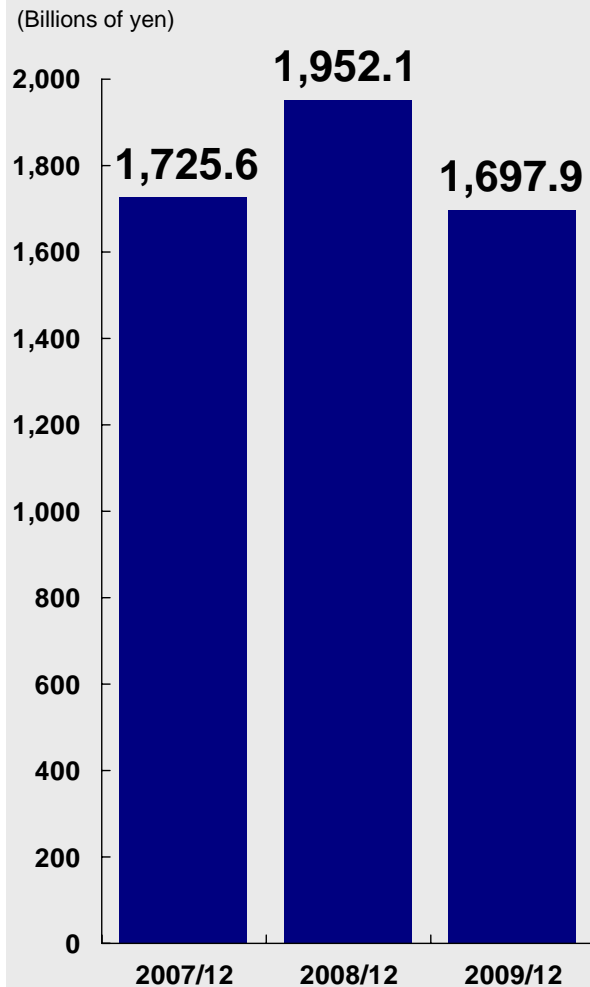


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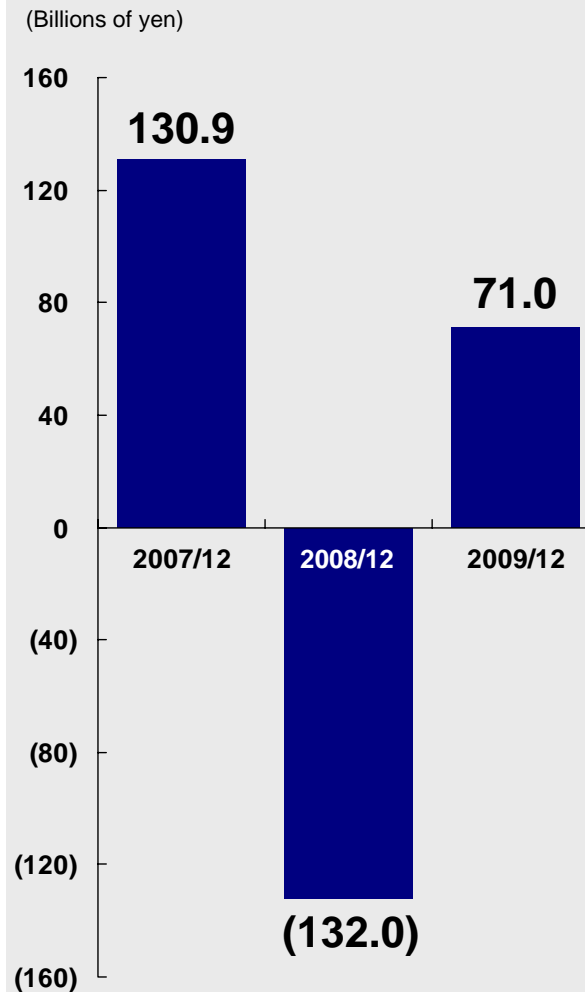
■ FY2009    ■ FY2008    ■ FY2007

# Consolidated Operation Results

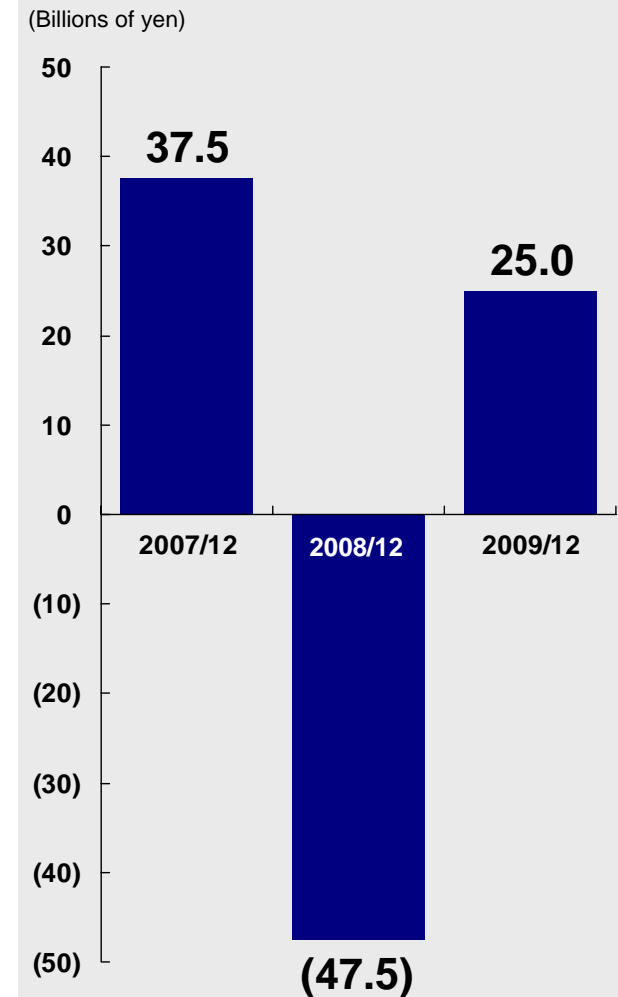
## Ordinary Revenues



## Ordinary Profit



## Net Income



# Consolidated Statements of Operations

(Billions of yen)

	Nine Months Ended December 31, 2009	Nine Months Ended December 31, 2008	Changes
<b>Ordinary revenues</b>	<b>1,697.9</b>	<b>1,952.1</b>	<b>(254.1)</b>
Income from insurance premiums	1,356.4	1,256.8	99.6
Investment income	286.9	320.3	(33.4)
Interest, dividends and income from real estate for rent	163.5	190.6	(27.0)
Gains on sales of securities	41.5	90.5	(49.0)
Gains on separate accounts, net	75.6	-	75.6
Other ordinary income	54.5	374.9	(320.3)
Reversal of policy reserve	-	311.2	(311.2)
<b>Ordinary expenses</b>	<b>1,626.9</b>	<b>2,084.1</b>	<b>(457.2)</b>
Insurance claims and other payments	1,254.7	1,394.8	(140.1)
Provision for policy and other reserves	65.7	0.6	65.0
Investment expenses	88.4	464.8	(376.4)
Losses from monetary trusts, net	21.8	-	21.8
Losses on sales of securities	14.0	181.3	(167.3)
Devaluation losses on securities	9.3	63.5	(54.2)
Other investment expenses	13.4	69.1	(55.6)
Operating expenses	158.3	160.3	(2.0)
Other ordinary expenses	59.7	63.4	(3.6)
<b>Ordinary profit (loss)</b>	<b>71.0</b>	<b>(132.0)</b>	<b>203.0</b>
<b>Net extraordinary gains (losses)</b>	<b>(11.7)</b>	<b>96.0</b>	<b>(107.8)</b>
<b>Provision for reserve for policyholder dividends</b>	<b>20.5</b>	<b>16.4</b>	<b>4.1</b>
<b>Income (Loss) before income taxes</b>	<b>38.6</b>	<b>(52.4)</b>	<b>91.0</b>
<b>Total income taxes</b>	<b>13.4</b>	<b>(4.9)</b>	<b>18.4</b>
<b>Net income (loss)</b>	<b>25.0</b>	<b>(47.5)</b>	<b>72.5</b>

-Daido: down ¥24.7 bn  
-Taiyo: up ¥79.3 bn  
-T&D Financial: up ¥44.9 bn

-Daido: down ¥30.1 bn, mainly due to a decrease in dividends from investment trusts  
-Taiyo: up ¥3.7 bn

-Daido: ¥10.7 bn [down ¥6.5 bn y-o-y]  
-Taiyo: ¥30.8 bn [down ¥42.3 bn y-o-y]

-Daido: down ¥61.0 bn  
-Taiyo: down ¥66.7 bn

-Daido: ¥1.4 bn [down ¥44.1 bn y-o-y]  
-Taiyo: ¥12.4 bn [down ¥123.0 bn y-o-y]

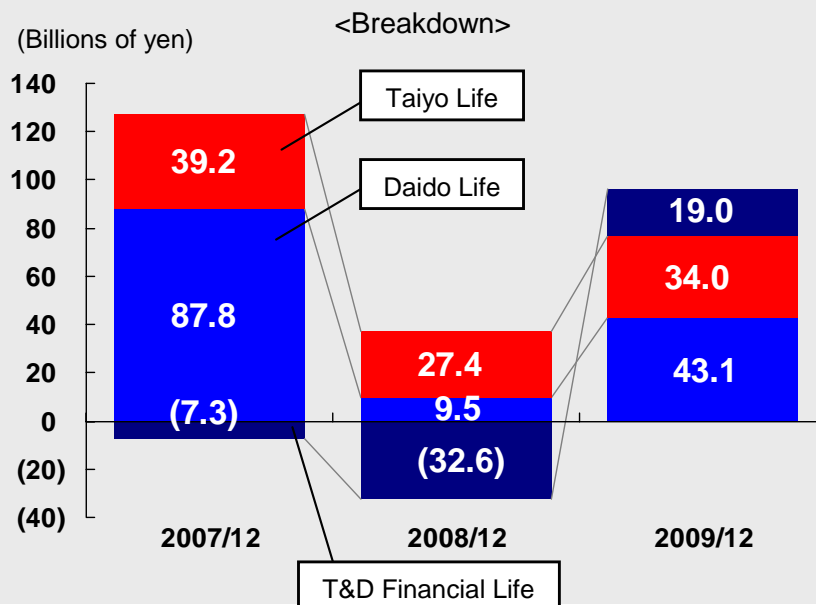
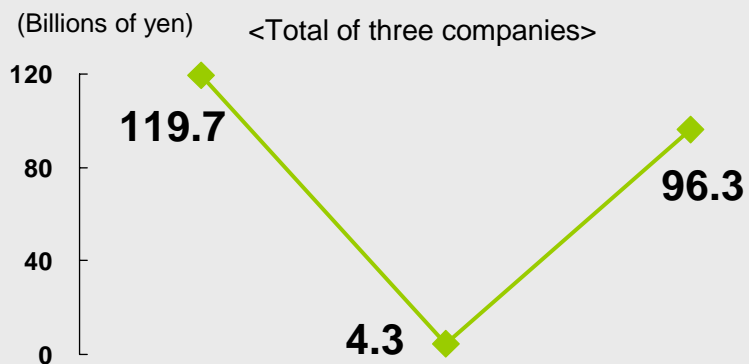
-Daido: ¥8.8 bn [down ¥23.1 bn y-o-y]  
-Taiyo: ¥0.5 bn [down ¥30.8 bn y-o-y]

-Daido: down ¥55.2 bn, due to a decrease in losses on sales of investment trusts

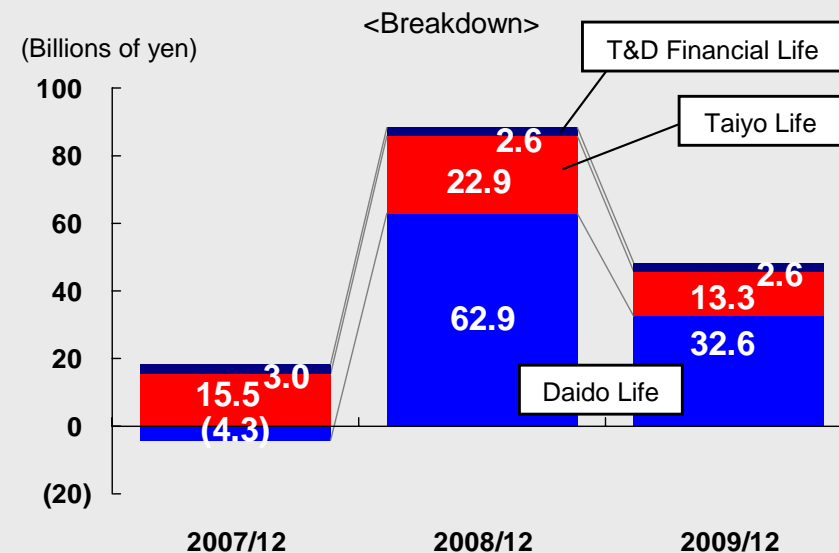
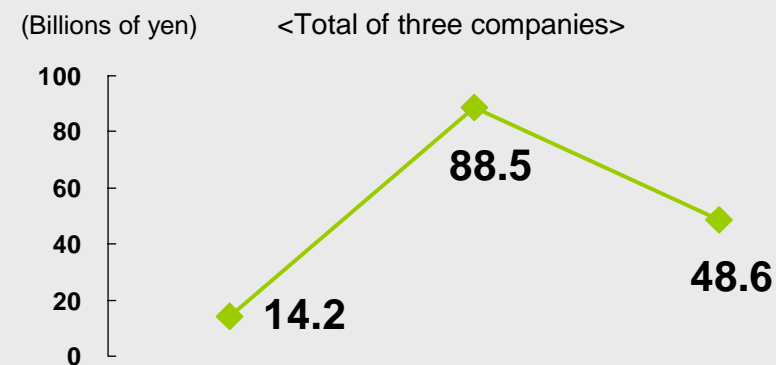
Including ¥11.4 bn for reserve for price fluctuations  
-Daido: ¥1.4 bn  
-Taiyo: ¥10.0 bn including excess amount of ¥8.5 bn as additional internal reserves

# Core Profit/Negative Spread

## Core Profit



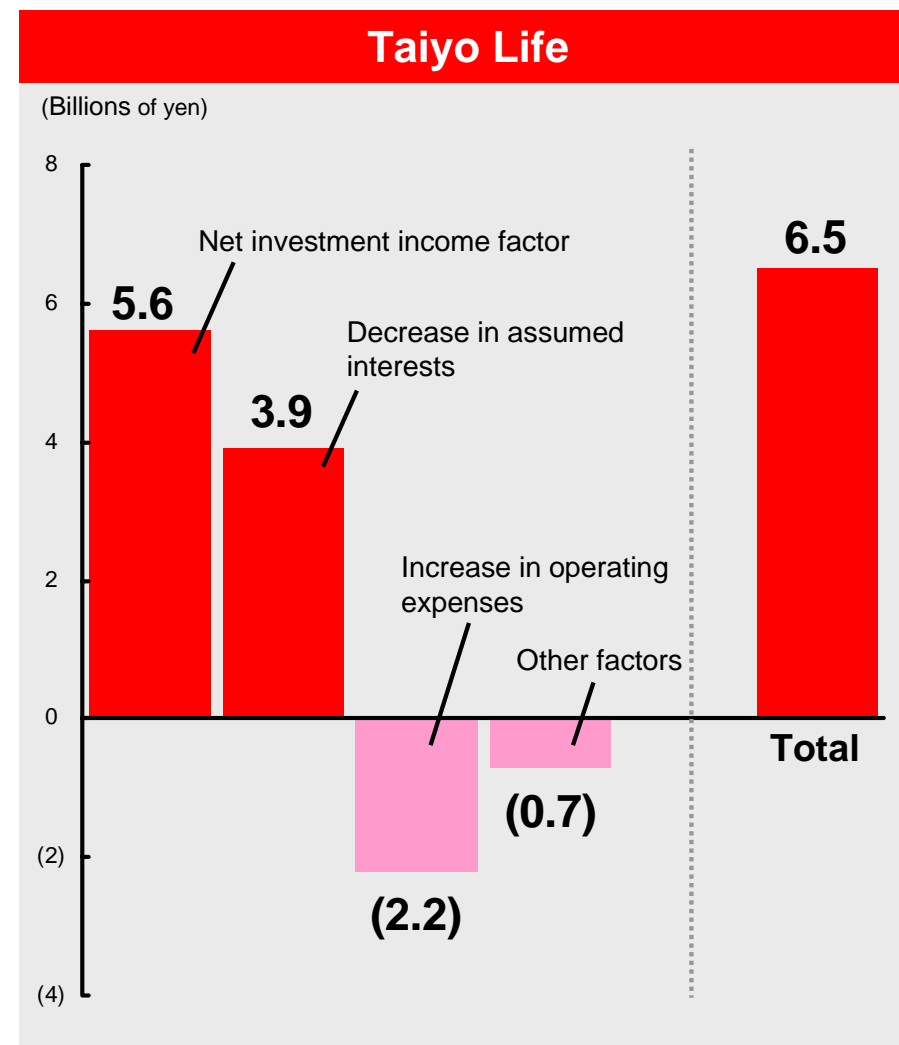
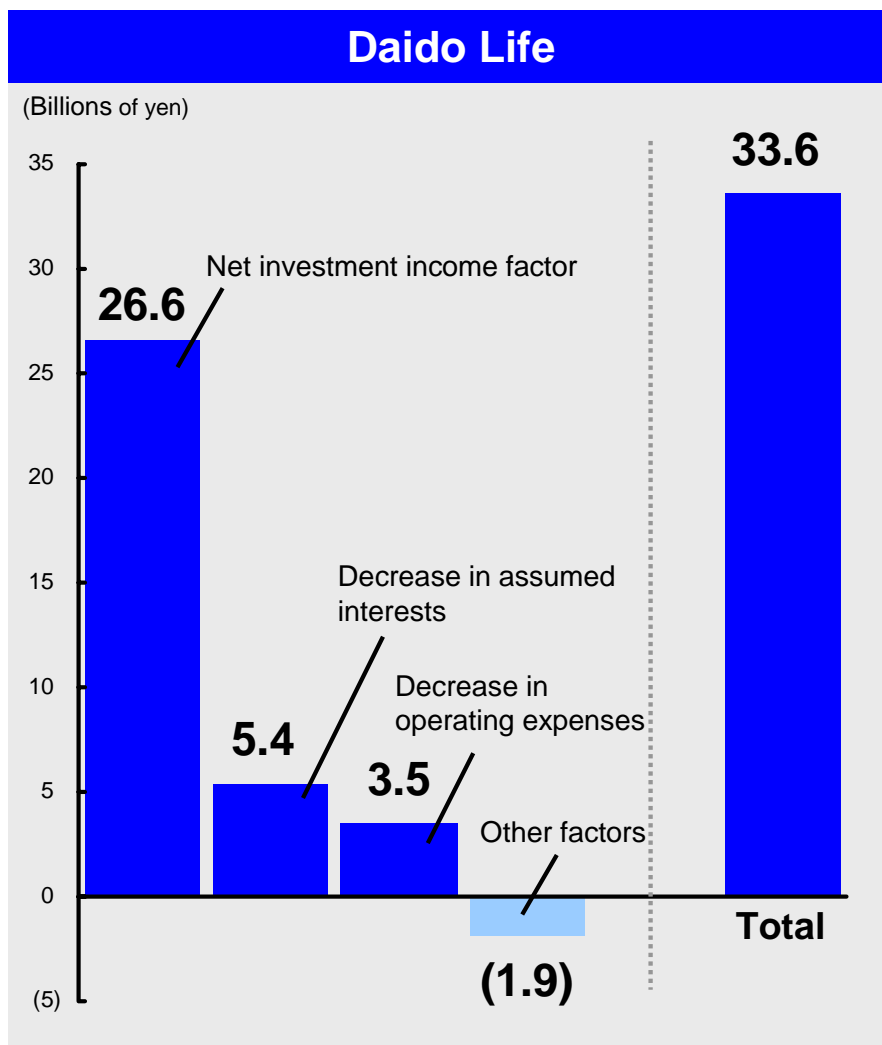
## Negative Spread



\* Daido Life's spread turned positive (4.3 billion yen) for 3Q2007.

# Factors for Increase/Decrease in Core Profit

## Factors for Increase/ Decrease in Core Profit for 3Q2009 (vs. 3Q2008)



# Consolidated Balance Sheets

(Billions of yen)

(Billions of yen)

	As of December 31, 2009	As of March 31, 2009	Changes
<b><u>Assets:</u></b>			
Cash and deposits, call loans	486.0	717.1	(231.1)
Monetary claims purchased	350.7	443.2	(92.4)
Monetary trusts	73.4	78.1	(4.6)
Securities	8,954.0	8,218.5	735.5
Loans	2,190.4	2,280.7	(90.3)
Tangible fixed assets	305.0	308.6	(3.5)
Intangible fixed assets	22.4	23.4	(1.0)
Other assets	157.0	191.7	(34.7)
Defferd tax assets	184.5	227.9	(43.4)
Reserve for possible loan losses	(4.2)	(2.6)	(1.5)
<b>Total assets</b>	<b>12,732.9</b>	<b>12,498.5</b>	<b>234.4</b>

	As of December 31, 2009	As of March 31, 2009	Changes
<b><u>Liabilities:</u></b>			
Total policy reserves	11,749.6	11,699.0	50.6
Policy reserve	11,545.5	11,480.4	65.1
Contingency reserve	153.8	147.6	6.1
Other liabilities	166.2	306.6	(140.4)
Debts	73.5	170.4	(96.8)
Reserve for price fluctuations	63.8	52.4	11.4
<b>Total liabilities</b>	<b>12,155.6</b>	<b>12,202.1</b>	<b>(46.5)</b>
<b><u>Net assets:</u></b>			
Total stockholders' equity	560.3	428.4	131.8
Common stock	207.1	147.6	59.4
Capital surplus	194.6	135.1	59.4
Retained earnings	159.5	146.6	12.9
Total valuation and translation adjustment	15.1	(133.8)	149.0
Net unrealized gains on securities	63.0	(86.2)	149.3
Land revaluation	(48.0)	(47.8)	(0.1)
<b>Total net assets</b>	<b>577.3</b>	<b>296.3</b>	<b>280.9</b>
<b>Total liabilities and net assets</b>	<b>12,732.9</b>	<b>12,498.5</b>	<b>234.4</b>

¥118.9 bn of capital increase in December 2009

# 3Q2009 Asset Management Review

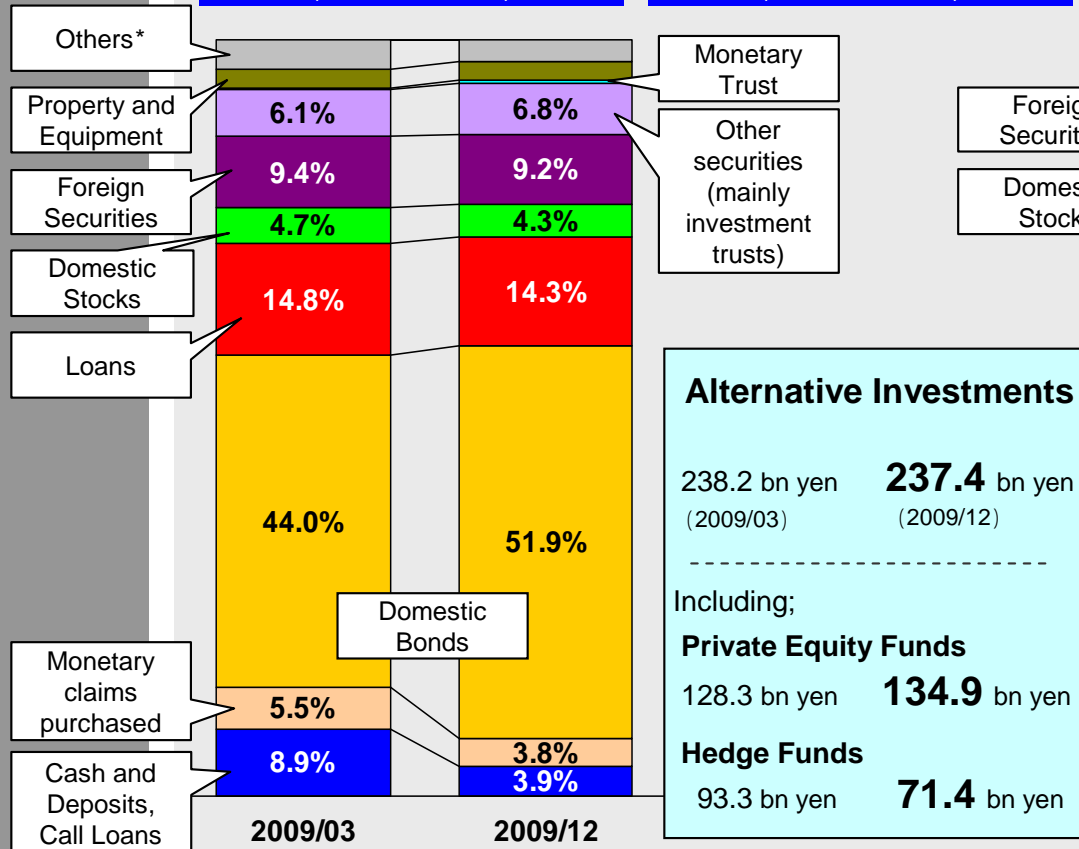
	Daido Life	Taiyo Life
<b>Domestic bonds</b>	Increased due to an increase in JGBs in group annuity segment	Decreased due to a shift to foreign bonds
<b>Foreign bonds</b>	Maintain the exposure as of FY2008 end	Increased due to a rise in overseas long-term interest rates
<b>Domestic stocks</b>	-Additional investment in foreign bonds when overseas long-term interest rates rose in the second half of December	Bought and sold, carefully watching the stock market
<b>Foreign stocks</b>	-Maintained the current exposure to domestic stocks since selling a part of them in 1H2009	
<b>Alternative Investment</b>	-Sold a part of hedge funds as previously scheduled -Selected private equity funds carefully to maintain the exposure as the same level of FY2008 end	-No new investment for neither hedge funds nor private equity funds -Sold a part of hedge funds

# General Account Assets Composition

## Daido Life

**Net Exposure to Domestic Stocks\*\***  
**8.4%**  
 (2009/03 8.3%)

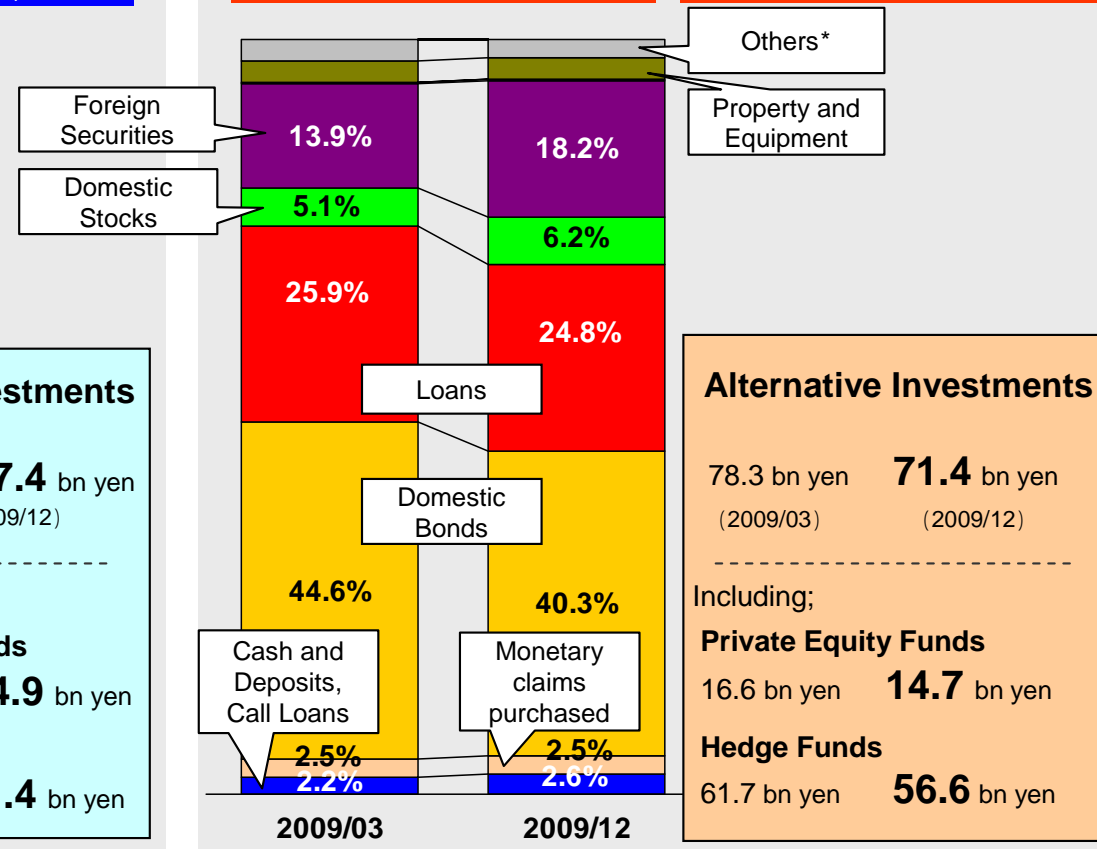
**Net Exposure to Foreign Currency\*\*\***  
**3.0%**  
 (2009/03 2.5%)



## Taiyo Life

**Net Exposure to Domestic Stocks\*\***  
**4.9%**  
 (2009/03 3.1%)

**Net Exposure to Foreign Currency\*\*\***  
**2.7%**  
 (2009/03 2.6%)



\*Others: Deferred Tax Assets, etc. \*\* Net exposure to domestic stocks adjusting the hedging position and including stocks held in monetary and investment trusts

\*\*\* Net foreign currency exposure adjusting for hedges \*\*\*\* Calculation of each net exposure is based on each company's method

# Unrealized Gains/Losses [General Account Assets]

Securities with market value

(Billions of yen)

	Daido Life		Taiyo Life		T&D Financial Life		Total		
	As of December 31, 2009	As of March 31, 2009	As of December 31, 2009	As of March 31, 2009	As of December 31, 2009	As of March 31, 2009	As of December 31, 2009	As of March 31, 2009	Changes
<b>Total</b>	<b>71.4</b>	<b>(52.6)</b>	<b>93.3</b>	<b>24.1</b>	<b>4.2</b>	<b>2.9</b>	<b>169.0</b>	<b>(25.4)</b>	<b>194.5</b>
Domestic bonds	42.7	7.0	50.3	38.4	4.1	2.9	97.2	48.5	48.6
Domestic stocks	44.2	35.9	63.5	8.6	-	-	107.7	44.6	63.0
Foreign securities	(3.3)	(18.5)	(22.3)	(23.2)	(0.0)	-	(25.7)	(41.7)	16.0
Bonds	2.1	(9.3)	(14.9)	(4.1)	-	-	(12.8)	(13.4)	0.6
Stocks, etc.	(5.5)	(9.1)	(7.4)	(19.1)	(0.0)	-	(12.9)	(28.3)	15.4
Other securities	(12.6)	(76.8)	0.3	(0.1)	0.0	-	(12.2)	(76.9)	64.7
Monetary claims purchased	0.4	(0.3)	1.4	0.3	-	-	1.9	(0.0)	1.9
Certificates of deposit	-	-	-	-	-	-	-	-	-
Monetary trusts	0.0	-	-	-	-	-	0.0	-	0.0
<b>Net unrealized gains/losses on real estate</b>	<b>30.2</b>	<b>30.3</b>	<b>21.4</b>	<b>22.3</b>	<b>-</b>	<b>-</b>	<b>51.7</b>	<b>52.7</b>	<b>(0.9)</b>

\* Unrealized gains/ losses on real estate for Daido Life and Taiyo Life is basically calculated based on the appraisal price, and as for less important properties, they are calculated based on the posted price.

# Financial Soundness, Adjusted Net Worth on EEV

(Billions of yen)

	As of December 31, 2009	As of March 31, 2009	Change
<b>Daido Life</b>			
Solvency margin ratio	1,072.5%	823.4%	249.1P
Adjusted net assets	584.2	447.9	136.2
Adjusted net worth on EEV	399.2	304.3	94.9
<b>Taiyo Life</b>			
Solvency margin ratio	1,016.6%	866.4%	150.2P
Adjusted net assets	411.3	330.4	80.9
Adjusted net worth on EEV	341.3	270.0	71.3
<b>T&amp;D Financial Life</b>			
Solvency margin ratio	711.3%	832.0%	(120.7P)
Adjusted net assets	94.2	87.1	7.0
Adjusted net worth on EEV	64.6	63.5	1.1

Due to an increase in unrealized gains as stock prices rose

Due to an increase in minimum guarantee risks as gained new policies

<b>Total of Three Insurance Companies</b>			
Adjusted net assets	1,089.8	865.5	224.2
Adjusted net worth on EEV	805.2	535.3	269.8

# Forecasts for the Year Ending March 31, 2010

- Full year forecasts remain unchanged as originally announced on May 19, 2009

## T&D Holdings' Consolidated Forecasts

(Billions of yen)

	Full Year Forecast	Nine Months Ended December 31, 2009	Progress Rate	(Ref.) Year Ended March 31, 2009
Ordinary revenues	2,010	1,697.9	84.5%	2,539.8
Ordinary profit	78	71.0	91.1%	(183.8)
Net income	18	25.0	139.2%	(89.0)

\* Forecast for shareholder dividends: 45 yen per share

## Total of Three Life Insurance Companies

(Billions of yen)

	Full Year Forecast	Nine Months Ended December 31, 2009	Progress Rate	(Ref.) Year Ended March 31, 2009
New policy amount	6,300	5,034.2	79.9%	5,991.0
Policy amount in force	57,550	57,859.5	** -	58,097.1
Income from insurance premiums	1,690	1,356.2	80.2%	1,654.3
Core profit	101	96.3	95.3%	(27.0)
Negative spread	50	48.6		153.7

\* New policy amount and policy amount in force include individual insurance and individual annuities. New policy amount Includes net increase from conversion.

\*\* Decreased 237.5 billion yen from the beginning of fiscal 2009

# [Reference] Forecasts for the Year Ending March 31, 2010



(Billions of yen)

	Daido Life			Taiyo Life			T&D Financial Life		
	Full Year Forecast	Nine Months Ended December 31, 2009	Year Ended March 31, 2009	Full Year Forecast	Nine Months Ended December 31, 2009	Year Ended March 31, 2009	Full Year Forecast	Nine Months Ended December 31, 2009	Year Ended March 31, 2009
Ordinary revenues	970	809.5	1,250.5	910	723.2	1,112.1	270	308.8	285.3
Income from insurance premiums	780	587.8	811.9	660	539.8	596.6	250	228.5	245.7
Ordinary profit	50	38.4	(93.3)	41	38.9	(63.6)	(14)	(6.4)	(26.8)
Core profit	55	43.1	(31.2)	50	34.0	45.0	(4)	19.0	(40.8)
Net income	17	15.8	(52.0)	11	14.1	(15.5)	(10)	(4.4)	(19.8)
New policy amount	3,860	2,727.1	3,761.6	2,200	2,053.6	2,013.1	240	208.4	216.2
Core product	3,720	2,655.0	3,627.0	-	-	-	180	207.6	216.2
Policy amount in force	37,740	37,509.1	38,621.8	17,680	18,115.4	17,355.2	2,130	2,235.0	2,120.0
Core product	34,420	34,096.8	35,105.5	-	-	-	820	925.5	674.9
Annualized premiums of total policies	640	668.1	664.8	600	604.5	613.0	170	169.5	134.6
Negative spread	30	32.6	129.8	17	13.3	20.2	3	2.6	3.6
Surrender and lapse rate	9.8%	10.57%	10.01%	7.5%	6.52%	7.25%	5.7%	5.27%	5.98%

\* New policy amount and policy amount in force include individual insurance and individual annuities. New policy amount includes net increase from conversion. Individual term life insurance and individual variable annuities are the core product for Daido Life and T&D Financial Life respectively.

# Appendix

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# Non-Consolidated Statements of Operations: Daido Life

(Billions of yen)

	Nine Months ended December 31, 2009	Nine Months ended December 31, 2008	Changes
<b>Ordinary revenues</b>	<b>809.5</b>	<b>929.4</b>	<b>(119.9)</b>
Income from insurance premiums	587.8	612.6	(24.7)
Individual term life insurance	390.9	410.7	(19.7)
Investment income	86.5	132.3	(45.7)
Interest, dividends and income from real estate for rent	65.5	95.6	(30.1)
Gains on investments in trading securities, net	4.1	-	4.1
Gains on sales of securities	10.7	17.3	(6.5)
Gains from derivatives, net	-	17.3	(17.3)
Other ordinary income	135.0	184.4	(49.3)
Reversal of policy reserve	123.8	174.6	(50.8)
<b>Ordinary expenses</b>	<b>771.0</b>	<b>1,007.8</b>	<b>(236.7)</b>
Insurance claims and other payments	642.5	703.5	(61.0)
Provision for policy and other reserves	0.5	0.5	(0.0)
Investment expenses	34.4	204.7	(170.3)
Losses on investments in trading securities, net	-	38.1	(38.1)
Devaluation losses on securities	8.8	32.0	(23.1)
Losses from derivatives, net	2.8	-	2.8
Write-off of loans	5.0	0.0	4.9
Other investment expenses	11.0	66.3	(55.2)
Operating expenses	81.7	87.1	(5.4)
Other ordinary expenses	11.8	11.7	0.1
<b>Ordinary profit</b>	<b>38.4</b>	<b>(78.3)</b>	<b>116.8</b>
<b>Net extraordinary gains (losses)</b>	<b>(1.5)</b>	<b>33.7</b>	<b>(35.2)</b>
<b>Provision for reserve for policyholder dividends</b>	<b>10.6</b>	<b>7.9</b>	<b>2.7</b>
<b>Income (Loss) before income taxes</b>	<b>26.2</b>	<b>(52.6)</b>	<b>78.8</b>
<b>Total income taxes</b>	<b>10.3</b>	<b>(14.5)</b>	<b>24.9</b>
<b>Net income (loss)</b>	<b>15.8</b>	<b>(38.0)</b>	<b>53.9</b>

Group annuities: down ¥23.4 bn

Includes;  
-Dividends from investment trusts: down ¥18.1 bn  
-Dividends from private equity funds: down  
¥4.9 bn  
-Interest from deposit: down ¥2.8 bn

Increase in income from hedge funds

Includes [y-o-y increase/decrease];  
-Foreign exchange forward contracts-related:  
¥(5.8) bn [up ¥12.3 bn]  
-Stock-related: ¥9.0 bn [up ¥7.3 bn]

Group annuities: down ¥60.6 bn

Includes [y-o-y increase/decrease];  
-Foreign securities: ¥3.8 bn [down ¥0.6 bn]  
-Monetary claims purchased: ¥2.0 bn [up ¥2.0 bn]  
-Domestic bonds: ¥1.6 bn [down ¥0.0 bn]  
-Domestic stocks: ¥0.8 bn [down ¥12.7 bn]  
-Other securities : ¥0.3 bn [down ¥11.8 bn]

Losses on sales of investment trust: ¥3.3 bn  
[down ¥56.1 bn y-o-y]

Provision for reserve for price fluctuations: ¥1.4  
bn

# Non-Consolidated Statements of Operations: Taiyo Life

(Billions of yen)

	Nine Months ended December 31, 2009	Nine Months ended December 31, 2008	Changes
<b>Ordinary revenues</b>	<b>723.2</b>	<b>856.0</b>	<b>(132.8)</b>
Income from insurance premiums	539.8	460.4	79.3
Investment income	128.3	166.6	(38.2)
Interest, dividends and income from real estate for rent	96.6	92.9	3.7
Gains on sales of securities	30.8	73.2	(42.3)
Other ordinary income	55.0	228.9	(173.9)
Reversal of policy reserve	34.2	199.8	(165.5)
<b>Ordinary expenses</b>	<b>684.2</b>	<b>895.8</b>	<b>(211.5)</b>
Insurance claims and other payments	557.8	624.6	(66.7)
Provision for policy and other reserves	0.0	0.0	(0.0)
Investment expenses	30.9	174.4	(143.5)
Losses on sales of securities	12.4	135.4	(123.0)
Devaluation losses on securities	0.5	31.3	(30.8)
Losses from derivatives, net	12.0	0.8	11.1
Operating expenses	61.6	59.3	2.2
Other ordinary expenses	33.7	37.3	(3.5)
<b>Ordinary profit</b>	<b>38.9</b>	<b>(39.7)</b>	<b>78.7</b>
<b>Net extraordinary gains (losses)</b>	<b>(10.2)</b>	<b>62.3</b>	<b>(72.6)</b>
<b>Provision for reserve for policyholder dividends</b>	<b>9.9</b>	<b>8.5</b>	<b>1.4</b>
<b>Income before income taxes</b>	<b>18.7</b>	<b>14.0</b>	<b>4.6</b>
<b>Total income taxes</b>	<b>4.5</b>	<b>13.0</b>	<b>(8.5)</b>
<b>Net Income</b>	<b>14.1</b>	<b>1.0</b>	<b>13.1</b>

Includes;  
- Individual insurance and annuities: up ¥14.9 bn  
- Group annuities: up ¥63.4 bn

Includes;  
- Interests from foreign bonds: up ¥7.5 bn  
- Interests from domestic bonds: down ¥1.9 bn  
- Dividends from domestic and foreign stocks: down ¥2.6 bn

Includes [y-o-y increase/decrease];  
- Domestic stocks: ¥12.1 bn [down ¥28.4 bn]  
- Foreign securities: ¥11.2 bn [down ¥2.9 bn]

Includes;  
- Individual insurance and annuities: down ¥30.7 bn  
- Group annuities: down ¥36.0 bn

Includes [y-o-y increase/decrease];  
- Foreign securities: ¥6.6 bn [down ¥62.4 bn]  
- Domestic stocks: ¥2.9 bn [down ¥61.6 bn]  
- Domestic bonds: ¥2.8 bn [up ¥1.0 bn]

Includes [y-o-y increase/decrease];  
- Foreign exchange forward contracts-related: ¥4.8 bn [up ¥4.1 bn]  
- Stock-related: ¥7.1 bn [up ¥7.0 bn]

Includes provision for reserve for price fluctuations of ¥10.0 bn including excess amount of additional reserves of ¥8.5 bn

# Non-Consolidated Statements of Operations: T&D Financial Life



(Billions of yen)

	Nine Months ended December 31, 2009	Nine Months ended December 31, 2008	Changes
<b>Ordinary revenues</b>	<b>308.8</b>	<b>220.8</b>	<b>87.9</b>
Income from insurance premiums	228.5	183.6	44.9
Individual variable annuities	208.0	162.6	45.3
Investment income	73.7	28.8	44.9
Interest, dividends and income from real estate for rent	2.9	3.1	(0.2)
Gains from monetary trusts, net	-	25.6	(25.6)
Gains on separate accounts, net	70.8	-	70.8
Other ordinary income	6.5	8.4	(1.9)
<b>Ordinary expenses</b>	<b>315.2</b>	<b>236.8</b>	<b>78.4</b>
Insurance claims and other payments	54.2	66.6	(12.4)
Provision for policy and other reserves	224.0	64.2	159.8
Provision (reversal) for policy reserve relating to minimum guarantee risks	(20.2)	40.1	(60.3)
Investment expenses	22.0	91.6	(69.6)
Losses from monetary trusts, net	21.8	-	21.8
Losses on separate accounts, net	-	91.1	(91.1)
Operating expenses	12.9	12.1	0.8
Other ordinary expenses	2.0	2.1	(0.1)
<b>Ordinary profit (loss)</b>	<b>(6.4)</b>	<b>(15.9)</b>	<b>9.5</b>
<b>Net extraordinary gains (losses)</b>	<b>0.0</b>	<b>(0.0)</b>	<b>0.0</b>
<b>Provision (reversal) for reserve for policyholder dividends</b>	<b>(0.0)</b>	<b>0.0</b>	<b>(0.0)</b>
<b>Income (Loss) before income taxes</b>	<b>(6.3)</b>	<b>(15.9)</b>	<b>9.5</b>
<b>Total income taxes</b>	<b>(1.8)</b>	<b>(4.6)</b>	<b>2.7</b>
<b>Net income (loss)</b>	<b>(4.4)</b>	<b>(11.2)</b>	<b>6.8</b>

-A recovery of stock market: ¥(28.5) bn  
-Gained new policies: ¥8.3 bn

# Non-Consolidated Balance Sheets: Daido Life



(Billions of yen)

	As of December 31, 2009	As of March 31, 2009	Changes
<b>Assets</b>			
Cash and deposits, call loans	209.5	489.0	(279.5)
Monetary claims purchased	205.2	297.8	(92.5)
Monetary trusts	22.9	13.5	9.4
Securities	3,950.3	3,521.2	429.0
Domestic bonds	2,824.6	2,401.9	422.6
Domestic stocks	246.4	262.8	(16.3)
Foreign securities	506.7	519.4	(12.7)
Other securities	372.4	336.9	35.5
Loans	773.2	801.7	(28.4)
Tangible fixed assets	139.0	140.7	(1.6)
Intangible fixed assets	6.4	7.4	(1.0)
Other assets	46.4	75.1	(28.7)
Deferred tax assets	102.0	123.7	(21.6)
Reserve for possible loan losses	(2.1)	(0.8)	(1.3)
<b>Total assets</b>	<b>5,454.5</b>	<b>5,471.1</b>	<b>(16.6)</b>

(Billions of yen)

	As of December 31, 2009	As of March 31, 2009	Changes
<b>Liabilities</b>			
Total policy reserves	4,969.3	5,106.8	(137.5)
Policy reserve	4,835.3	4,959.1	(123.8)
Contingency reserve	52.1	53.2	(1.0)
Reserve for price fluctuations	43.4	42.0	1.4
<b>Total liabilities</b>	<b>5,144.0</b>	<b>5,285.2</b>	<b>(141.1)</b>
<b>Net assets</b>			
Total stockholders' equity	281.3	271.5	9.7
Common stock	110.0	110.0	-
Capital surplus	35.0	35.0	-
Retained earnings	136.2	126.5	9.7
Total valuation and translation adjustments	29.1	(85.6)	114.8
Net unrealized gains on securities	28.9	(86.0)	115.0
<b>Total net assets</b>	<b>310.4</b>	<b>185.9</b>	<b>124.5</b>
<b>Total liabilities and net assets</b>	<b>5,454.5</b>	<b>5,471.1</b>	<b>(16.6)</b>

-Domestic bonds: increased due to an increase in JGBs in group annuity segment  
 -Domestic stocks: decreased due to selling off the stocks while rising in fair value  
 -Foreign securities: decreased due to selling off the hedge funds while rising in fair value  
 -Other securities: increased due to a rise in fair value while selling off the investment trusts

# Non-Consolidated Balance Sheets: Taiyo Life



(Billions of yen)

	As of December 31, 2009	As of March 31, 2009	Changes
<b><u>Assets</u></b>			
Cash and deposits, call loans	153.0	126.2	26.8
Monetary claims purchased	145.4	145.3	0.1
Securities	3,746.1	3,675.6	70.4
Domestic bonds	2,328.4	2,572.5	(244.0)
Domestic stocks	358.7	292.8	65.9
Foreign securities	1,054.7	805.5	249.1
Other securities	4.1	4.7	(0.5)
Loans	1,429.6	1,493.8	(64.1)
Tangible fixed assets	161.6	162.4	(0.7)
Intangible fixed assets	12.4	12.4	(0.0)
Other assets	68.9	71.0	(2.1)
Deferred tax assets	64.3	85.5	(21.2)
Reserve for possible loan losses	(1.8)	(1.6)	(0.1)
<b>Total assets</b>	<b>5,779.9</b>	<b>5,771.1</b>	<b>8.7</b>

-Domestic bonds: decreased mainly due to the shift to foreign bonds  
 -Domestic stocks: mainly due to a rise in fair value  
 -Foreign securities: mainly due to an increase in foreign bonds

(Billions of yen)

	As of December 31, 2009	As of March 31, 2009	Changes
<b><u>Liabilities</u></b>			
Total policy reserves	5,442.6	5,477.3	(34.6)
Policy reserve	5,377.6	5,411.8	(34.2)
Contingency reserve	77.3	76.8	0.4
Subordinated bonds	14.0	-	14.0
Other liabilities	67.9	90.4	(22.5)
Subordinated payable	36.0	35.0	1.0
Reserve for price fluctuations	20.0	10.0	10.0
<b>Total liabilities</b>	<b>5,592.5</b>	<b>5,625.4</b>	<b>(32.8)</b>
<b><u>Net assets</u></b>			
Total stockholders' equity	200.9	192.6	8.2
Common stock	62.5	62.5	-
Capital surplus	62.5	62.5	-
Retained earnings	75.9	67.6	8.2
Total valuation and translation adjustments	(13.5)	(46.9)	33.4
Net unrealized gains on securities	34.4	0.9	33.5
Land revaluation	(48.0)	(47.8)	(0.1)
<b>Total net assets</b>	<b>187.4</b>	<b>145.7</b>	<b>41.6</b>
<b>Total liabilities and net assets</b>	<b>5,779.9</b>	<b>5,771.1</b>	<b>8.7</b>

# Non-Consolidated Balance Sheets: T&D Financial Life



(Billions of yen)

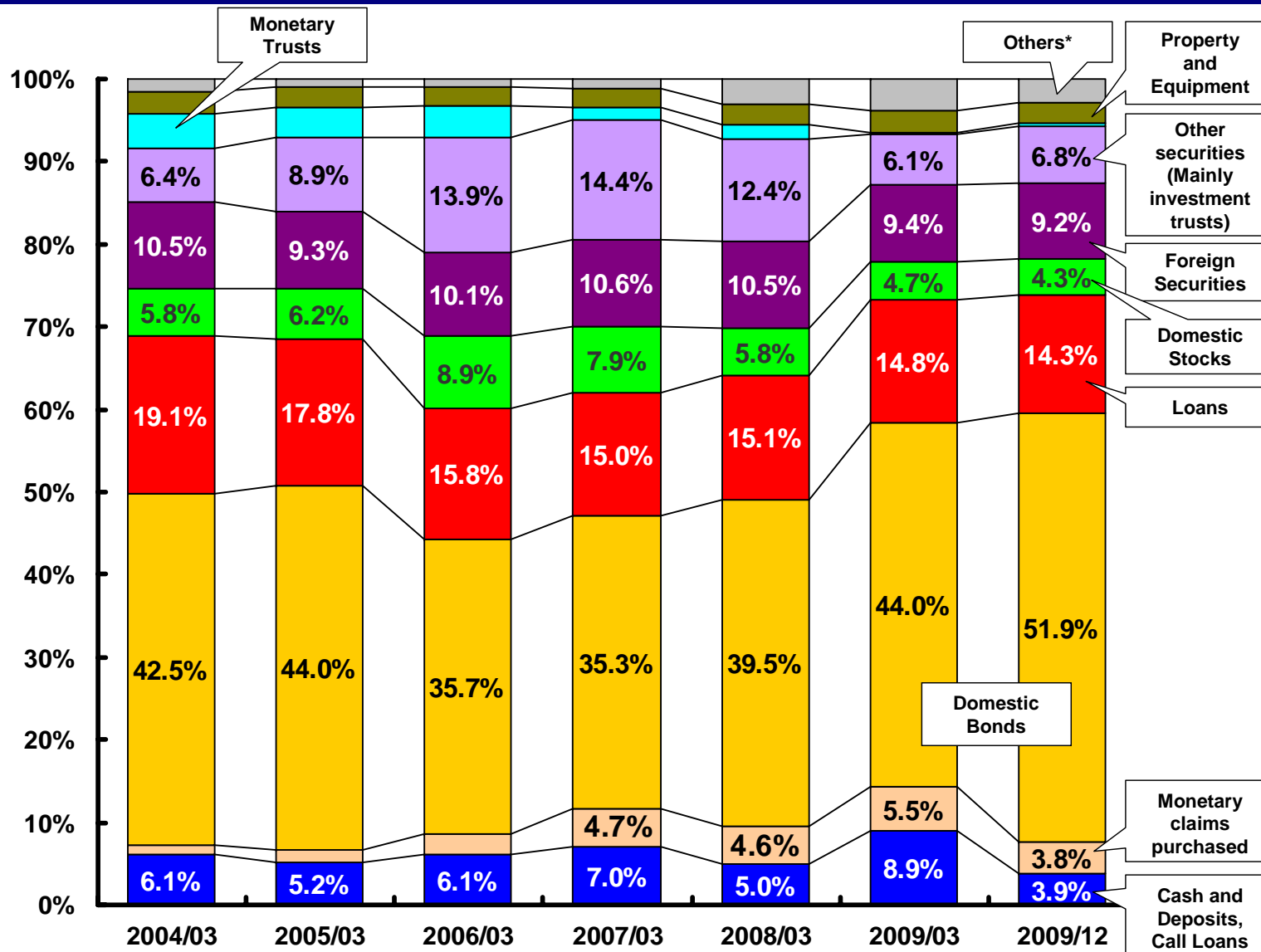
	As of December 31, 2009	As of March 31, 2009	Changes
<b><u>Assets</u></b>			
Cash and deposits, call loans	38.0	43.0	(5.0)
Monetary trusts	50.5	64.6	(14.0)
Securities	1,259.5	1,024.4	235.1
Domestic bonds	368.0	378.5	(10.5)
Domestic stocks	0.8	0.6	0.1
Foreign securities	1.7	1.7	(0.0)
Other securities	889.0	643.5	245.5
Loans	6.4	6.6	(0.1)
Tangible fixed assets	0.2	0.2	(0.0)
Intangible fixed assets	2.0	2.0	(0.0)
Other assets	5.6	3.4	2.1
Deferred tax assets	16.3	16.5	(0.1)
Reserve for possible loan losses	(0.0)	(0.0)	0.0
<b>Total assets</b>	<b>1,390.8</b>	<b>1,171.1</b>	<b>219.7</b>

(Billions of yen)

	As of December 31, 2009	As of March 31, 2009	Changes
<b><u>Liabilities</u></b>			
Total policy reserves	1,336.7	1,113.0	223.6
Policy reserve	1,331.7	1,107.6	224.0
Contingency reserve	24.2	17.5	6.7
Reserve for price fluctuations	0.4	0.4	(0.0)
<b>Total liabilities</b>	<b>1,347.7</b>	<b>1,124.0</b>	<b>223.6</b>
<b><u>Net assets</u></b>			
Total stockholders' equity	43.8	48.2	(4.4)
Common stock	56.0	56.0	-
Capital surplus	46.0	46.0	-
Retained earnings	(58.1)	(53.7)	(4.4)
Total valuation and translation adjustments	(0.6)	(1.2)	0.6
Net unrealized gains on securities	(0.6)	(1.2)	0.6
<b>Total net assets</b>	<b>43.1</b>	<b>47.0</b>	<b>(3.8)</b>
<b>Total liabilities and net assets</b>	<b>1,390.8</b>	<b>1,171.1</b>	<b>219.7</b>

Due to an increase in investment trusts reflecting a growth of policies for individual variable annuities

# General Account Assets Composition: Daido Life

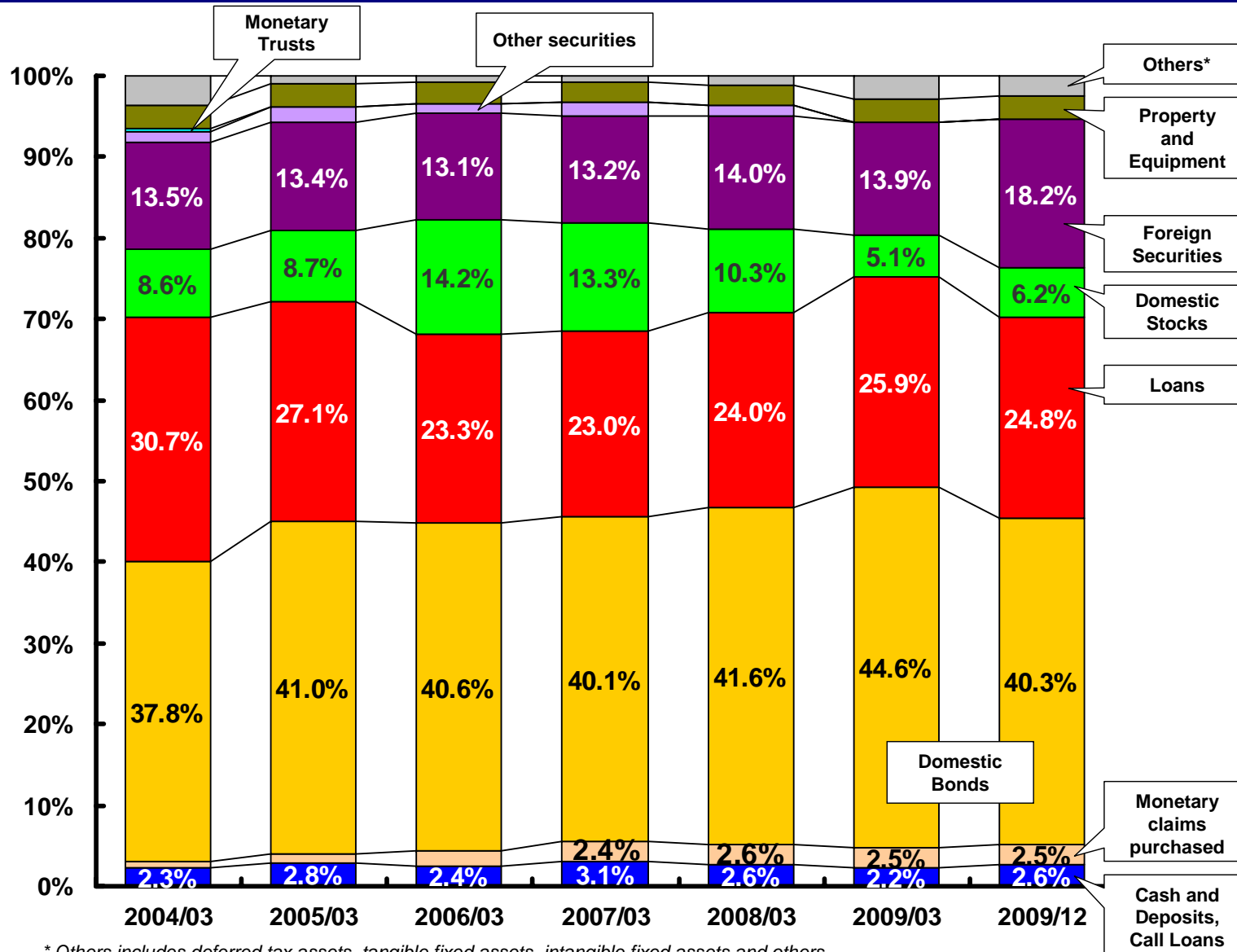


**Net Exposure to Domestic Stocks \*\***  
**8.4%**  
 (2009/03 8.3%)  
 (2008/03 14.5%)

**Net Exposure to Foreign Currency \*\*\***  
**3.0%**  
 (2009/03 2.5%)  
 (2008/03 3.4%)

\* Others includes deferred tax assets, tangible fixed assets, intangible fixed assets and others.  
 \*\* Net exposure to domestic stocks adjusting the hedging position and including investment trusts  
 \*\*\* Net foreign currency exposure adjusting for hedges

# General Account Assets Composition: Taiyo Life



**Net Exposure to Domestic Stocks \*\***  
**4.9%**  
(2009/03 3.1%)  
(2008/03 10.9%)

**Net Exposure to Foreign Currency \*\*\***  
**2.7%**  
(2009/03 2.6%)  
(2008/03 5.2%)

\* Others includes deferred tax assets, tangible fixed assets, intangible fixed assets and others.

\*\* Net exposure to domestic stocks adjusting the hedging position and including investment trusts

\*\*\* Net foreign currency exposure adjusting for hedges

# Breakdown of Foreign Securities and Other Securities

(Billions of yen)

	Daido Life			Taiyo Life		
	As of Dec 31, 2009	As of March 31, 2009	Changes	As of Dec 31, 2009	As of March 31, 2009	Changes
<b>Foreign securities</b>	<b>498.7</b>	<b>512.5</b>	<b>(13.8)</b>	<b>1,052.8</b>	<b>804.1</b>	<b>248.7</b>
Foreign bonds	171.8	158.7	13.0	824.0	575.9	248.1
Foreign stocks and others*	326.8	353.7	(26.8)	228.8	228.1	0.6
Hedge funds	71.4	93.3	(21.9)	56.6	61.7	(5.0)
Private equity funds	120.9	113.7	7.1	12.1	14.0	(1.9)
<b>Other securities</b>	<b>366.1</b>	<b>331.3</b>	<b>34.8</b>	<b>4.1</b>	<b>4.7</b>	<b>(0.5)</b>
Domestic investment trusts	338.6	305.4	33.1	-	0.9	(0.9)
REIT	2.8	3.3	(0.5)	-	-	-
Others	27.5	25.8	1.6	4.1	3.7	0.4
Private equity funds	13.7	14.3	(0.5)	2.6	2.5	0.0

\* Foreign stocks and others excluding hedge funds and private equities for Daido and Taiyo are mainly described as below: The domestic bank's preferred securities issued by overseas SPC

# Breakdown of Foreign Securities (Foreign Bonds)

(Billions of yen)

	<b>Daido Life</b> (As of December 31, 2009)		<b>Taiyo Life</b> (As of December 31, 2009)	
<b>Government bonds</b>	<b>36.8</b>	<b>21.4%</b>	<b>726.5</b>	<b>88.2%</b>
BBB and above	36.8	21.4%	726.5	88.2%
<b>Supranational bonds</b>	<b>3.2</b>	<b>1.9%</b>	<b>46.2</b>	<b>5.6%</b>
BBB and above	3.2	1.9%	46.2	5.6%
<b>Government-related organizations' bond and public entities' bond</b>	<b>0.2</b>	<b>0.2%</b>	<b>40.4</b>	<b>4.9%</b>
BBB and above	0.2	0.2%	40.4	4.9%
<b>Municipal bonds</b>	-	-	-	-
BBB and above	-	-	-	-
<b>Corporate bonds</b>	<b>131.4</b>	<b>76.5%</b>	<b>10.8</b>	<b>1.3%</b>
BBB and above	131.0	76.3%	10.8	1.3%
<b>Total</b>	<b>171.8</b>	<b>100.0%</b>	<b>824.0</b>	<b>100.0%</b>

\* BBB and above are categorized according to the each company's standard.

# Breakdown of Devaluation Losses on Securities

(Billions of yen)

	Daido Life (Nine Months ended Dec. 31, 2009)	Taiyo Life (Nine Months ended Dec. 31, 2009)
<b>Domestic bonds</b>	<b>1.6</b>	-
<b>Domestic stocks</b>	<b>0.8</b>	<b>0.5</b>
<b>Foreign securities</b>	<b>3.8</b>	-
Foreign bonds	-	-
Foreign stocks and others	<b>3.8</b>	-
Private equity funds	<b>3.8</b>	-
<b>Other securities</b>	<b>0.3</b>	-
Domestic investment trusts	-	-
REIT	-	-
Others	<b>0.3</b>	-
Private equity funds	<b>0.3</b>	-
<b>Monetary claims purchased</b>	<b>2.0</b>	-
<b>Total</b>	<b>8.8</b>	<b>0.5</b>

# Unrealized Gains/Losses (General Account): Daido Life



\*Securities with market value

(Billions of yen)

	Net Unrealized gains/losses on Held-to-maturity securities		Net Unrealized gains/losses on Available-for-sale securities		Total		
	As of Dec 31, 2009	As of March 31, 2009	As of Dec 31, 2009	As of March 31, 2009	As of Dec 31, 2009	As of March 31, 2009	Changes
<b>Total</b>	<b>1.9</b>	<b>(0.0)</b>	<b>69.5</b>	<b>(52.5)</b>	<b>71.4</b>	<b>(52.6)</b>	<b>124.0</b>
Domestic Bonds	1.9	(0.0)	40.7	7.1	42.7	7.0	35.6
Domestic Stocks	-	-	44.2	35.9	44.2	35.9	8.2
Foreign Securities	-	-	(3.3)	(18.5)	(3.3)	(18.5)	15.1
Bonds	-	-	2.1	(9.3)	2.1	(9.3)	11.4
Stocks, etc.	-	-	(5.5)	(9.1)	(5.5)	(9.1)	3.6
Other Securities	-	-	(12.6)	(76.8)	(12.6)	(76.8)	64.2
Monetary Claims Purchased	-	-	0.4	(0.3)	0.4	(0.3)	0.7
Monetary Trusts	-	-	0.0	-	0.0	-	0.0
<b>Net Unrealized Gains/Losses on Real Estate</b>					<b>30.2</b>	<b>30.3</b>	<b>(0.0)</b>

\*Net unrealized gains/ losses on real estate is basically calculated based on the appraisal price.

\*\*Less important properties are calculated based on the posted price.

# Unrealized Gains/Losses (General Account): Taiyo Life

\*Securities with market value

(Billions of yen)

	Net Unrealized gains/losses on Held-to-maturity securities		Net Unrealized gains/losses on Policy-reserve-matching bonds		Net Unrealized gains/losses on Available-for-sale securities		Total		
	As of Dec 31, 2009	As of March 31, 2009	As of Dec 31, 2009	As of March 31, 2009	As of Dec 31, 2009	As of March 31, 2009	As of Dec 31, 2009	As of March 31, 2009	Changes
<b>Total</b>	<b>5.6</b>	<b>2.5</b>	<b>30.7</b>	<b>16.9</b>	<b>56.9</b>	<b>4.6</b>	<b>93.3</b>	<b>24.1</b>	<b>69.2</b>
Domestic Bonds	4.1	2.0	30.7	16.9	15.4	19.4	50.3	38.4	11.8
Domestic Stocks	-	-	-	-	63.5	8.6	63.5	8.6	54.8
Foreign Securities	-	-	-	-	(22.3)	(23.2)	(22.3)	(23.2)	0.8
Bonds	-	-	-	-	(14.9)	(4.1)	(14.9)	(4.1)	(10.8)
Stocks, etc.	-	-	-	-	(7.4)	(19.1)	(7.4)	(19.1)	11.7
Other Securities	-	-	-	-	0.3	(0.1)	0.3	(0.1)	0.4
Monetary Claims Purchased	1.4	0.4	-	-	0.0	(0.1)	1.4	0.3	1.1
Monetary Trusts	-	-	-	-	-	-	-	-	-
<b>Net Unrealized Gains/Losses on Real Estate</b>							<b>21.4</b>	<b>22.3</b>	<b>(0.8)</b>

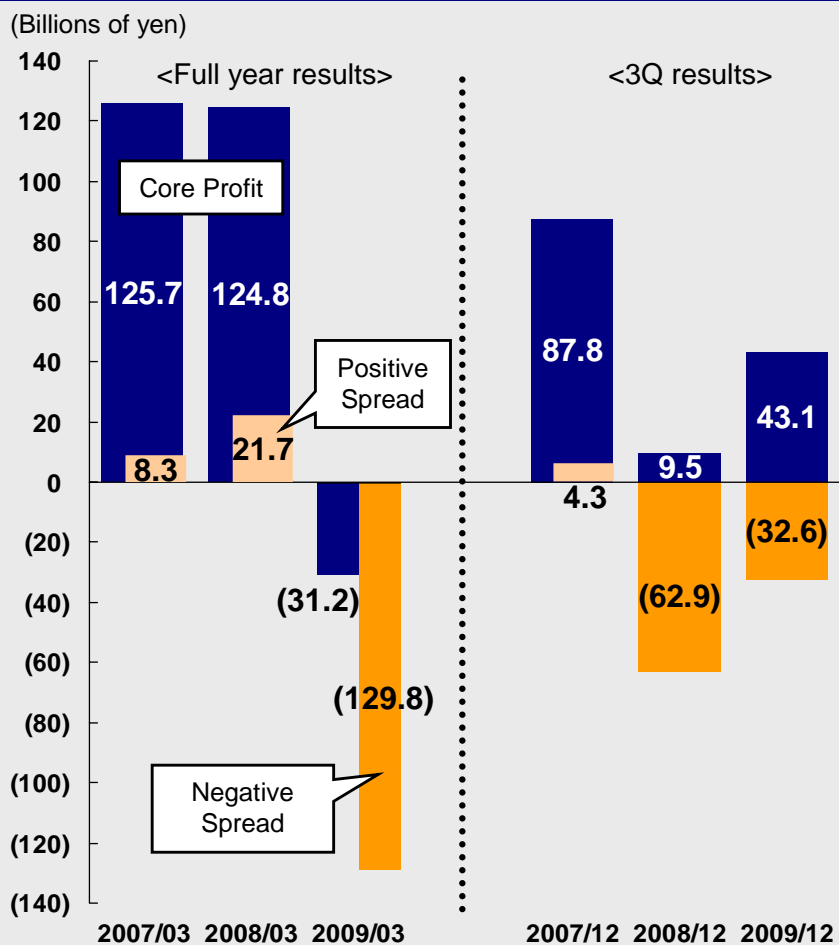
\*Net unrealized gains/ losses on real estate is basically calculated based on the appraisal price.

\*\*Less important properties are calculated based on the posted price.

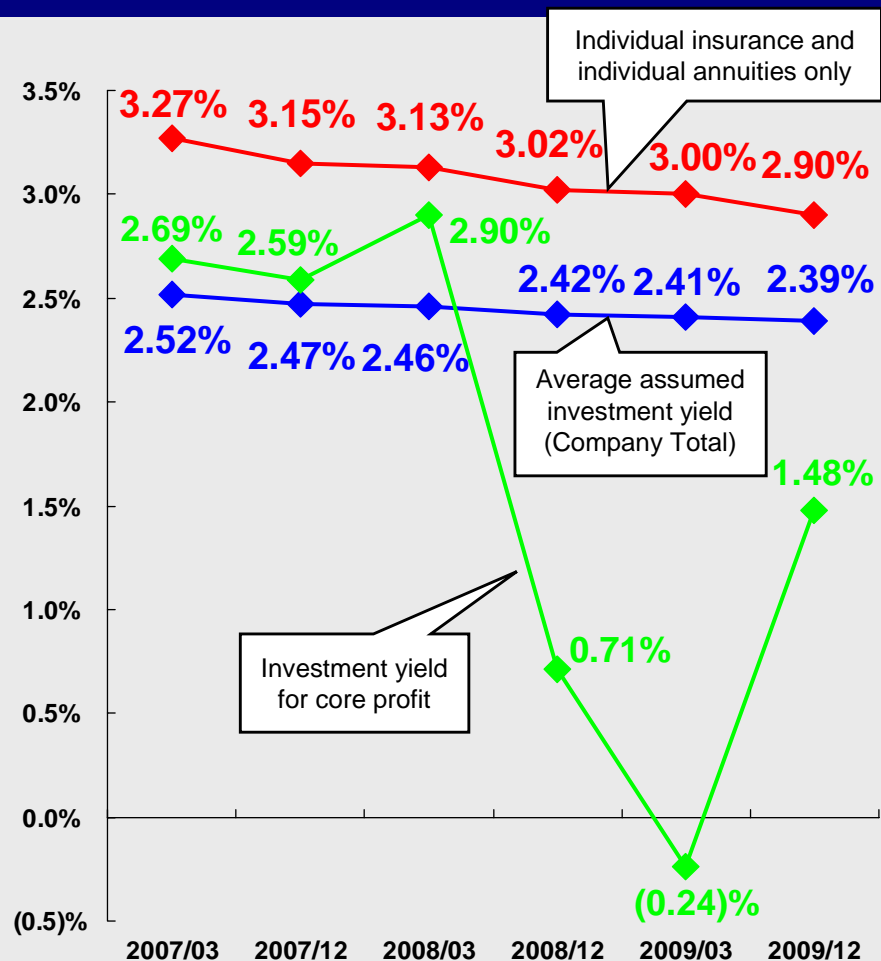
# Core Profit/Negative Spread, Average Assumed Investment Yield: Daido Life



## Amount of Core Profit and Negative Spread

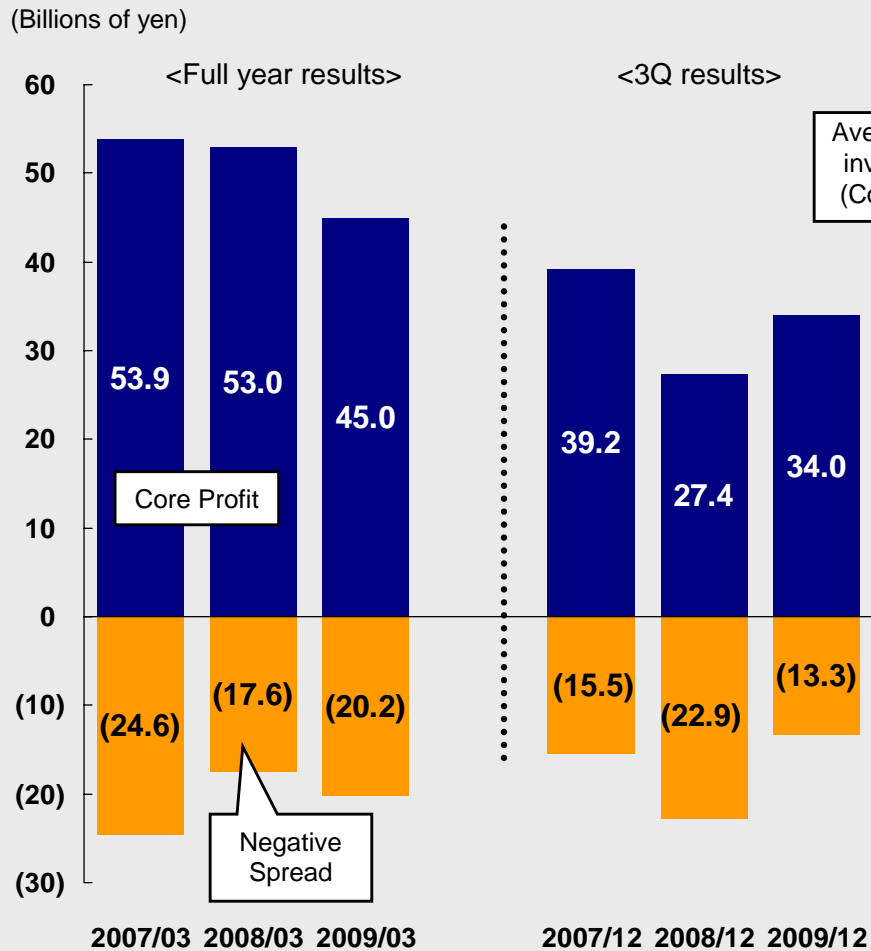


## Average Assumed Investment Yield

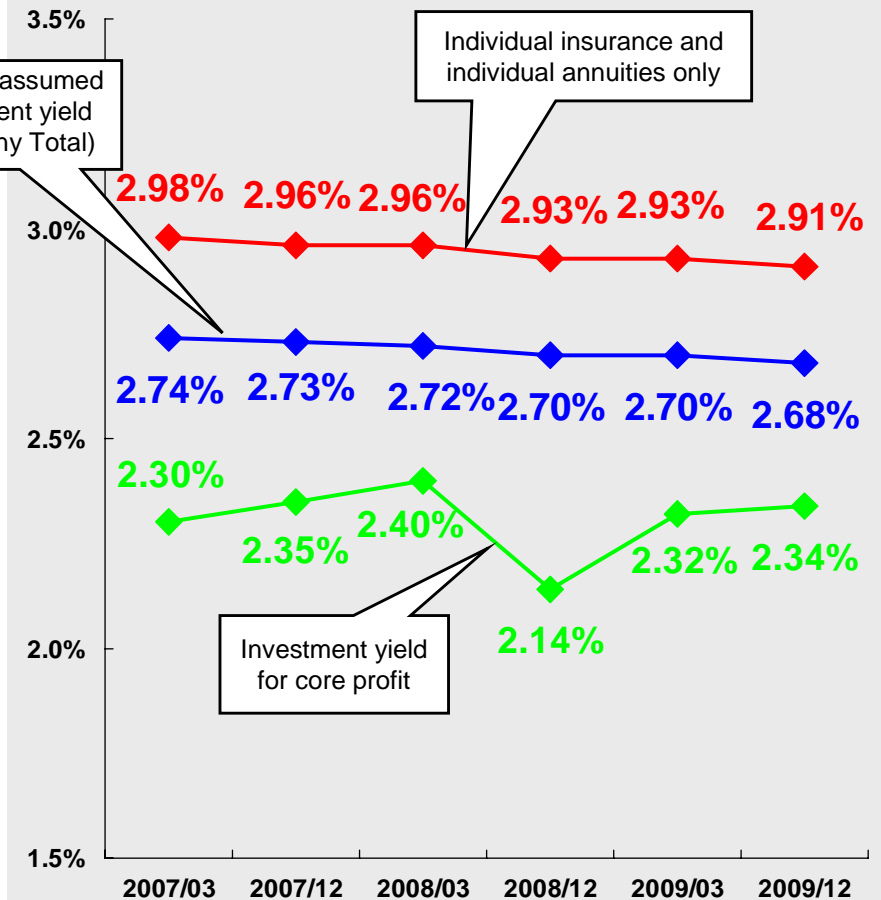


# Core Profit/Negative Spread, Average Assumed Investment Yield: Taiyo Life

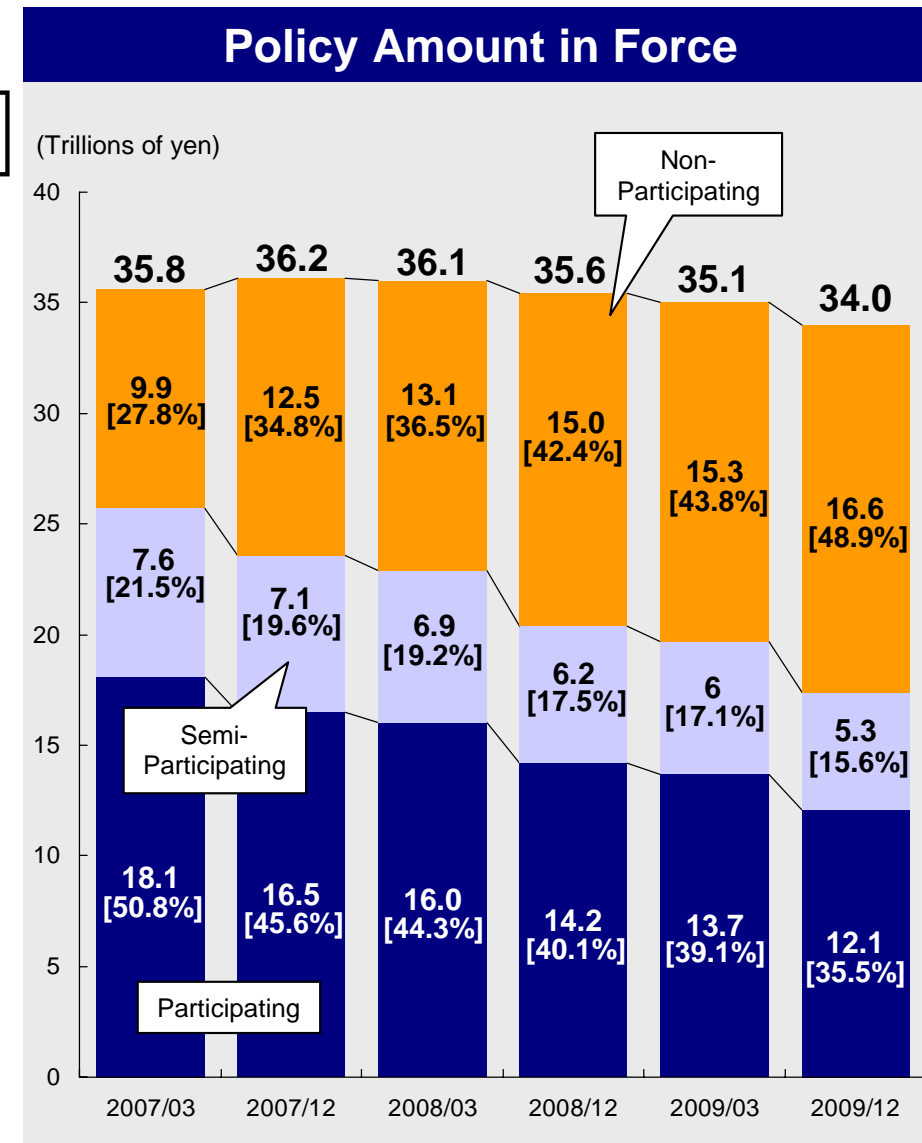
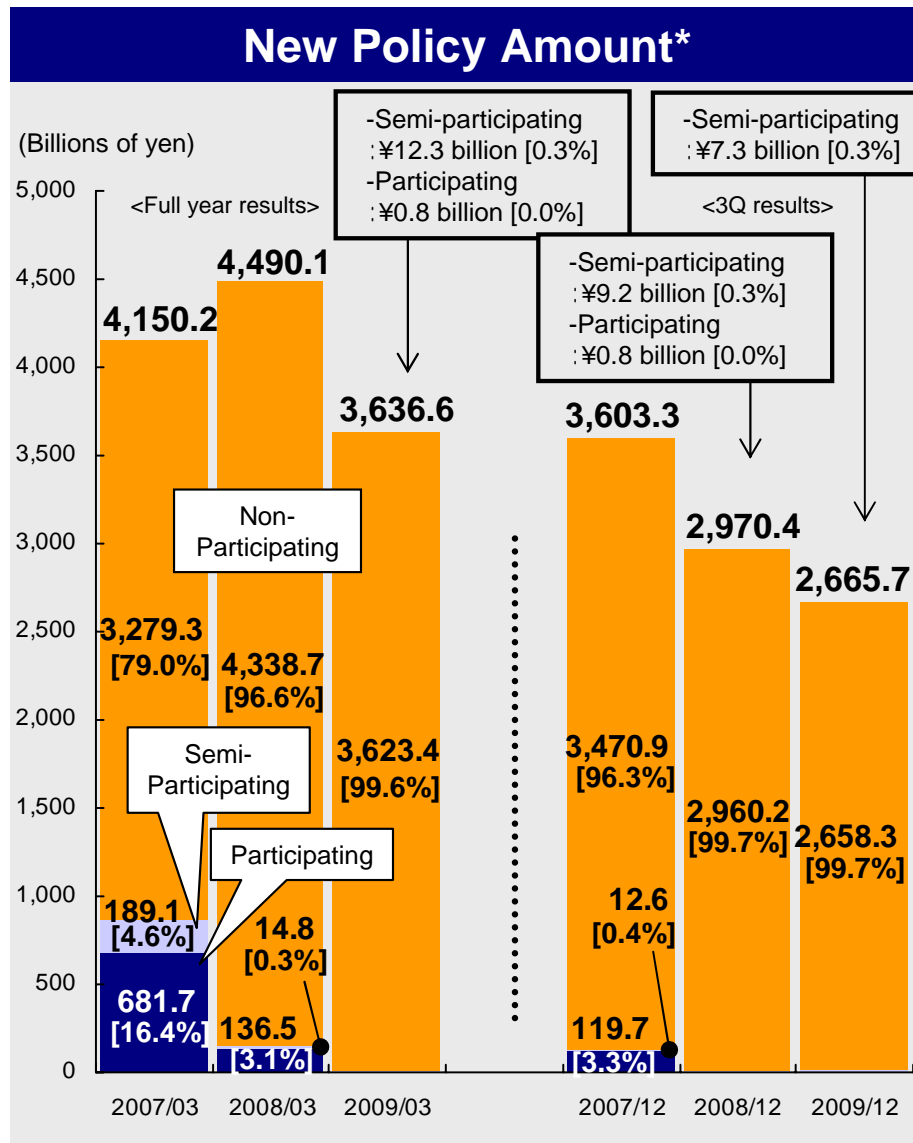
## Amount of Core Profit and Negative Spread



## Average Assumed Investment Yield

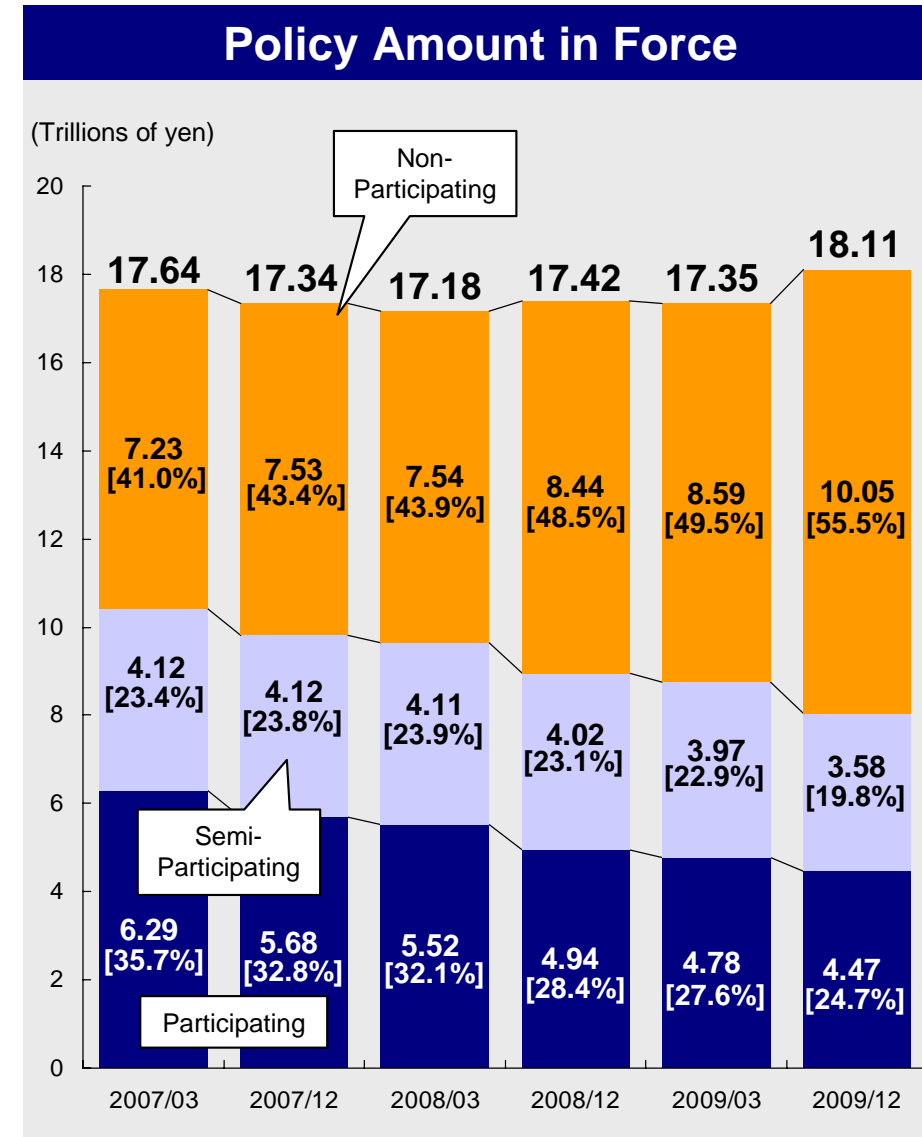
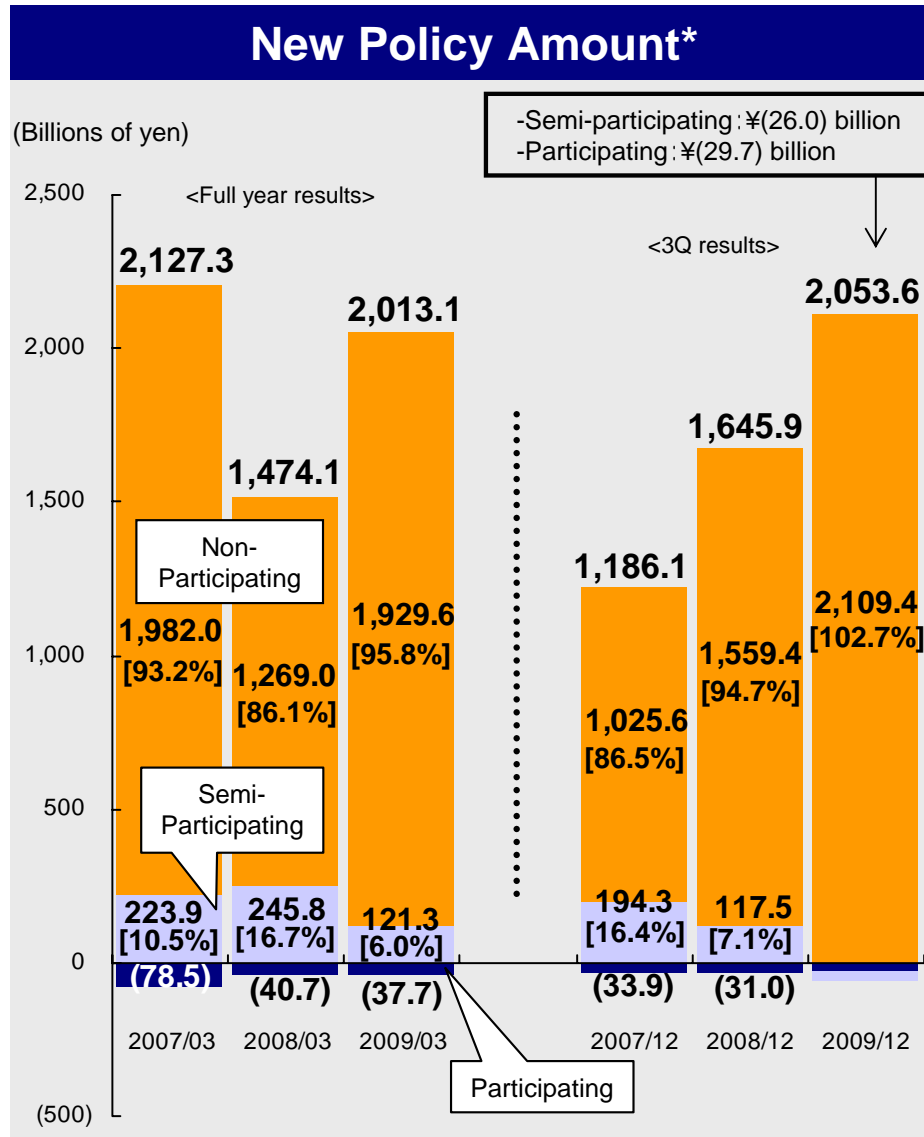


# Sales Results by Dividend Type: Daido Life (Individual Term Life Insurance)



\* Net increase from conversion is not included.

# Sales Results by Dividend Type: Taiyo Life (Individual Insurance and Annuities)



\* Net increase from conversion is included

# Breakdown of Financial Indicator: Daido Life

(Millions of yen)

Category	1. Adjusted Net Worth on EEV	2. Adjusted Net Assets	3. Solvency Margin	
Net assets (excluding total valuation and translation adjustment)	<b>281,305</b>	<b>281,305</b>	<b>281,305</b>	
Reserve for deferred gain on sale of real estate	-	-	<b>(1,559)</b>	
Estimated appropriation paid in cash	-	-	<b>(6,088)</b>	3. Shareholders' dividends
Net unrealized gains (losses) on securities	<b>26,318</b>	<b>42,366</b>	<b>38,129</b>	1. After-tax, including real estate funds 2. Before-tax 3. 90% of before-tax (100% of before-tax, if losses)
Unrealized gains (losses) on loans	<b>6,396</b>	-	-	1. After-tax
Deferred gains (losses) on hedging instruments	<b>186</b>	<b>186</b>	-	1.2. After-tax
Net unrealized gains (losses) on real estate	<b>14,808</b>	<b>30,277</b>	<b>25,736</b>	1. After-tax, including net unrealized gains/losses on buildings 2. Before-tax 3. 85% of before-tax
Reserve for price fluctuations	<b>43,445</b>	<b>43,445</b>	<b>43,445</b>	
Contingency reserve	<b>52,194</b>	<b>52,194</b>	<b>52,194</b>	
Unallotted portion of reserve for policyholder dividends	<b>7,298</b>	<b>7,298</b>	<b>7,298</b>	
Excess amount of policy reserve based on Zillmer method	-	<b>125,150</b>	<b>125,150</b>	
Future profits	-	-	<b>7,108</b>	
Deferred tax assets for quasi-equity liabilities	<b>(37,171)</b>	-	-	1. (Reserve for price fluctuations + Contingency Reserve + Unallotted portion of reserve for policyholder dividends) x (effective tax rate:36.11%)
Deferred tax assets	-	-	<b>64,083</b>	
General reserve for possible loan losses	<b>921</b>	-	<b>1,441</b>	1. After-tax 3. Before-tax
Subordinated debt	-	-	-	
Net unrealized gains (losses) on subordinated debt	-	-	-	
Net unrealized gains (losses) on held-to-maturity securities, etc.	<b>3,573</b>	<b>1,984</b>	-	1. After-tax, including net unrealized gains (losses) on stocks of affiliated companies 2. Before-tax
<b>Total</b>	<b>399,277</b>	<b>584,210</b>	<b>638,247</b>	

# Breakdown of Financial Indicator: Taiyo Life

(Millions of yen)

Category	1. Adjusted Net Worth on EEV	2. Adjusted Net Assets	3. Solvency Margin	
Net assets (excluding total valuation and translation adjustment)	200,929	200,929	200,929	
Reserve for deferred gain on sale of real estate	-	-	-	
Estimated appropriation paid in cash	-	-	(5,908)	3. Shareholders' dividends
Net unrealized gains (losses) on securities	34,456	51,909	46,718	1. After-tax 2. Before-tax 3. 90% of before-tax (100% of before-tax, if losses)
Net unrealized gains (losses) on loans	21,840	-	-	1. After-tax
Deferred gains (losses) on hedging instruments	1,761	19	-	1. After-tax, including net valuation gains/losses on interest rate swaps 2. After-tax
Net unrealized gains (losses) on real estate	(12,717)	(26,505)	(15,964)	1. After-tax, including net unrealized gains/losses on land revaluation and net unrealized gains/losses on buildings 2. Before-tax, including land revaluation on B/S 3. Before-tax, including net unrealized gains/losses on land revaluation
Reserve for price fluctuations	20,037	20,037	20,037	
Contingency reserve	77,348	77,348	77,348	
Unallotted portion of reserve for policyholder dividends	11,304	11,304	11,304	
Excess amount of policy reserve based on Zillmer method	-	39,986	39,986	
Future profits	-	-	1,377	
Deferred tax assets for quasi-equity liabilities	(39,237)	-	-	1. (Reserve for price fluctuations + Contingency Reserve + Unallotted portion of reserve for policyholder dividends) x (effective tax rate:36.1%)
Deferred tax assets	-	-	39,558	
General reserve for possible loan losses	1,075	-	1,683	1. After-tax 3. Before-tax
Subordinated debt	-	-	50,000	
Net unrealized gains (losses) on subordinated debt	(344)	-	-	1. After-tax
Net unrealized gains (losses) on policy-reserve-matching bonds, etc.	24,883	36,356	-	1. After-tax, including net unrealized gains (losses) on stocks of affiliated companies 2. Before-tax
Total	341,338	411,386	467,072	

# Breakdown of Financial Indicator: T&D Financial Life



(Millions of yen)

Category	1. Adjusted Net Worth on EEV	2. Adjusted Net Assets	3. Solvency Margin	
Net assets (excluding total valuation and translation adjustment)	<b>43,806</b>	<b>43,806</b>	<b>43,806</b>	
Reserve for deferred gain on sale of real estate	-	-	-	
Estimated appropriation paid in cash	-	-	-	3. Shareholders' dividend
Net unrealized gains (losses) on securities	<b>(429)</b>	<b>(613)</b>	<b>(613)</b>	1. After-tax 2. Before-tax 3. 90% of before-tax (100% of before-tax, if losses)
Net unrealized gains (losses) on loans	<b>564</b>	-	-	1. After-tax
Deferred gains (losses) on hedging instruments	-	-	-	1. After-tax
Net unrealized gains (losses) on real estate	-	-	-	1. After-tax 2.3. Before-tax
Reserve for price fluctuations	<b>416</b>	<b>416</b>	<b>416</b>	
Contingency reserve	<b>24,268</b>	<b>24,268</b>	<b>24,268</b>	
Unallotted portion of reserve for policyholder dividends	-	-	-	
Excess amount of policy reserve based on Zillmer method	-	<b>21,464</b>	<b>33,351</b>	2. Excludes due from reinsures related to variable annuities 3. Includes due from reinsures related to variable annuities
Future profits	-	-	-	
Deferred tax assets for quasi-equity liabilities	<b>(7,405)</b>	-	-	1. (Reserve for price fluctuations + Contingency Reserve + Unallotted portion of reserve for policyholder dividends) x (corporate tax rate: 30%)
Deferred tax assets	-	-	-	
General reserve for possible loan losses	<b>2</b>	-	<b>3</b>	1. After-tax 3. Before-tax
Subordinated debt	-	-	-	
Net unrealized gains (losses) on subordinated debt	-	-	-	
Net unrealized gains (losses) on held-to-maturity securities, etc.	<b>3,402</b>	<b>4,860</b>	-	1. After-tax 2. Before-tax
<b>Total</b>	<b>64,625</b>	<b>94,202</b>	<b>101,232</b>	

# Business Results: Aggregate Values for the Three Life Insurance Companies



■ Figures for FYE 2001 and earlier have been calculated based on the sum of the non-consolidated financial data for Daido Life and Taiyo Life. Figures from FYE 2002 are calculated based on the sum of all three companies' non-consolidated financial data.

(Billions of yen)

FYE	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Policy amount in force *1	54,412.9	54,256.1	54,162.2	57,782.1	57,925.5	58,508.4	59,573.5	60,265.0	59,899.9	59,340.3	58,097.1
New policy amount *1, *2	6,630.2	6,467.9	6,333.2	6,932.9	7,316.5	7,568.0	7,544.9	7,293.8	6,634.7	6,201.8	5,991.0
Income from insurance premiums	2,427.5	2,292.1	2,169.6	2,113.7	2,004.7	1,878.5	1,798.9	1,902.3	1,811.5	1,613.1	1,654.3
Surrender and lapse amount *1	4,792.7	4,844.0	4,728.0	4,702.8	5,215.7	5,199.1	4,875.7	5,102.7	5,362.5	5,064.2	5,373.2
Core profit	114.5	96.9	128.1	126.5	114.2	141.7	129.8	127.2	173.3	159.7	(27.0)
Total assets	12,451.9	12,815.2	13,166.7	13,415.4	13,148.9	13,109.7	12,987.5	13,932.2	14,028.0	13,282.4	12,413.5

\*1 Total amount of individual insurance and annuities. \*2 Includes net increase from conversion.

\*3 Figures for FYE 2002 of Daido Life, and FYE 2003 of Taiyo Life is provision for allowance for policyholder dividends which was treated as an expense.

# Business Results: Daido Life



(Billions of yen)

FYE	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Policy amount in force *1	39,283.8	39,071.1	38,989.7	38,929.1	39,342.6	39,294.8	39,694.2	40,008.0	39,732.0	39,897.1	38,621.8
Individual term life insurance	33,865.0	33,940.8	34,109.6	34,309.0	34,804.6	34,964.1	35,479.6	35,933.6	35,818.1	36,175.3	35,105.5
New policy amount *1,*2	4,773.2	4,620.3	4,401.4	4,570.4	4,673.5	4,309.7	4,354.2	4,292.7	4,327.8	4,634.2	3,761.6
Individual term life insurance	4,241.6	4,251.3	4,048.6	4,292.9	4,298.5	4,087.3	4,126.0	4,080.7	4,141.9	4,489.8	3,627.0
Income from insurance premiums	1,192.8	1,136.9	1,072.2	1,059.4	989.4	928.2	884.8	871.1	865.2	843.3	811.9
Individual insurance and annuities *1	702.6	684.8	686.7	662.0	684.9	641.0	664.2	667.8	673.8	669.4	653.4
Surrender and lapse amount *1	3,876.5	3,845.1	3,526.9	3,493.2	3,290.6	3,317.7	3,026.5	3,040.0	3,615.8	3,550.0	3,992.4
Surrender and lapse rate (%)	9.9%	9.8%	9.0%	9.0%	8.45%	8.44%	7.70%	7.66%	9.04%	8.93%	10.01%
Core profit	-	-	114.2	109.8	88.7	107.3	102.7	96.1	125.7	124.8	(31.2)
Number of in-house sales reps.	6,126	5,456	4,866	5,154	5,194	5,251	4,888	4,909	4,726	4,307	4,156
Number of agents	13,213	13,135	13,203	13,252	12,970	13,079	13,415	13,963	14,295	14,460	14,321
Total assets	5,482.6	5,733.5	5,900.3	5,982.7	6,007.1	6,017.9	5,983.7	6,406.1	6,397.0	6,047.8	5,471.1

\*1 Total amount of individual insurance and annuities. \*2 Includes net increase from conversion.

\*3 Figures for FYE 2002 is provision for allowance for policyholder dividends which was treated as an expense.

# Business Results: Taiyo Life



(Billions of yen)

FYE	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Policy amount in force *1	15,129.1	15,185.0	15,172.5	15,232.9	15,268.6	16,077.8	16,966.2	17,591.5	17,644.5	17,182.2	17,355.2
Individual insurance	10,186.7	10,034.0	9,958.8	10,217.3	10,500.2	11,577.9	12,706.5	13,572.0	13,820.3	13,468.3	13,761.7
New policy amount *1,*2	1,857.0	1,847.6	1,931.7	2,188.1	2,175.4	2,814.2	2,891.0	2,838.3	2,127.3	1,474.1	2,013.1
Individual insurance	1,339.8	1,333.2	1,458.1	2,047.9	2,091.0	2,797.2	2,902.4	2,861.5	2,107.0	1,372.1	1,906.6
Income from insurance premiums	1,234.6	1,155.2	1,097.3	1,019.0	887.9	794.1	788.1	823.0	705.5	635.7	596.6
Individual insurance and annuities	1,095.0	972.4	914.8	837.8	762.1	680.2	646.6	609.2	576.5	532.0	508.6
Surrender and lapse amount *1	916.1	998.8	1,201.1	1,209.6	1,318.8	1,362.6	1,424.0	1,644.0	1,503.8	1,348.6	1,245.5
Surrender and lapse rate (%)	6.06%	6.60%	7.91%	7.97%	8.66%	8.92%	8.86%	9.69%	8.55%	7.64%	7.25%
Core profit	-	-	13.9	13.8	28.7	37.5	33.8	38.1	53.9	53.0	45.0
Number of in-house sales reps.	10,450	10,111	9,276	8,948	8,808	8,703	9,111	8,963	8,116	7,619	8,226
Total assets	6,969.3	7,081.6	7,266.3	6,834.0	6,528.0	6,409.5	6,276.5	6,591.9	6,552.5	6,185.5	5,771.1

\*1 Total amount of individual insurance and annuities. \*2 Includes net increase from conversion.

\*3 Figures for FYE 2003 is provision for allowance for policyholder dividends which was treated as an expense.

# Business Results: T&D Financial Life



(Billions of yen)

FYE	2002	2003	2004	2005	2006	2007	2008	2009
Policy amount in force *1	3,620.1	3,314.2	3,135.7	2,913.0	2,665.4	2,523.3	2,261.0	2,120.0
Individual variable annuities	1.3	64.1	175.1	245.7	459.5	621.5	596.8	674.9
New policy amount *2	174.3	467.5	444.0	299.7	162.7	179.5	93.3	216.2
Individual variable annuities	1.2	65.1	90.4	60.8	128.6	179.5	93.3	216.2
Income from insurance premiums	35.2	127.4	156.1	126.0	208.1	240.7	134.0	245.7
Individual variable annuities	1.2	66.3	100.8	77.2	164.2	202.4	103.7	218.2
Surrender and lapse amount *1	722.9	606.2	518.7	425.1	418.6	242.7	165.5	135.3
Surrender and lapse rate (%)	17.05%	16.75%	15.65%	13.56%	14.37%	9.11%	6.56%	5.98%
Core profit	2.7	(3.2)	(3.1)	(6.7)	(7.0)	(6.4)	(18.1)	(40.8)
Total assets	598.6	613.6	682.2	727.2	934.1	1,078.4	1,048.9	1,171.1

\*1 Total amount of individual insurance and annuities.

\*2 Pursuant to the Law for Special Regulations Concerning Corporate Rehabilitation, T&D Financial Life's fiscal 2001 started on April 1, 2001, and ended on September 30, 2001. As a consequence, subsequent to reorganization, the Company's fiscal 2002 started October 1, 2001, and ended on March 31, 2002.

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This presentation contains forward-looking statements with respect to the financial conditions, results of operations, and business of the company. These assumptions and forward-looking statements involve certain risks and uncertainties resulting from changes in the managerial environment.