

August 25, 2003

Taiyo Life Insurance Company (Code Number: 8796)  
Daido Life Insurance Company (Code Number: 8799)

### **Partial Revision to Supplementary Materials for the Fiscal 2002 Financial Results**

The solvency margin ratio for T&D Financial Life Insurance Company (“**TDF**”), a wholly-owned subsidiary of Taiyo Life Insurance Company (“**Taiyo**”) and Daido Life Insurance Company (“**Daido**”), as announced on May 22, 2003 in the “Supplementary Materials for the Fiscal 2002 Financial Results”, is hereby revised as follows.

There has been no revision to the solvency margin ratios for Taiyo and Daido.

#### **1. Areas of Revision:**

#### **Supplementary Materials for the Fiscal 2002 Financial Results**

<b>Company Name</b>	<b>Item</b>	<b>Page</b>
Taiyo	Supplementary Data for Financial Closing for Fiscal Year 2002 11. Solvency Margin Ratio (Status of Solvency for Claims of Affiliated Insurers) (Subsidiary: T&D Financial Life Insurance Company) Current Consolidated FY (As of March 31, 2003)	Supp. 47
Daido	Supplementary Materials for the Fiscal 2002 Financial Results 6. Solvency Margin Ratio (T&D Financial Life Insurance Company)	36

## 2. Content of Revision:

(T&D Financial Life Insurance Company)

(Millions of Yen)

Items	As of March 31,2003	
	Original	Revised
Total solvency margin (A)	26,815	26,815
Equity (less certain items)	23,891	23,891
Reserve for price fluctuations	101	101
Contingency reserve	174	174
Reserve for possible loan losses	355	355
Net unrealized gains on available-for-sale securities (before tax) x 90 per cent.	641	641
Net unrealized gains (losses) on real estate (x 85 per cent., if gains; x 100 per cent., if losses)	9	9
Subordinated debt	-	-
Others	1,641	1,641
Total risk (B) $\sqrt{R_1^2 + (R_2 + R_3)^2} + R_4$	<u>5,191</u>	<u>5,197</u>
Insurance risk R <sub>1</sub>	3,788	3,788
Assumed investment yield risk R <sub>2</sub>	477	477
Investment risk R <sub>3</sub>	<u>2,756</u>	<u>2,764</u>
Business risk R <sub>4</sub>	210	210
Solvency Margin Ratio $\frac{(A)}{(1/2)X (B)} \times 100$	<u>1,033.0%</u>	<u>1,031.9%</u>

Notes: 1. The above ratio is calculated in accordance with Articles 86, 87, 161, 162 and 190 of the ministerial ordinance for Insurance Business Law as well as Announcement No. 50 issued by the Ministry of Finance in 1996.

2. Equity represents equity on the balance sheet less net unrealized gains on securities.

## 3. Reasons for Revision:

In the “Total risk” amount, there was a calculation error in the “Amount equivalent to market risk”, the “Amount equivalent to credit risk” and the “Amount equivalent to risk from derivative transactions”, all included in the “Investment risk” (R<sub>3</sub> above).

With respect to investment trusts, there was an error in the amount included of one investment trust in the calculation of the relevant portion of total investment trusts to be treated as subject to risk. A revision was made based on the correct amount and the division of investments so that the “Amount equivalent to market risk”, the “Amount equivalent to credit risk” and the “Amount equivalent to risk from derivative transactions” were adjusted.

As a result, the “Investment risk” was adjusted to 2,764 million yen from 2,756 million yen (an increase of 8 million yen).

Daido Life Insurance Company posted this news release on this Web site, aiming to facilitate timely disclosure of information to its shareholders, investors, customers, etc. This news release may contain important information, defined in the Japanese Securities and Exchange Law, concerning the business of the Company. In case that a person who receives such information by viewing this Web site conducts any sale, purchase or other certain transactions designated under the Law in respect of stocks or other certain securities or instruments issued by the Company, until 12 hours pass from the time when such information was disclosed to the designated media, such conduct may be deemed to be a violation of the Law.