

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the fiscal year ended March 31, 2006)

May 17, 2006

Name of Company: **T&D Holdings, Inc.** (Financial Summary for **Taiyo Life Insurance Company**)
 Stock Listings: Tokyo, Osaka
 Security Code No.: 8795
 Head Office: Tokyo, Japan
 URL: <http://www.td-holdings.co.jp/e/>
 Date of Board Meeting for Settlement of Accounts: May 17, 2006
 Date of Ordinary General Meeting of Shareholders: June 26, 2006
 Interim Dividends: Applicable
 Application of Share Unit System: No

1. Non-Consolidated Operating Results for the Fiscal Year Ended March 31, 2006 (April 1, 2005 - March 31, 2006)

(1) Results of Operations

Note: Amounts of less than one million yen have been eliminated, and percentages have been rounded to the nearest percent.

| | Ordinary Revenues | | Ordinary Profit | | | | Net Income | |
|-----------------------------|--------------------|----------|-----------------|----------|-----------------|----------|----------------|----------|
| | | % change | | % change | Core Profit | % change | | % change |
| FY2005 ended March 31, 2006 | ¥1,076,418 million | (5.7) | ¥46,954 million | 80.2 | ¥38,199 million | 12.9 | ¥6,319 million | (12.0) |

| | Net Income Per Share | Net Income Per Share (Fully Diluted) | Ratio of Net Income to Shareholders' Equity | Ratio of Ordinary Profit to Total Assets | Ratio of Ordinary Profit to Ordinary Revenues |
|---------------------------|----------------------|--------------------------------------|---------------------------------------------|------------------------------------------|-----------------------------------------------|
| Year ended March 31, 2006 | ¥4,185.08 | - | 2.0% | 0.7% | 4.4% |
| Year ended March 31, 2005 | ¥4,762.51 | - | 3.2% | 0.4% | 2.3% |

Notes:

- Average number of outstanding shares during the year: for the fiscal year ended March 31, 2006: 1,500,000; for the fiscal year ended March 31, 2005: 1,500,000
- % change for ordinary revenues, ordinary profit and net income is presented in comparison with the previous fiscal year.
- Changes in method of accounting: Applicable Please refer to T&D Holdings' "Summary of Significant Accounting Policies" section in this material "Consolidated Financial Summary for the fiscal year Ended March 31, 2006"
- Core Profit is a measure of a life insurance company's underlying profitability from core insurance operations on a non-consolidated basis, defined as ordinary profit excluding "capital gains and losses" such as gains and losses on sale of securities and devaluation losses on securities and "other one-time gains and losses" such as provision for (reversal of) contingency reserve and write-off of loans.

(2) Dividends

| | Annual Dividends per Share | | | Dividends paid for the Year | Payout Ratio | Dividends on Equity |
|---------------------------|----------------------------|-----------|-----------|-----------------------------|--------------|---------------------|
| | | Interim | Year-End | | | |
| Year ended March 31, 2006 | ¥3,054.00 | - | ¥3,054.00 | ¥4,581 million | 73.0% | 1.1% |
| Year ended March 31, 2005 | ¥3,211.00 | ¥1,726.00 | ¥1,485.00 | ¥4,816 million | 67.4% | 2.2% |

(3) Financial Conditions

| | Total Assets | Shareholders' Equity | Shareholders' Equity Ratio | Shareholders' Equity per Share |
|----------------------|--------------------|----------------------|----------------------------|--------------------------------|
| As of March 31, 2006 | ¥6,591,994 million | ¥418,573 million | 6.3% | ¥279,020.59 |
| As of March 31, 2005 | ¥6,276,553 million | ¥219,789 million | 3.5% | ¥146,502.00 |

Notes:

- Number of outstanding shares at the end of the year: as of March 31, 2006: 1,500,000; as of March 31, 2005: 1,500,000.
- Number of treasury stock at the end of the year: None

2. Forecast for the Year Ending March 31, 2007 (April 1, 2006 - March 31, 2007)

Taiyo Life's forecast is omitted. Please refer to T&D Holdings' "Consolidated Forecast for the Year Ending March 31, 2007" section in this material "Financial Summary for the Fiscal Year Ended March 31, 2006".

Taiyo Life Unaudited Non-Consolidated Balance Sheet

(Millions of yen)

| As of March 31, | 2005 | | 2006 | | Increase (decrease) |
|-----------------------------------------|------------------|--------------|------------------|--------------|------------------------|
| | Amount | % | Amount | % | |
| Assets: | | | | | |
| Cash and deposits | 23,545 | 0.4 | 46,468 | 0.7 | 22,923 |
| Cash | 1,178 | | 1,060 | | (118) |
| Deposit | 22,366 | | 45,407 | | 23,041 |
| Call loans | 150,631 | 2.4 | 112,534 | 1.7 | (38,097) |
| Monetary claims purchased | 83,342 | 1.3 | 124,358 | 1.9 | 41,016 |
| Monetary trusts | 50 | 0.0 | 50 | 0.0 | - |
| Securities | 4,080,504 | 65.0 | 4,556,859 | 69.1 | 476,354 |
| Government bonds | 739,846 | | 721,570 | | (18,276) |
| Municipal bonds | 493,338 | | 542,817 | | 49,478 |
| Corporate bonds | 1,339,415 | | 1,408,631 | | 69,216 |
| Domestic stocks | 549,406 | | 936,417 | | 387,011 |
| Foreign securities | 842,221 | | 865,375 | | 23,153 |
| Other securities | 116,275 | | 82,047 | | (34,228) |
| Loans | 1,699,167 | 27.1 | 1,535,833 | 23.3 | (163,333) |
| Policy loans | 113,965 | | 109,118 | | (4,847) |
| Commercial loans | 1,585,201 | | 1,426,715 | | (158,485) |
| Property and equipment | 176,564 | 2.8 | 168,936 | 2.6 | (7,628) |
| Land | 103,597 | | 100,866 | | (2,730) |
| Buildings | 72,478 | | 67,611 | | (4,867) |
| Equipment | 487 | | 455 | | (32) |
| Construction in progress | 0 | | 2 | | 1 |
| Due from reinsurers | 7 | 0.0 | 11 | 0.0 | 4 |
| Other assets | 59,352 | 0.9 | 48,621 | 0.7 | (10,731) |
| Accounts receivable | 11,127 | | 3,468 | | (7,658) |
| Prepaid expenses | 711 | | 671 | | (40) |
| Accrued income | 29,175 | | 27,110 | | (2,065) |
| Deposit for rent | 296 | | 855 | | 559 |
| Derivatives | 3,793 | | 1,223 | | (2,569) |
| Deferred valuation losses on hedge | 294 | | 846 | | 551 |
| Suspense payable | 520 | | 1,708 | | 1,187 |
| Other assets | 13,433 | | 12,737 | | (696) |
| Deferred tax assets | 3,349 | 0.1 | - | - | (3,349) |
| Deferred tax assets on land revaluation | 2,868 | 0.0 | - | - | (2,868) |
| Reserve for possible loan losses | (2,828) | (0.0) | (1,680) | (0.0) | 1,148 |
| Total assets | 6,276,553 | 100.0 | 6,591,994 | 100.0 | 315,440 |

(Millions of yen)

| As of March 31, | 2005 | | 2006 | | Increase (decrease) |
|--------------------------------------------------------------------|------------------|--------------|------------------|--------------|------------------------|
| | Amount | % | Amount | % | |
| Liabilities: | | | | | |
| Policy reserves | 5,919,054 | 94.3 | 5,899,100 | 89.5 | (19,954) |
| Reserve for outstanding claims | 20,682 | | 20,477 | | (205) |
| Policy reserve | 5,829,377 | | 5,811,130 | | (18,246) |
| Reserve for policyholder dividends | 68,993 | | 67,491 | | (1,502) |
| Due to reinsurers | 42 | 0.0 | 41 | 0.0 | (1) |
| Subordinated bonds | 20,000 | 0.3 | 20,000 | 0.3 | - |
| Other liabilities | 73,036 | 1.2 | 71,139 | 1.1 | (1,897) |
| Subordinated payable | 35,000 | | 35,000 | | - |
| Income taxes payable | 108 | | 716 | | 608 |
| Accounts payable | 2,395 | | 9,018 | | 6,623 |
| Accrued expenses | 9,972 | | 10,060 | | 88 |
| Unearned income | 600 | | 585 | | (15) |
| Deposits received | 507 | | 519 | | 12 |
| Guarantee deposits | 6,403 | | 6,268 | | (135) |
| Derivatives | 14,782 | | 7,446 | | (7,336) |
| Deferred valuation gains on hedge | 1,784 | | 219 | | (1,565) |
| Suspense receipt | 1,480 | | 1,301 | | (178) |
| Other liabilities | 3 | | 3 | | - |
| Reserve for employees' retirement benefits | 33,763 | 0.5 | 32,527 | 0.5 | (1,235) |
| Reserve for directors' and corporate auditors' retirement benefits | 1,066 | 0.0 | 1,250 | 0.0 | 183 |
| Reserve for price fluctuations | 9,801 | 0.2 | 26,059 | 0.4 | 16,258 |
| Deferred tax liabilities | - | - | 111,807 | 1.7 | 111,807 |
| Deferred tax liabilities on land revaluation | - | - | 11,494 | 0.2 | 11,494 |
| Total liabilities | 6,056,764 | 96.5 | 6,173,421 | 93.7 | 116,656 |
| Stockholder's equity: | | | | | |
| Common stock | 37,500 | 0.6 | 37,500 | 0.6 | - |
| Capital surplus | 37,500 | 0.6 | 37,500 | 0.6 | - |
| Retained earnings | 71,412 | 1.1 | 76,314 | 1.2 | 4,902 |
| Appropriated retained earnings | 40,654 | | 40,639 | | (14) |
| Provision for advanced depreciation on real estate | 654 | | 639 | | (14) |
| General reserve | 40,000 | | 40,000 | | - |
| Unappropriated retained earnings | 30,758 | | 35,674 | | 4,916 |
| Land revaluation | (32,037) | (0.5) | (47,724) | (0.7) | (15,686) |
| Net unrealized gains on securities | 105,414 | 1.7 | 314,983 | 4.8 | 209,568 |
| Total Stockholder's equity | 219,789 | 3.5 | 418,573 | 6.3 | 198,784 |
| Total liabilities and stockholder's equity | 6,276,553 | 100.0 | 6,591,994 | 100.0 | 315,440 |

Taiyo Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

| Years ended March 31, | 2005 | | 2006 | | Increase (decrease) |
|--------------------------------------------------------------------------------------------|-----------|-------|-----------|-------|------------------------|
| | Amount | % | Amount | % | |
| Ordinary revenues | 1,141,857 | 100.0 | 1,076,418 | 100.0 | (65,438) |
| Income from insurance premiums | 788,174 | | 823,011 | | 34,836 |
| Insurance premiums | 788,108 | | 822,946 | | 34,838 |
| Ceded reinsurance recoveries | 66 | | 64 | | (1) |
| Investment income | 177,784 | | 198,089 | | 20,304 |
| Interest, dividends and income from real estate for rent | 131,012 | | 126,092 | | (4,920) |
| Interest income from deposits | 4 | | 2 | | (2) |
| Interest income and dividends from securities | 81,262 | | 83,751 | | 2,489 |
| Interest income from loans | 41,620 | | 33,677 | | (7,942) |
| Interest from real estate for rent | 7,496 | | 7,348 | | (147) |
| Other income from interest and dividends | 628 | | 1,311 | | 682 |
| Gains from monetary trust, net | 466 | | - | | (466) |
| Gains on sale of securities | 45,284 | | 70,593 | | 25,308 |
| Foreign exchange gains, net | 98 | | - | | (98) |
| Other investment income | 686 | | 213 | | (472) |
| Gains on separate accounts, net | 235 | | 1,189 | | 953 |
| Other ordinary income | 175,898 | | 55,318 | | (120,579) |
| Income related to withheld insurance claims and other payments for future annuity payments | 489 | | 363 | | (126) |
| Income due to withheld insurance payments | 37,108 | | 33,467 | | (3,641) |
| Reversal of reserve for outstanding claims | 141 | | 205 | | 63 |
| Reversal of policy reserve | 136,569 | | 18,246 | | (118,322) |
| Reversal of reserve for employees' retirement benefits | - | | 1,235 | | 1,235 |
| Other ordinary profit | 1,588 | | 1,800 | | 211 |
| Ordinary expenses | 1,115,804 | 97.7 | 1,029,464 | 95.6 | (86,339) |
| Insurance claims and other payments | 931,372 | | 857,053 | | (74,319) |
| Insurance claims | 500,665 | | 458,262 | | (42,403) |
| Annuity payments | 105,123 | | 115,815 | | 10,692 |
| Insurance benefits | 115,448 | | 106,390 | | (9,057) |
| Surrender payments | 150,011 | | 127,283 | | (22,727) |
| Other payments | 59,864 | | 49,004 | | (10,859) |
| Reinsurance premiums | 259 | | 295 | | 35 |
| Provision for policy and other reserves | 102 | | 88 | | (13) |
| Interest portion of reserve for policyholder dividends | 102 | | 88 | | (13) |
| Investment expenses | 59,992 | | 54,893 | | (5,099) |
| Interest expenses | 1,601 | | 1,624 | | 22 |
| Losses on monetary trust, net | - | | 0 | | 0 |
| Losses on sales of securities | 24,669 | | 25,458 | | 789 |
| Devaluation losses on securities | 2,297 | | 269 | | (2,027) |
| Losses from derivatives, net | 24,790 | | 21,068 | | (3,721) |
| Foreign exchange losses, net | - | | 221 | | 221 |
| Write-off of loans | 7 | | - | | (7) |
| Depreciation of real estate for rent | 2,978 | | 2,692 | | (285) |
| Other investment expenses | 3,647 | | 3,558 | | (89) |
| Operating expenses | 82,745 | | 82,533 | | (211) |
| Other ordinary expenses | 41,591 | | 34,895 | | (6,695) |
| Payments related to withheld insurance claims | 27,076 | | 22,764 | | (4,312) |
| Taxes | 5,445 | | 5,234 | | (211) |
| Depreciation | 5,322 | | 5,339 | | 16 |
| Provision for reserve for employees' retirement benefits | 2,261 | | - | | (2,261) |
| Other ordinary losses | 1,484 | | 1,557 | | 72 |
| Ordinary profit | 26,053 | 2.3 | 46,954 | 4.4 | 20,901 |

(Millions of yen)

| Years ended March 31, | 2005 | | 2006 | | Increase (decrease) |
|---------------------------------------------------------------------|---------|-------|---------|-------|------------------------|
| | Amount | % | Amount | % | |
| Extraordinary gains | 7,035 | 0.6 | 402 | 0.0 | (6,633) |
| Gains on sale of property and equipment | 0 | | 117 | | 116 |
| Reversal of reserve for possible loan losses | 1,166 | | 270 | | (895) |
| Recoveries of bad debts previously written-off | 30 | | 14 | | (15) |
| Gains on sale of parent company's stocks | 5,838 | | - | | (5,838) |
| Extraordinary losses | 7,759 | 0.7 | 19,887 | 1.8 | 12,127 |
| Losses on sales, disposal and devaluation of property and equipment | 5,550 | | 306 | | (5,244) |
| Impairment loss | - | | 3,322 | | 3,322 |
| Provision for reserve for price fluctuations | 2,209 | | 16,258 | | 14,049 |
| Provision for reserve for policyholder dividends | 13,421 | 1.2 | 15,932 | 1.5 | 2,511 |
| Income before income taxes | 11,908 | 1.0 | 11,537 | 1.1 | (371) |
| Income taxes (current) | (5,473) | (0.5) | 8,934 | 0.8 | 14,407 |
| Income taxes (deferred) | 10,201 | 0.9 | (3,716) | (0.3) | (13,918) |
| Net income | 7,179 | 0.6 | 6,319 | 0.6 | (859) |
| Unappropriated retained earnings at beginning of period | 26,414 | | 28,509 | | 2,095 |
| Interim dividend | 2,589 | | - | | (2,589) |
| Transfer from land revaluation | (246) | | 845 | | 1,092 |
| Unappropriated retained earnings at end of period | 30,758 | | 35,674 | | 4,916 |