

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the three months ended June 30, 2006)

August 11, 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/>

1. Premises

- (1) Adoption of Simple Accounting Method: None
- (2) Changes in Method of Accounting: Applicable. Accounting standard for presentation of net assets in the balance sheet and its implementation has been applied since the three months ended June 30, 2006.

2. Non-Consolidated Operating Results for the Three Months Ended June 30, 2006 (April 1, 2006 – June 30, 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
Three months ended June 30, 2006	¥308,029 million	(7.4)	¥29,793 million	143.9	¥8,938 million	128.3	¥15,657 million	895.2
Three months ended June 30, 2005	¥332,607 million	(6.4)	¥12,214 million	79.1	¥3,914 million	(50.7)	¥1,573 million	(16.6)
Year 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
Three months ended June 30, 2006	¥10,438.35
Three months ended June 30, 2005	¥1,048.84
Year Ended March 31, 2006	¥4,185.08

Notes:

1. Average number of outstanding shares during the term: for the three months ended June 30, 2006: 1,500,000; for the three months ended June 30, 2005: 1,500,000; for the fiscal year ended March 31, 2006: 1,500,000
2. % changes for ordinary revenues and ordinary profit, etc. are presented in comparison with the same term of the previous fiscal year.
3. 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) Financial Conditions

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
As of June 30, 2006	¥6,470,694 million	¥352,311 million	5.4%	¥234,874.64
As of June 30, 2005	¥6,259,277 million	¥223,049 million	3.6%	¥148,699.72
As of March 31, 2006	¥6,591,994 million	¥418,573 million	6.3%	¥279,020.59

Notes:

1. Number of outstanding shares at the end of the term: as of June 30, 2006: 1,500,000; as of June 30, 2005: 1,500,000; as of March 31, 2006: 1,500,000.
2. Number of treasury stock at the end of the term: None

3. 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 Forecasts for the Year Ending March 31, 2007" section in this material "Consolidated Financial Summary for the Three Months Ended June 30, 2006".

Taiyo Life Unaudited Non-Consolidated Condensed Balance Sheet

(Millions of yen)

	As of	As of	Increase (decrease)		As of
	June 30, 2005	June 30, 2006	Amount	% change	March 31, 2006
	Amount	Amount	Amount	%	Amount
Assets:					
Cash and deposits	39,058	28,284	(10,773)	(27.6)	46,468
Cash	1,308	1,160	(147)	(11.3)	1,060
Deposit	37,750	27,124	(10,626)	(28.1)	45,407
Call loans	121,612	133,800	12,188	10.0	112,534
Monetary claims purchased	85,246	132,461	47,215	55.4	124,358
Monetary trusts	50	50	-	-	50
Securities	4,105,851	4,421,933	316,081	7.7	4,556,859
Government bonds	688,965	724,506	35,540	5.2	721,570
Municipal bonds	530,193	567,529	37,336	7.0	542,817
Corporate bonds	1,399,858	1,390,432	(9,426)	(0.7)	1,408,631
Domestic stocks	533,601	832,052	298,450	55.9	936,417
Foreign securities	845,713	826,564	(19,149)	(2.3)	865,375
Other securities	107,517	80,847	(26,669)	(24.8)	82,047
Loans	1,663,042	1,531,285	(131,757)	(7.9)	1,535,833
Policy loans	110,942	107,335	(3,606)	(3.3)	109,118
Commercial loans	1,552,100	1,423,949	(128,150)	(8.3)	1,426,715
Property and equipment	172,287	-	-	-	168,936
Land	101,257	-	-	-	100,866
Buildings	70,541	-	-	-	67,611
Equipment	488	-	-	-	455
Construction in progress	-	-	-	-	2
Tangible fixed assets	-	168,095	-	-	-
Land	-	100,755	-	-	-
Buildings	-	66,677	-	-	-
Construction in progress	-	224	-	-	-
Other tangible fixed assets	-	437	-	-	-
Intangible fixed assets	-	9,481	-	-	-
Software	-	9,010	-	-	-
Other intangible fixed assets	-	471	-	-	-
Due from reinsurers	17	27	9	52.1	11
Other assets	71,649	46,951	(24,697)	(34.5)	48,621
Accounts receivable	21,521	12,353	(9,168)	(42.6)	3,468
Prepaid expenses	2,281	2,213	(67)	(2.9)	671
Accrued income	28,026	25,536	(2,489)	(8.9)	27,110
Deposit for rent	454	866	411	90.5	855
Derivatives	5,026	705	(4,320)	(86.0)	1,223
Deferred valuation losses on hedge	143	-	-	-	846
Suspense payable	1,004	2,160	1,155	115.1	1,708
Other assets	13,190	3,114	(10,076)	(76.4)	12,737
Deferred tax assets on land revaluation	3,231	-	(3,231)	(100.0)	-
Reserve for possible loan losses	(2,770)	(1,677)	1,093	(39.5)	(1,680)
Total assets	6,259,277	6,470,694	211,416	3.4	6,591,994

(Millions of yen)

	As of	As of	Increase (decrease)		As of
	June 30, 2005	June 30, 2006	Amount	% change	March 31, 2006
	Amount	Amount	Amount	%	Amount
Liabilities:					
Policy reserves	5,890,615	5,875,139	(15,476)	(0.3)	5,899,100
Reserve for outstanding claims	21,027	20,438	(589)	(2.8)	20,477
Policy reserve	5,801,187	5,788,008	(13,179)	(0.2)	5,811,130
Reserve for policyholder dividends	68,400	66,692	(1,707)	(2.5)	67,491
Due to reinsurers	130	117	(13)	(10.2)	41
Subordinated bond	20,000	20,000	-	-	20,000
Other liabilities	77,329	83,628	6,299	8.1	71,139
Subordinated payable	35,000	35,000	-	-	35,000
Income taxes payable	28	1,860	1,832	6,545.7	716
Accounts payable	10,386	15,630	5,244	50.5	9,018
Accrued expenses	6,954	7,158	203	2.9	10,060
Unearned income	587	574	(13)	(2.2)	585
Deposit received	1,869	2,492	623	33.3	519
Guarantee deposits	6,467	6,151	(315)	(4.9)	6,268
Derivatives	12,377	12,867	489	4.0	7,446
Deferred valuation gains on hedge	1,893	-	-	-	219
Suspense receipt	1,762	1,890	127	7.2	1,301
Other liabilities	3	3	-	-	3
Reserve for employees' retirement benefits	33,593	32,738	(855)	(2.5)	32,527
Reserve for directors' and corporate auditors' retirement benefits	1,150	1,256	106	9.2	1,250
Reserve for price fluctuations	11,466	27,745	16,279	142.0	26,059
Deferred tax liabilities	1,941	66,299	64,357	3,314.8	111,807
Deferred tax liabilities on land revaluation	-	11,456	11,456	-	11,494
Total liabilities	6,036,228	6,118,382	82,153	1.4	6,173,421
Stockholders' equity:					
Common stock	37,500	-	-	-	37,500
Capital surplus	37,500	-	-	-	37,500
Retained earnings	71,364	-	-	-	76,314
Appropriated retained earnings	40,639	-	-	-	40,639
Provision for advanced depreciation on real estate	639	-	-	-	639
General reserve	40,000	-	-	-	40,000
Unappropriated retained earnings	30,724	-	-	-	35,674
Land revaluation	(32,680)	-	-	-	(47,724)
Net unrealized gains on securities	109,365	-	-	-	314,983
Total Stockholders' equity	223,049	-	-	-	418,573
Total liabilities and stockholders' equity	6,259,277	-	-	-	6,591,994
Net Assets:					
Common stock	-	37,500	-	-	-
Capital surplus	-	37,500	-	-	-
Retained earnings	-	87,416	-	-	-
Other retained earnings	-	87,416	-	-	-
Provision for advanced depreciation on real estate	-	625	-	-	-
General reserve	-	40,000	-	-	-
Deferred retained earnings	-	46,791	-	-	-
Total stockholders' equity	-	162,416	-	-	-
Net unrealized gains on securities	-	238,151	-	-	-
Gains on deferred hedge	-	(463)	-	-	-
Land revaluation	-	(47,792)	-	-	-
Total valuation and translation adjustments	-	189,895	-	-	-
Total net assets	-	352,311	-	-	-
Total liabilities and net assets	-	6,470,694	-	-	-

Taiyo Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Three months ended	Three months ended	Increase (decrease)		Year ended
	June 30, 2005	June 30, 2006	Amount	% change	March 31, 2006
	Amount	Amount	Amount	%	Amount
Ordinary revenues	332,607	308,029	(24,577)	(7.4)	1,076,418
Income from insurance premiums	247,217	204,730	(42,487)	(17.2)	823,011
Insurance premiums	247,199	204,600	(42,598)	(17.2)	822,946
Ceded reinsurance recoveries	18	130	111	610.6	64
Investment income	46,787	72,220	25,433	54.4	198,089
Interest, dividends and income from real estate for rent	27,786	30,435	2,648	9.5	126,092
Interest income from deposits	0	3	2	412.4	2
Interest income and dividends from securities	17,095	20,465	3,370	19.7	83,751
Interest income from loans	8,526	7,658	(868)	(10.2)	33,677
Interest from real estate for rent	1,843	1,807	(35)	(2.0)	7,348
Other income from interest and dividends	320	501	180	56.2	1,311
Gains from monetary trust, net	-	0	0	-	-
Gains on sale of securities	18,873	41,742	22,869	121.2	70,593
Other investment income	36	42	5	15.8	213
Gains on separate account, net	91	-	(91)	(100.0)	1,189
Other ordinary income	38,601	31,078	(7,523)	(19.5)	55,318
Income related to withheld insurance claims and other payments for future annuity payments	76	148	71	93.5	363
Income due to withheld insurance payments	9,691	7,109	(2,581)	(26.6)	33,467
Reversal of reserve for outstanding claims	-	39	39	-	205
Reversal of policy reserve	28,189	23,122	(5,067)	(18.0)	18,246
Reversal of reserve for employees' retirement benefits	169	-	(169)	(100.0)	1,235
Other ordinary profit	474	658	183	38.7	1,800
Ordinary expenses	320,392	278,236	(42,156)	(13.2)	1,029,464
Insurance claims and other payments	278,159	227,694	(50,465)	(18.1)	857,053
Insurance claims	170,087	121,550	(48,537)	(28.5)	458,262
Annuity payments	33,040	36,538	3,497	10.6	115,815
Insurance benefits	30,661	28,271	(2,390)	(7.8)	106,390
Surrender payments	31,102	26,496	(4,606)	(14.8)	127,283
Other payments	13,143	14,729	1,586	12.1	49,004
Reinsurance premiums	123	108	(15)	(12.2)	295
Provision for policy and other reserves	368	21	(347)	(94.2)	88
Provision for reserve for outstanding claims	344	-	(344)	(100.0)	-
Interest portion of reserve for policyholder dividends	24	21	(3)	(12.4)	88
Investment expenses	11,018	20,389	9,370	85.0	54,893
Interest expenses	402	401	(1)	(0.3)	1,624
Losses on monetary trust, net	0	-	(0)	(100.0)	0
Losses on sales of securities	4,120	14,390	10,269	249.2	25,458
Devaluation losses on securities	-	11	11	-	269
Losses from derivatives, net	4,817	3,898	(919)	(19.1)	21,068
Foreign exchange losses, net	65	31	(33)	(51.8)	221
Write-off of loans	12	-	(12)	(100.0)	-
Depreciation of real estate for rent	670	612	(57)	(8.6)	2,692
Other investment expenses	930	793	(136)	(14.6)	3,558
Losses on separate account, net	-	249	249	-	-
Operating expenses	20,942	20,336	(606)	(2.9)	82,533
Other ordinary expenses	9,902	9,794	(107)	(1.1)	34,895
Payments related to withheld insurance claims	6,719	6,494	(224)	(3.3)	22,764
Taxes	1,430	1,343	(86)	(6.0)	5,234
Depreciation	1,319	1,287	(32)	(2.4)	5,339
Provision for reserve for employees' retirement benefits	-	210	210	-	-
Other ordinary losses	433	458	25	5.8	1,557
Ordinary profit	12,214	29,793	17,579	143.9	46,954

(Millions of yen)

	Three months ended June 30, 2005	Three months ended June 30, 2006	Increase (decrease)		Year ended March 31, 2006
	Amount	Amount	Amount	% change	Amount
Extraordinary gains	69	14	(54)	(79.6)	402
Gains on sale of property and equipment	-	-	-	-	117
Gains on sale of fixed assets	-	11	-	-	-
Reversal of reserve for possible loan losses	58	3	(55)	(94.7)	270
Recoveries of bad debts previously written-off	10	0	(10)	(100.0)	14
Extraordinary losses	4,946	1,698	(3,247)	(65.7)	19,887
Losses on sale, disposal and devaluation of property and equipment	181	-	-	-	306
Losses on sale, disposal and devaluation of fixed assets	-	7	-	-	-
Impairment loss	3,099	5	(3,094)	(99.8)	3,322
Provision for reserve for price fluctuations	1,665	1,685	20	1.2	16,258
Provision for reserve for policyholder dividends	3,326	3,609	283	8.5	15,932
Income before income taxes	4,011	24,500	20,488	510.8	11,537
Income taxes (current)	(257)	10,721	10,978	-	8,934
Income taxes (deferred)	2,695	(1,878)	(4,574)	-	(3,716)
Net income	1,573	15,657	14,084	895.2	6,319
Unappropriated retained earnings at beginning of period	28,509	-	-	-	28,509
Transfer from land revaluation	642	-	-	-	845
Unappropriated retained earnings at end of period	30,724	-	-	-	35,674

Supplementary Materials for the Three Months Ended June 30, 2006

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Business Highlights

(1) Policy Amount in Force and New Policy Amount

a) Policy Amount in Force

(Number: Thousands, 100 Millions of yen, %)

Category	As of June 30, 2005				As of June 30, 2006				As of March 31, 2006	
	Number	% Change	Amount	% Change	Number	% Change	Amount	% Change	Number	Amount
Individual insurance	3,532	93.2	131,674	109.1	3,318	93.9	139,058	105.6	3,368	135,720
Individual annuities	1,418	95.5	41,917	94.6	1,351	95.2	39,582	94.4	1,368	40,194
Sub total	4,950	93.8	173,592	105.2	4,669	94.3	178,640	102.9	4,736	175,915
Group insurance	-	-	106,672	99.9	-	-	105,072	98.5	-	104,469
Group annuities	-	-	7,255	102.1	-	-	7,800	107.5	-	7,754

Notes: 1. The policy amounts in force for individual annuities are equal to the fund to be held at the time annuity payments are to commence for an annuity for which annuity payments have not yet commenced and the amount of policy reserve for an annuity for which payments have commenced.

2. The policy amount in force for group annuities is equal to the amount of outstanding policy reserve.

b) New Policy Amount

(Number: Thousands, 100 Millions of yen, %)

Category	Three months ended June 30, 2005					
	Number	% Change	Amount	% Change	New policies	Net increase from conversion
Individual insurance	94	98.5	9,783	101.8	7,922	1,861
Individual annuities	0	71.2	(71)	-	34	(106)
Sub total	95	98.2	9,712	101.4	7,957	1,755
Group insurance	-	-	133	820.1	133	-
Group annuities	-	-	0	6.0	0	-

Category	Three months ended June 30, 2006					
	Number	% Change	Amount	% Change	New policies	Net increase from conversion
Individual insurance	86	91.4	8,143	83.2	5,638	2,504
Individual annuities	2	241.3	3	-	66	(62)
Sub total	88	92.9	8,147	83.9	5,704	2,442
Group insurance	-	-	38	28.6	38	-
Group annuities	-	-	-	0.0	-	-

Category	Year ended March 31, 2006					
	Number	% Change	Amount	% Change	New policies	Net increase from conversion
Individual insurance	310	92.6	28,615	98.6	23,219	5,395
Individual annuities	3	86.2	(232)	-	126	(358)
Sub total	314	92.5	28,383	98.2	23,345	5,037
Group insurance	-	-	1,298	471.4	1,298	-
Group annuities	-	-	0	21.9	0	-

Notes: 1. The number of new policies includes increase from conversion.

2. The new policy amount including net increase from conversion for individual annuities is funds to be held at the time annuity payments are to commence for an annuity.

3. The new policy amount for group annuities is equal to the initial premium payment.

(2) Annualized Premiums

a) Policies in Force

(Millions of yen, %)

Category	As of June 30, 2005		As of June 30, 2006		As of March 31, 2006	
	Amount	% Change	Amount	% Change	Amount	% Change
Individual insurance	509,552	93.9	480,335	94.3	487,367	94.2
Individual annuities	212,387	96.7	206,578	97.3	207,775	97.0
Total	721,939	94.7	686,913	95.1	695,143	95.0
3rd sector products, included	107,177	103.1	110,889	103.5	109,472	103.2

b) New Policies

(Millions of yen, %)

Category	Three months ended June 30, 2005		Three months ended June 30, 2006		Year ended March 31, 2006	
	Amount	% Change	Amount	% Change	Amount	% Change
Individual insurance	13,191	95.5	10,519	79.7	42,386	90.9
Individual annuities	(209)	-	246	-	(648)	-
Total	12,981	94.3	10,766	82.9	41,737	89.9
3rd sector products, included	4,092	106.0	3,970	97.0	14,249	101.0

- Notes: 1. The new policies include net increase from conversion.
2. The Japanese insurance market is legally divided into three major fields: the First Sector, which involves conventional life insurance; the Second Sector, which involves P&C insurance; and the Third Sector, which involves insurance positioned between the two, including medical insurance, cancer insurance, accident insurance, and nursing care insurance.
3. The amounts are calculated by multiplying monthly premiums by 12, and dividing lump-sum payments by the insurance period.

(3) Policy Amount by Dividend Type (Individual insurance and annuities)

a) Policy Amount in Force

(100 Millions of yen, %)

Category	As of June 30, 2005		As of June 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	78,058	45.0	68,753	38.5	71,093	40.4
Semi-participating	42,974	24.8	41,983	23.5	42,273	24.0
Non-participating	52,559	30.3	67,903	38.0	62,548	35.6
Total	173,592	100.0	178,640	100.0	175,915	100.0

b) New Policy Amount

(100 Millions of yen, %)

Category	Three months ended June 30, 2005		Three months ended June 30, 2006		Year ended March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	2	0.0	2	0.0	2	0.0
Semi-participating	937	11.8	768	13.5	2,979	12.8
Non-participating	7,017	88.2	4,934	86.5	20,363	87.2
Total	7,957	100.0	5,704	100.0	23,345	100.0

- Notes: 1. Semi-participating policies only pay dividends related to investment every five years.
2. The new policy amounts do not include net increase from conversion.

(4) Surrender and Lapse Amount

(Number: Thousands, 100 Millions of yen, %)

Category	Three months ended June 30, 2005				Three months ended June 30, 2006				Year ended March 31, 2006	
	Number		Amount		Number		Amount		Number	Amount
		% Change		% Change		% Change		% Change		
Individual insurance	51	96.4	3,906	119.0	42	82.4	3,682	94.3	190	15,613
Individual annuities	7	79.9	226	81.3	6	79.4	178	78.9	28	826
Total	59	93.9	4,132	116.1	48	82.0	3,861	93.4	218	16,440

(5) Surrender and Lapse Rate

(%)

Category	Three months ended June 30, 2005	Three months ended June 30, 2006	Year ended March 31, 2006
Individual insurance	3.07	2.71	12.29
Individual annuities	0.53	0.44	1.94
Total	2.44	2.19	9.69

Note: The rates are not annualized.

(6) Reconciliation to Core Profit and Ordinary Profit**a) Reconciliation to Core Profit**

(Millions of yen)

Category	Three months ended June 30, 2005	Three months ended June 30, 2006	Year ended March 31, 2006
Core Revenues	315,290	268,842	1,020,645
Income from Insurance Premiums	247,217	204,730	823,011
Insurance premiums	247,199	204,600	822,946
Ceded reinsurance recoveries	18	130	64
Investment Income	27,914	30,477	127,495
Interest, dividends and income from real estate for rent	27,786	30,435	126,092
Other investment income	36	42	213
Gains on separate accounts, net	91	-	1,189
Other Ordinary Income	40,158	33,633	70,138
Income related to withheld insurance claims and other payments for future annuity payments	76	148	363
Income due to withheld insurance payments	9,691	7,109	33,467
Reversal of reserve for outstanding claims	-	39	205
Reversal of policy reserves (except contingency reserve)	29,746	25,677	33,066
Reversal of reserve for employees' retirement benefits	169	-	1,235
Other ordinary profit	474	658	1,800
Other Core Revenues	-	0	-
Core Expenses	311,376	259,904	982,446
Insurance Claims and Other Payments	278,159	227,694	857,053
Insurance claims	170,087	121,550	458,262
Annuity payments	33,040	36,538	115,815
Insurance benefits	30,661	28,271	106,390
Surrender payments	31,102	26,496	127,283
Other payments	13,143	14,729	49,004
Reinsurance payments	123	108	295
Provision for Policy and Other Reserves	368	21	88
Investment Expenses	2,002	2,057	7,875
Interest expense	402	401	1,624
Depreciation of real estate for rent	670	612	2,692
Other investment expenses	930	793	3,558
Losses on separate accounts, net	-	249	-
Operating Expenses	20,942	20,336	82,533
Other Ordinary Expenses	9,902	9,794	34,895
Payments related to withheld insurance claims	6,719	6,494	22,764
Taxes	1,430	1,343	5,234
Depreciation	1,319	1,287	5,339
Provision for reserve for employees' retirement benefits	-	210	-
Other ordinary losses	433	458	1,557
Other Core Expenses	0	-	0
Core Profit	3,914	8,938	38,199

b) Reconciliation to Ordinary Profit

(Millions of yen)

Category	Three months ended June 30, 2005	Three months ended June 30, 2006	Year ended March 31, 2006
Core profit (A)	3,914	8,938	38,199
Capital gains	18,873	41,742	70,593
Gains from monetary trusts, net	-	-	-
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	18,873	41,742	70,593
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	-	-
Others	-	-	-
Capital losses	9,003	18,331	47,017
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	4,120	14,390	25,458
Devaluation losses on securities	-	11	269
Losses from derivatives, net	4,817	3,898	21,068
Foreign exchange losses, net	65	31	221
Others	-	-	-
Total capital gains/losses (B)	9,869	23,411	23,575
Core profit reflecting capital gains/losses (A) + (B)	13,783	32,349	61,774
Other one-time gains	-	-	-
Ceding reinsurance commissions	-	-	-
Reversal of contingency reserve	-	-	-
Others	-	-	-
Other one-time losses	1,568	2,555	14,819
Reinsurance premiums	-	-	-
Provision for contingency reserve	1,556	2,555	14,819
Provision for specific reserve for possible loans losses	-	-	-
Provision for specific reserve for loans to refinancing countries	-	-	-
Write-off of loans	12	-	-
Others	-	-	-
Other one-time gains/losses (C)	(1,568)	(2,555)	(14,819)
Ordinary profit (A) + (B) + (C)	12,214	29,793	46,954

- Notes: 1. As regards three months ended June 30, 2005, income losses of (0) million yen were included in core profit rather than in losses on monetary trusts, net.
2. As regards three months ended June 30, 2006, income gains of 0 million yen were included in core profit rather than in gains on monetary trusts, net.
3. As regards year ended March 31, 2006, income losses of (0) million yen were included in core profit rather than in losses from monetary trusts, net.

(7) Average Assumed Investment Yield and Negative Spread

(Millions of yen)

Category	Three months ended June 30, 2005	Three months ended June 30, 2006	Year ended March 31, 2006
Amount of negative spread	14,054	10,371	38,525
Investment yield on core profit (annualized)	1.82%	2.01%	2.10%
Average assumed investment yield (annualized)	2.81%	2.75%	2.78%
Individual insurance and annuities, included	3.04%	2.98%	3.01%
Policy reserve in general account	5,737,391	5,706,962	5,676,724

Notes: 1. Method of calculating negative spread:

(Investment yield on core profit [0.50%] - Average assumed investment yield [0.68%])

x Policy reserve in general account [5,706.9 billion yen]

2. While investment yield on core profit and average assumed investment yield as in 1 above are not annualized as in the notes 3 and 4 hereunder.
3. "Investment yield on core profit" is calculated by dividing numerator as investment revenues and expenses (investment profit in general account) included in core profit less amount of provision for accumulated interest due to policyholders by denominator as policy reserve in general account..
4. Average assumed investment yield is calculated by dividing numerator as assumed interest (general account only) by denominator as policy reserve in general account.
5. Policy reserve in general account represents the earned policy reserve calculated for policy reserve in general account less contingency reserve by Hardy method as follows:
Hardy method: (Policy reserve at beginning of fiscal year + Policy reserve at end of fiscal year - Assumed interest) x (1/2)

(9) Solvency Margin Ratio

(Millions of yen)

Items	As of June 30, 2005	As of June 30, 2006	As of March 31, 2006
Total solvency margin (A)	531,517	761,537	844,762
Net assets (less certain items)	113,123	161,517	98,966
Reserve for price fluctuations	11,466	27,745	26,059
Contingency reserve	57,981	73,800	71,244
Reserve for possible loan losses	1,706	1,479	1,482
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent, if gains; x 100 per cent, if losses)	154,035	335,425	443,638
Net unrealized gains (losses) on real estate (x 85 per cent, if gains; x 100 per cent, if losses)	(9,562)	(41,005)	(4,644)
Excess of amount of policy surrender payment	82,963	69,491	72,383
Unallotted portion of reserve for policyholder dividends	22,177	22,866	22,295
Future profits	5,856	6,339	6,339
Deferred tax assets	36,768	48,877	51,996
Subordinated debt	55,000	55,000	55,000
Deductible items	-	-	-
Total risk $\sqrt{R_1^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	120,887	153,732	161,631
Insurance risk R_1	36,501	37,104	36,831
Assumed investment yield risk R_2	24,914	24,122	24,255
Investment risk R_3	87,186	121,281	129,193
Business risk R_4	2,972	3,650	3,805
Minimum guarantee risk R_7	21	19	19
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	879.4%	990.7%	1,045.2%

Notes: 1. Figures as of March 31, 2006 were calculated on the basis of the provisions of Articles 86 and 87 of the Enforcement Ordinance of Insurance Business Law as well as Notification No. 50 of 1996 by the Ministry of Finance. Figures as of June 30, 2005 and 2006 were calculated, using the calculation methods based on the above provisions and considered appropriate by the Company.

2. "Net assets (less certain items)" as of June 30, 2006 represents net assets on the balance sheet less total valuation and translation adjustments, and estimated appropriation paid in cash. As of June 30, 2005 and March 31, 2006, "Net assets (less certain items)" above represents equity capital on the balance sheet less net unrealized gains on securities, and estimated appropriation paid in cash.

3. The figures of "minimum guarantee risk" were calculated on the basis of the regulatory standard.

(10) Adjusted Net Assets

(Millions of yen)

Item	As of June 30, 2005	As of June 30, 2006	As of March 31, 2006
Adjusted net assets	494,233	620,839	757,580

Note: Foregoing were calculated according to the orders providing classifications, etc. that are stipulated in 132.2 of Insurance Business Law, and descriptions provided in Notification No. 2 issued in January 1999 by Financial Supervisory Agency and Ministry of Finance.

(10) Assets Composition (General Account Assets)

(Millions of yen, %)

Category	As of June 30, 2005		As of June 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	160,538	2.6	161,775	2.5	158,706	2.4
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	85,246	1.4	132,461	2.0	124,358	1.9
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	50	0.0	50	0.0	50	0.0
Securities	4,100,319	65.6	4,415,841	68.3	4,550,498	69.1
Domestic bonds	2,617,179	41.9	2,680,705	41.5	2,671,153	40.6
Domestic stocks	531,676	8.5	829,743	12.8	933,993	14.2
Foreign securities	843,946	13.5	824,544	12.8	863,303	13.1
Bonds	670,489	10.7	572,059	8.8	619,201	9.4
Stock, etc.	173,457	2.8	252,484	3.9	244,102	3.7
Other securities	107,517	1.7	80,847	1.3	82,047	1.2
Loans	1,663,042	26.6	1,531,285	23.7	1,535,833	23.3
Policy loans	110,942	1.8	107,335	1.7	109,118	1.7
Commercial loans	1,552,100	24.8	1,423,949	22.0	1,426,715	21.7
Property and equipment	171,799	2.7	167,657	2.6	168,480	2.6
Deferred tax assets	-	-	-	-	-	-
Deferred tax assets concerning revaluation	3,231	0.1	-	-	-	-
Other assets	72,065	1.2	56,864	0.9	49,049	0.7
Reserve for possible loan losses	(2,770)	(0.0)	(1,677)	(0.0)	(1,680)	(0.0)
Total	6,253,524	100.0	6,464,258	100.0	6,585,297	100.0
Foreign currency denominated assets included	806,769	12.9	751,055	11.6	793,354	12.0

(11) Fair Value Information on Securities and Others (General Account Assets)

a) Fair Value Information on Securities (those with current fair value out of securities excluding trading securities)

(Millions of yen)

Category	As of June 30, 2005				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	288,043	294,674	6,630	7,374	744
Domestic bonds	215,750	221,356	5,605	6,348	743
Monetary claims purchased	67,292	68,318	1,025	1,026	0
Certificates of deposit	5,000	4,999	(0)	-	0
Policy reserve matching bonds	1,631,645	1,669,386	37,740	41,072	3,331
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	1,986,929	2,158,107	171,178	185,944	14,766
Domestic bonds	750,394	769,782	19,388	22,018	2,630
Domestic stocks	398,202	513,279	115,077	122,155	7,077
Foreign securities	721,583	753,014	31,431	36,386	4,955
Bonds	640,503	670,489	29,985	33,157	3,171
Stock, etc.	81,080	82,525	1,445	3,228	1,783
Other securities	99,052	104,075	5,023	5,126	103
Money claims purchased	17,696	17,954	257	257	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	3,906,618	4,122,168	215,549	234,391	18,841
Domestic bonds	2,597,791	2,660,525	62,734	69,439	6,705
Domestic stocks	398,202	513,279	115,077	122,155	7,077
Foreign securities	721,583	753,014	31,431	36,386	4,955
Bonds	640,503	670,489	29,985	33,157	3,171
Stock, etc.	81,080	82,525	1,445	3,228	1,783
Other securities	99,052	104,075	5,023	5,126	103
Monetary claims purchased	84,988	86,272	1,283	1,284	0
Certificates of deposit	5,000	4,999	(0)	-	0
Others	-	-	-	-	-

Notes: 1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.

2. Monetary trusts do not include other than trading securities.

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(Millions of yen)

Category	As of June 30, 2005
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stock of subsidiaries and affiliated companies	6,375
Available-for-sale securities	106,472
Unlisted domestic stocks	12,020
Unlisted foreign stocks	90,000
Unlisted foreign bonds	-
Others	4,451
Total	112,847

(Millions of yen)

Category	As of June 30, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	348,743	336,958	(11,785)	494	12,279
Domestic bonds	231,420	222,451	(8,969)	492	9,461
Monetary claims purchased	112,323	109,507	(2,815)	2	2,818
Certificates of deposit	5,000	4,999	(0)	-	0
Policy reserve matching bonds	1,792,287	1,748,823	(43,464)	753	44,217
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	1,914,777	2,287,442	372,665	402,971	30,306
Domestic bonds	661,586	656,997	(4,589)	5,284	9,873
Domestic stocks	458,237	811,460	353,223	360,847	7,624
Foreign securities	704,426	717,997	13,571	24,661	11,089
Bonds	567,615	572,059	4,444	12,675	8,231
Stock, etc.	136,811	145,938	9,127	11,986	2,858
Other securities	69,728	80,847	11,119	12,171	1,052
Money claims purchased	20,798	20,138	(660)	6	666
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,055,808	4,373,224	317,415	404,219	86,803
Domestic bonds	2,685,294	2,628,271	(57,022)	6,530	63,552
Domestic stocks	458,237	811,460	353,223	360,847	7,624
Foreign securities	704,426	717,997	13,571	24,661	11,089
Bonds	567,615	572,059	4,444	12,675	8,231
Stock, etc.	136,811	145,938	9,127	11,986	2,858
Other securities	69,728	80,847	11,119	12,171	1,052
Monetary claims purchased	133,121	129,646	(3,475)	8	3,484
Certificates of deposit	5,000	4,999	(0)	-	0
Others	-	-	-	-	-

Notes: 1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.
2. Monetary trusts do not include other than trading securities.

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(Millions of yen)

Category	As of June 30, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stock of subsidiaries and affiliated companies	6,375
Available-for-sale securities	118,474
Unlisted domestic stocks	11,907
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	106,566
Total	124,850

(Millions of yen)

Category	As of March 31, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	340,401	336,474	(3,926)	1,342	5,268
Domestic bonds	229,004	227,019	(1,984)	1,305	3,290
Monetary claims purchased	106,397	104,454	(1,942)	36	1,978
Certificates of deposit	5,000	5,000	0	0	-
Policy reserve matching bonds	1,773,298	1,750,945	(22,353)	2,700	25,053
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	1,949,006	2,441,908	492,902	508,904	16,002
Domestic bonds	667,801	668,850	1,049	7,442	6,393
Domestic stocks	466,882	915,698	448,816	449,644	827
Foreign securities	732,794	757,349	24,554	32,807	8,252
Bonds	609,075	619,201	10,125	16,301	6,176
Stock, etc.	123,719	138,148	14,429	16,505	2,076
Other securities	63,045	82,047	19,001	19,004	2
Money claims purchased	18,482	17,961	(520)	4	525
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,062,706	4,529,328	466,622	512,946	46,324
Domestic bonds	2,670,104	2,646,815	(23,288)	11,448	34,737
Domestic stocks	466,882	915,698	448,816	449,644	827
Foreign securities	732,794	757,349	24,554	32,807	8,252
Bonds	609,075	619,201	10,125	16,301	6,176
Stock, etc.	123,719	138,148	14,429	16,505	2,076
Other securities	63,045	82,047	19,001	19,004	2
Monetary claims purchased	124,879	122,416	(2,463)	41	2,504
Certificates of deposit	5,000	5,000	0	0	-
Others	-	-	-	-	-

Notes: 1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.
2. Monetary trusts do not include other than trading securities.

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(Millions of yen)

Category	As of March 31, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stock of subsidiaries and affiliated companies	6,375
Available-for-sale securities	117,893
Unlisted domestic stocks	11,919
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	105,974
Total	124,268

b) Fair Value Information on Monetary Trusts

(Millions of yen)

Category	As of June 30, 2005					As of June 30, 2006				
	Carrying value	Current fair value	Net unrealized gains/losses		Carrying value	Current fair value	Net unrealized gains/losses			
			Gains	Losses			Gains	Losses		
Monetary trusts	50	50	-	-	-	50	50	-	-	-

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains/losses		
			Gains	Losses	
Monetary trusts	50	50	-	-	-

* Monetary trusts for investment

(Millions of yen)

Category	As of June 30, 2005		As of June 30, 2006		As of March 31, 2006	
	Carrying value	Net valuation gains/losses	Carrying value	Net valuation gains/losses	Carrying value	Net valuation gains/losses
Monetary trusts for investment	-	-	-	-	-	-

* Monetary trusts for held-to-maturity, policy reserve matching and others

(Millions of yen)

Category	As of June 30, 2005					As of June 30, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses		Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses			
			Gains	Losses			Gains	Losses		
Monetary trusts for held-to-maturity	-	-	-	-	-	-	-	-	-	
Monetary trusts for policy reserve matching	-	-	-	-	-	-	-	-	-	
Other monetary trusts	50	50	-	-	50	50	-	-	-	
Jointly operated and designated monetary trusts	50	50	-	-	50	50	-	-	-	
Total	50	50	-	-	50	50	-	-	-	

Category	As of March 31, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses		
			Gains	Losses	
Monetary trusts for held-to-maturity	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-
Other monetary trusts	50	50	-	-	-
Jointly operated and designated monetary trusts	50	50	-	-	-
Total	50	50	-	-	-

c) Fair Value Information on Real Estate

(Millions of yen)

Category	As of June 30, 2005					As of June 30, 2006				
	Carrying value	Current fair value	Net unrealized gains/losses		Carrying value	Current fair value	Net unrealized gains/losses			
			Gains	Losses			Gains	Losses		
Land	101,257	91,736	(9,520)	3,476	12,997	100,755	96,133	(4,622)	8,099	12,722
Leasehold	156	114	(41)	10	52	156	109	(46)	11	58
Total	101,414	91,851	(9,562)	3,487	13,049	100,912	96,242	(4,669)	8,111	12,780

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains/losses		
			Gains	Losses	
Land	100,866	96,268	(4,597)	8,099	12,697
Leasehold	156	109	(46)	11	58
Total	101,023	96,378	(4,644)	8,111	12,755

Note: Current fair value are calculated based on the appraisal prices and posted prices.

d) Fair Value Information on Derivative Transactions
(total transactions which hedge accounting applied and not applied)

(i) Breakdown of net gains/losses (breakdown of transactions which hedge accounting applied and not applied)

As of June 30, 2006 (Millions of yen)

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(2,239)	(11,534)	-	-	-	(13,774)
Hedge accounting not applied	-	(451)	(65)	-	-	(517)
Total	(2,239)	(11,986)	(65)	-	-	(14,291)

Note: Accrued interest of interest-related net gains/losses applied hedge accounting (134 million yen), currency-related net gains/losses with fair value hedge accounting (11,534 million yen), and net gains/losses not applied hedge accounting are recorded on the statement of operations.

(ii) Interest-related derivative transactions

(Millions of yen)

Category	Type	As of June 30, 2005			As of June 30, 2006			As of March 31, 2006					
		Contracted value or notional principal amount		Current market or fair value	Contracted value or notional principal amount		Current market or fair value	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)		
		Over 1 year	Valuation gains (losses)		Over 1 year	Valuation gains (losses)		Over 1 year	Valuation gains (losses)				
OTC	Interest rate swaps Receipts fixed, payments floating	190,045	114,710	4,020	4,020	140,313	122,767	(2,239)	(2,239)	138,286	123,240	(2,083)	(2,083)
	Total			4,020				(2,239)					(2,083)

Note: Valuation gains/losses indicates the current market or fair value.

(iii) Currency-related derivative transactions

(Millions of yen)

Category	Type	As of June 30, 2005			As of June 30, 2006			As of March 31, 2006					
		Contracted value or notional principal amount		Current market or fair value	Contracted value or notional principal amount		Current market or fair value	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)		
		Over 1 year	Valuation gains (losses)		Over 1 year	Valuation gains (losses)		Over 1 year	Valuation gains (losses)				
OTC	Exchange contract												
	Sold	548,410	-	558,713	(10,303)	428,330	-	440,316	(11,986)	422,754	-	428,654	(5,900)
	US dollar	204,013	-	211,586	(7,572)	97,169	-	98,794	(1,624)	84,888	-	86,555	(1,667)
	Euro	252,777	-	253,447	(670)	228,434	-	235,714	(7,279)	239,526	-	243,893	(4,366)
	British pound	-	-	-	-	4,169	-	4,189	(19)	-	-	-	-
	Canadian dollar	46,680	-	49,351	(2,670)	49,644	-	50,377	(732)	65,459	-	65,005	453
	Swedish krona	44,937	-	44,328	609	48,911	-	51,241	(2,330)	32,879	-	33,199	(320)
	Bought	3,727	-	3,768	40	-	-	-	-	-	-	-	-
US dollar	3,464	-	3,502	38	-	-	-	-	-	-	-	-	
Hong Kong dollar	263	-	265	2	-	-	-	-	-	-	-	-	
	Total			(10,263)				(11,986)					(5,900)

Notes: 1. Exchange rate as of the end of each fiscal year is used for futures rate.

2. This disclosure excludes foreign-currency-dominated monetary receivables and payables which are recorded in yen in the balance sheet, for the reason the settlement amount in yen is fixed based on the exchange contract.

3. Valuation gains/losses indicates the difference between the contracted amount and the current fair value in futures transaction and forward agreements.

(iv) Stock-related derivative transactions

(Millions of yen)

Category	Type	As of June 30, 2005			As of June 30, 2006			As of March 31, 2006			
		Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount	
			Over 1 year				Over 1 year				Over 1 year
OTC	Stock index futures										
	Bought	79,993	-		10,000	-		19,996	-		
	Put	[2,788]	[-]	1,231	[643]	[-]	577	[1,326]	[-]	340	(986)
	Total			(1,557)			(65)				(986)

Notes: 1. Figures in parentheses indicates option premiums in the balance sheet.

2. Valuation gains/losses indicates the difference between the option premium and the current market or fair value.

(v) Bond-related derivative transactions

The Company did not have any balances as of June 30, 2006 and 2005, and March 31, 2006.

(vi) Others

The Company did not have any balances as of June 30, 2006 and 2005, and March 31, 2006.