

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the six months ended September 30, 2006)

November 16, 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: November 16, 2006
 Application of Share Unit System: No

1. Non-Consolidated Operating Results for the Six Months Ended September 30, 2006 (April 1, 2006 - Sep. 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 % change	Ordinary Profit		Net Income % change
		% change	Core Profit % change	
Six months ended Sep. 30, 2006	¥518,666 million (9.9)	¥39,731 million 77.9	¥27,721 million 69.9	¥17,145 million 259.8
Six months ended Sep. 30, 2005	¥575,778 million (4.0)	¥22,333 million 47.5	¥16,311 million (14.2)	¥4,764 million (46.6)
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
Six months ended Sep. 30, 2006	¥11,430.14
Six months ended Sep. 30, 2005	¥3,176.50
Year ended March 31, 2006	¥4,185.08

Notes:

1. Average number of outstanding shares during the term: for the six months ended September 30, 2006: 1,500,000; for the six months ended September 30, 2005: 1,500,000; for the fiscal year ended March 31, 2006: 1,500,000
2. Changes in method of accounting: Applicable
3. % changes for ordinary revenues and ordinary profit, etc. are presented in comparison with the same term of the previous fiscal year.
4. 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 September 30, 2006	¥6,491,309 million	¥370,878 million	5.7%	¥247,252.04
As of September 30, 2005	¥6,409,761 million	¥321,339 million	5.0%	¥214,226.58
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 September 30, 2006: 1,500,000; as of September 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

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

Taiyo Life's forecasts are 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 six months ended September 30, 2006".

3. Dividends

	Cash Dividends per Share		
	Interim	Year-End	Annual
Year Ended March 31, 2006 (Result)	-	¥3,054.00	¥3,054.00
Year Ending March 31, 2007 (Result)	-	-	-

Taiyo Life Unaudited Non-Consolidated Balance Sheets

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Assets:						
Cash and deposits	30,060	0.5	35,960	0.6	46,468	0.7
Cash	1,069		1,061		1,060	
Deposit	28,991		34,899		45,407	
Call loans	103,305	1.6	138,500	2.1	112,534	1.7
Monetary claims purchased	94,251	1.5	142,433	2.2	124,358	1.9
Monetary trusts	50	0.0	-	-	50	0.0
Securities	4,332,662	67.6	4,462,827	68.8	4,556,859	69.1
Government bonds	671,791		749,702		721,570	
Municipal bonds	541,997		588,771		542,817	
Corporate bonds	1,420,192		1,356,394		1,408,631	
Domestic stocks	681,433		834,867		936,417	
Foreign securities	897,743		866,223		865,375	
Other securities	119,503		66,868		82,047	
Loans	1,624,588	25.3	1,496,602	23.1	1,535,833	23.3
Policy loans	110,197		107,009		109,118	
Commercial loans	1,514,390		1,389,592		1,426,715	
Property and equipment	171,019	2.7	-	-	168,936	2.6
Land	101,079		-		100,866	
Buildings	69,455		-		67,611	
Equipment	484		-		455	
Construction in progress	-		-		2	
Tangible fixed assets	-	-	166,217	2.6	-	-
Land	-		99,929		-	
Buildings	-		65,758		-	
Construction in progress	-		53		-	
Other tangible fixed assets	-		475		-	
Intangible fixed assets	-	-	9,481	0.1	-	-
Software	-		9,012		-	
Other intangible fixed assets	-		468		-	
Due from reinsurers	11	0.0	9	0.0	11	0.0
Other assets	52,778	0.8	40,909	0.6	48,621	0.7
Accounts receivable	5,969		5,244		3,468	
Prepaid expenses	1,790		1,719		671	
Accrued income	28,459		28,386		27,110	
Deposit for rent	454		853		855	
Derivatives	2,108		88		1,223	
Deferred valuation losses on hedge	344		-		846	
Suspense payable	786		1,502		1,708	
Other assets	12,864		3,113		12,737	
Deferred tax assets on land revaluation	4,121	0.1	-	-	-	-
Reserve for possible loan losses	(3,088)	(0.0)	(1,632)	(0.0)	(1,680)	(0.0)
Total assets	6,409,761	100.0	6,491,309	100.0	6,591,994	100.0

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Liabilities:						
Policy reserves	5,873,436	91.6	5,872,552	90.5	5,899,100	89.5
Reserve for outstanding claims	21,173		21,203		20,477	
Policy reserve	5,784,638		5,785,982		5,811,130	
Reserve for policyholder dividends	67,624		65,365		67,491	
Due to reinsurers	51	0.0	43	0.0	41	0.0
Subordinated bonds	20,000	0.3	20,000	0.3	20,000	0.3
Other liabilities	92,189	1.4	77,349	1.2	71,139	1.1
Subordinated payable	35,000		35,000		35,000	
Income taxes payable	77		2,176		716	
Accounts payable	18,619		11,454		9,018	
Accrued expenses	9,780		9,690		10,060	
Unearned income	589		566		585	
Deposit received	515		855		519	
Guarantee deposits	6,395		6,109		6,268	
Derivatives	18,425		9,795		7,446	
Deferred valuation gains on hedge	1,230		-		219	
Suspense receipt	1,554		1,697		1,301	
Other liabilities	3		3		3	
Reserve for bonus to directors and corporate auditors	-	-	20	0.0	-	-
Reserve for employees' retirement benefits	33,245	0.5	32,327	0.5	32,527	0.5
Reserve for directors' and corporate auditors' retirement benefits	1,184	0.0	1,417	0.0	1,250	0.0
Reserve for price fluctuations	13,170	0.2	29,437	0.5	26,059	0.4
Deferred tax liabilities	55,143	0.9	76,020	1.2	111,807	1.7
Deferred tax liabilities on land revaluation	-	-	11,262	0.2	11,494	0.2
Total liabilities	6,088,421	95.0	6,120,431	94.3	6,173,421	93.7
Stockholders' equity:						
Common stock	37,500	0.6	-	-	37,500	0.6
Capital surplus	37,500	0.6	-	-	37,500	0.6
Retained earnings	74,657	1.2	-	-	76,314	1.2
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	34,017		-	-	35,674	
Land revaluation	(31,948)	(0.5)	-	-	(47,724)	(0.7)
Net unrealized gains on securities	203,631	3.2	-	-	314,983	4.8
Total stockholders' equity	321,339	5.0	-	-	418,573	6.3
Total liabilities and stockholders' equity	6,409,761	100.0	-	-	6,591,994	100.0
Net assets:						
Common stock	-	-	37,500	0.6	-	-
Capital surplus	-	-	37,500	0.6	-	-
Retained earnings	-	-	88,771	1.4	-	-
Other retained earnings	-	-	88,771		-	-
Provision for advanced depreciation on real estate	-	-	625		-	-
General reserve	-	-	40,000		-	-
Unappropriated retained earnings	-	-	48,146		-	-
Total stockholders' equity	-	-	163,771	2.5	-	-
Net unrealized gains on securities	-	-	255,034	3.9	-	-
Gains on deferred hedge	-	-	(268)	(0.0)	-	-
Land revaluation	-	-	(47,660)	(0.7)	-	-
Total valuation and translation adjustments	-	-	207,106	3.2	-	-
Total net assets	-	-	370,878	5.7	-	-
Total liabilities and net assets	-	-	6,491,309	100.0	-	-

Taiyo Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Six months ended		Six months ended		Year ended	
	September 30, 2005		September 30, 2006		March 31, 2006	
	Amount	%	Amount	%	Amount	%
Ordinary revenues	575,778	100.0	518,666	100.0	1,076,418	100.0
Income from insurance premiums	423,442		363,388		823,011	
Insurance premiums	423,424		363,258		822,946	
Ceded reinsurance recoveries	18		130		64	
Investment income	90,535		116,357		198,089	
Interest, dividends and income from real estate for rent	60,938		69,054		126,092	
Interest income from deposits	1		31		2	
Interest income and dividends from securities	39,392		45,728		83,751	
Interest income from loans	17,302		15,309		33,677	
Interest from real estate for rent	3,689		3,625		7,348	
Other income from interest and dividends	553		4,360		1,311	
Gains from monetary trust, net	-		0		-	
Gains on sales of securities	28,968		47,202		70,593	
Gains from derivatives, net	-		17		-	
Other investment income	88		83		213	
Gains on separate accounts, net	539		-		1,189	
Other ordinary income	61,800		38,919		55,318	
Income related to withheld insurance claims and other payments for future annuity payments	142		457		363	
Income due to withheld insurance payments	15,456		11,879		33,467	
Reversal of reserve for outstanding claims	-		-		205	
Reversal of policy reserve	44,738		25,147		18,246	
Reversal of reserve for employees' retirement	517		199		1,235	
Other ordinary profit	945		1,235		1,800	
Ordinary expenses	553,444	96.1	478,935	92.3	1,029,464	95.6
Insurance claims and other payments	469,709		386,532		857,053	
Insurance claims	258,115		197,175		458,262	
Annuity payments	58,039		64,023		115,815	
Insurance benefits	53,877		51,171		106,390	
Surrender payments	76,061		47,940		127,283	
Other payments	23,452		26,080		49,004	
Reinsurance premiums	163		141		295	
Provision for policy and other reserves	538		767		88	
Provision for reserve for outstanding claims	490		726		-	
Interest portion of reserve for policyholder dividends	47		41		88	
Investment expenses	24,016		34,717		54,893	
Interest expenses	808		810		1,624	
Losses on monetary trust, net	0		-		0	
Losses on sales of securities	8,846		21,598		25,458	
Devaluation losses on securities	176		22		269	
Losses from derivatives, net	10,728		8,858		21,068	
Foreign exchange losses, net	69		-		221	
Provision for reserve for possible loan losses	265		-		-	
Write-off of loans	15		8		-	
Depreciation of real estate for rent	1,341		1,223		2,692	
Other investment expenses	1,764		2,185		3,558	
Losses on separate accounts, net	-		10		-	
Operating expenses	41,616		39,558		82,533	
Other ordinary expenses	17,563		17,359		34,895	
Payments related to withheld insurance claims	11,436		11,297		22,764	
Taxes	2,713		2,475		5,234	
Depreciation	2,651		2,610		5,339	
Other ordinary losses	762		976		1,557	
Ordinary profit	22,333	3.9	39,731	7.7	46,954	4.4

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Extraordinary gains	67	0.0	58	0.0	402	0.0
Gains on sale of property and equipment	57		-		117	
Gains on sale of fixed assets	-		12		-	
Reversal of reserve for possible loan losses	-		46		270	
Recoveries of bad debts previously written-off	10		0		14	
Extraordinary losses	6,765	1.2	4,998	1.0	19,887	1.8
Losses on sales, disposal and devaluation of property and equipment	296		-		306	
Losses on sales, disposal and devaluation of fixed assets	-		45		-	
Impairment loss	3,099		1,373		3,322	
Provision for reserve for price fluctuations	3,369		3,377		16,258	
Headquarters removal costs	-		202		-	
Provision for reserve for policyholder dividends	6,653	1.2	7,219	1.4	15,932	1.5
Income before income taxes	8,982	1.6	27,572	5.3	11,537	1.1
Current income taxes	1,633	0.3	12,426	2.4	8,934	0.8
Deferred income taxes	2,585	0.4	(1,999)	(0.4)	(3,716)	(0.3)
Net income	4,764	0.8	17,145	3.3	6,319	0.6
Unappropriated retained earnings at beginning of period	28,509		-		28,509	
Transfer from land revaluation	743		-		845	
Unappropriated retained earnings at end of period	34,017		-		35,674	