

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the nine months ended December 31, 2006)

February 15, 2007

Name of Company: **T&D Holdings, Inc.** (Financial Summary for T&D Financial 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 this fiscal year.

2. Non-Consolidated Operating Results for the Nine Months Ended December 31, 2006 (April 1, 2006 - December 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
Nine months ended December 31, 2006	¥170,486 million	(31.0)	¥(8,638) million	6.6	¥(2,931) million	(49.4)	¥(7,332) million	(10.7)
Nine months ended December 31, 2005	¥247,207 million	172.3	¥(8,106) million	103.0	¥(5,787) million	77.4	¥(8,207) million	-
Year Ended March 31, 2006	¥312,371 million	108.0	¥(12,246) million	(5.0)	¥(7,037) million	4.3	¥(11,413) million	-

	Net Income per Share
Nine months ended December 31, 2006	¥(9,166.15)
Nine months ended December 31, 2005	¥(13,679.70)
Year Ended March 31, 2006	¥(18,952.71)

Notes:

1. Average number of outstanding shares during the term: for the nine months ended December 31, 2006: 800,000; for the nine months ended December 31, 2005: 600,000; for the fiscal year ended March 31, 2006: 602,192
2. % change for ordinary revenues, ordinary profit and net income, etc. is 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 December 31, 2006	¥1,014,069 million	¥37,815 million	3.7%	¥47,270.00
As of December 31, 2005	¥873,919 million	¥17,196 million	2.0%	¥28,661.41
As of March 31, 2006	¥934,116 million	¥45,243 million	4.8%	¥56,554.76

Notes:

1. Number of outstanding shares at the end of the term: as of December 31, 2006: 800,000; as of December 31, 2005: 600,000; as of March 31, 2006: 800,000
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)

T&D Financial 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 Nine Months Ended December 31, 2006".

T&D Financial Life Unaudited Non-Consolidated Condensed Balance Sheet

(Millions of yen)

	As of December 31,	As of December 31,	Increase (decrease)		As of March 31,
	2005	2006	Amount	% change	2006
	Amount	Amount	Amount	%	Amount
Assets:					
Cash and deposits	46,860	33,889	(12,971)	(27.7)	41,611
Cash	4	0	(3)	(83.9)	5
Deposit	46,856	33,888	(12,967)	(27.7)	41,605
Call loans	-	20,000	20,000	-	-
Monetary trusts	7,312	10,603	3,290	45.0	7,748
Securities	780,027	912,178	132,150	16.9	844,351
Government bonds	260,607	326,371	65,763	25.2	289,335
Corporate bonds	23,275	17,917	(5,357)	(23.0)	23,092
Domestic stocks	2,176	2,128	(47)	(2.2)	2,331
Foreign securities	46,853	25,935	(20,917)	(44.6)	46,688
Other securities	447,115	539,825	92,709	20.7	482,903
Loans	14,146	11,748	(2,397)	(16.9)	13,333
Policy loans	9,068	7,936	(1,132)	(12.5)	8,261
Commercial loans	5,077	3,812	(1,265)	(24.9)	5,071
Property and equipment	149	-	-	-	145
Buildings	123	-	-	-	124
Equipment	23	-	-	-	20
Construction in progress	2	-	-	-	0
Tangible fixed assets	-	301	-	-	-
Buildings	-	288	-	-	-
Other tangible fixed assets	-	12	-	-	-
Intangible fixed assets	-	2,496	-	-	-
Software	-	2,485	-	-	-
Other intangible fixed assets	-	10	-	-	-
Due from agencies	-	0	0	-	-
Due from reinsurers	6,053	6,963	909	15.0	5,923
Other assets	14,947	10,705	(4,242)	(28.4)	15,887
Accounts receivable	9,168	8,316	(852)	(9.3)	11,284
Prepaid expenses	215	366	151	70.3	230
Accrued income	811	815	4	0.5	932
Deposit for rent	844	911	67	8.0	993
Suspense payable	172	132	(40)	(23.3)	85
Goodwill	1,625	-	(1,625)	(100.0)	-
Other assets	2,110	162	(1,948)	(92.3)	2,360
Deferred tax assets	4,566	5,256	690	15.1	5,207
Reserve for possible loan losses	(144)	(72)	72	(49.7)	(92)
Total assets	873,919	1,014,069	140,149	16.0	934,116

(Millions of yen)

	As of December 31,	As of December 31,	Increase (decrease)		As of March 31,
	2005	2006	Amount	% change	2006
	Amount	Amount	Amount	%	Amount
Liabilities:					
Policy reserves	841,639	961,785	120,146	14.3	874,877
Reserve for outstanding claims	5,045	4,505	(540)	(10.7)	4,475
Policy reserve	832,869	954,248	121,378	14.6	866,962
Reserve for policyholder dividends	3,723	3,032	(691)	(18.6)	3,440
Due to agencies	1,077	1,073	(3)	(0.3)	849
Due to reinsurers	153	118	(35)	(22.8)	59
Other liabilities	5,232	5,262	29	0.6	4,718
Income taxes payable	33	9	(24)	(73.2)	38
Accounts payable	3,001	2,905	(95)	(3.2)	2,518
Accrued expenses	986	1,232	245	24.9	1,129
Unearned income	0	0	(0)	(76.6)	0
Deposit received	413	376	(37)	(9.1)	365
Suspense receipt	796	738	(57)	(7.3)	666
Reserve for employees' retirement benefits	8,159	7,473	(685)	(8.4)	7,886
Reserve for directors' and corporate auditors retirement benefits	109	143	33	30.3	117
Reserve for price fluctuations	351	395	44	12.7	364
Total liabilities	856,722	976,253	119,530	14.0	888,872
Stockholder's equity:					
Common stock	20,000	-	-	-	36,000
Capital surplus	10,000	-	-	-	26,000
Retained earnings (deficit)	(13,026)	-	-	-	(16,231)
Unappropriated deficit	13,026	-	-	-	16,231
Net unrealized gains on securities	223	-	-	-	(524)
Total stockholder's equity	17,196	-	-	-	45,243
Total liabilities and stockholder's equity	873,919	-	-	-	934,116
Net assets:					
Common stock	-	36,000	-	-	-
Capital surplus	-	26,000	-	-	-
Retained earnings	-	(23,564)	-	-	-
Other retained earnings	-	(23,564)	-	-	-
Unappropriated retained earnings	-	(23,564)	-	-	-
Total stockholder's equity	-	38,435	-	-	-
Net unrealized gains on securities	-	(619)	-	-	-
Total valuation and translation adjustments	-	(619)	-	-	-
Total net assets	-	37,815	-	-	-
Total liabilities and net assets	-	1,014,069	-	-	-

T&D Financial Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Nine months ended	Nine months ended	Increase (decrease)		Year ended March
	December 31, 2005	December 31, 2006			31, 2006
	Amount	Amount	Amount	% change	Amount
Ordinary revenues	247,207	170,486	(76,721)	(31.0)	312,371
Income from insurance premiums	160,948	153,089	(7,859)	(4.9)	208,153
Insurance premiums	157,113	149,480	(7,633)	(4.9)	203,351
Ceded reinsurance recoveries	3,834	3,608	(226)	(5.9)	4,802
Investment income	77,547	11,477	(66,069)	(85.2)	92,291
Interest, dividends and income from real estate for rent	3,234	3,229	(5)	(0.2)	4,590
Interest income from deposits	0	0	(0)	(99.8)	0
Interest income and dividends from securities	2,955	2,937	(18)	(0.6)	4,224
Interest income from loans	278	259	(19)	(6.9)	366
Other income from interest and dividends	0	32	32	-	0
Gains on sales of securities	446	533	87	19.5	502
Gains on redemption of securities	0	0	(0)	(64.4)	0
Other investment income	120	70	(50)	(41.7)	170
Gains on separate accounts, net	73,744	7,644	(66,100)	(89.6)	87,026
Other ordinary income	8,711	5,919	(2,792)	(32.0)	11,926
Income related to withheld insurance claims and other payments for future annuity payments	4,146	5,236	1,089	26.3	6,413
Income due to withheld insurance payments	360	262	(98)	(27.3)	470
Reversal of reserve for outstanding claims	1,682	-	(1,682)	(100.0)	2,252
Reversal of reserve for employees' retirement benefits	2,480	412	(2,067)	(83.4)	2,752
Reversal of reserve for directors' and corporate auditors' retirement benefits	13	-	(13)	(100.0)	5
Other ordinary profit	28	8	(19)	(69.7)	30
Ordinary expenses	255,314	179,124	(76,189)	(29.8)	324,617
Insurance claims and other payments	70,400	73,422	3,022	4.3	97,131
Insurance claims	18,802	15,800	(3,002)	(16.0)	24,046
Annuity payments	3,838	3,935	96	2.5	5,017
Insurance benefits	11,403	11,495	92	0.8	16,686
Surrender payments	27,203	33,250	6,046	22.2	38,812
Other payments	6,845	6,210	(635)	(9.3)	9,235
Reinsurance premiums	2,306	2,730	423	18.4	3,334
Provision for policy and other reserves	158,826	87,320	(71,506)	(45.0)	192,921
Provision for reserve for outstanding claims	-	30	30	-	-
Provision for policy reserve	158,821	87,286	(71,535)	(45.0)	192,914
Interest portion of reserve for policyholder dividends	5	4	(0)	(16.0)	6
Investment expenses	2,986	3,985	998	33.4	5,202
Interest expenses	0	0	0	0.3	1
Losses from monetary trusts, net	2,724	3,144	420	15.4	4,788
Losses on sales of securities	182	809	626	342.7	291
Devaluation losses on securities	55	-	(55)	(100.0)	55
Losses from redemption of securities	1	1	(0)	(4.8)	1
Foreign exchange losses, net	0	0	(0)	(93.5)	0
Other investment expenses	20	28	7	37.7	61
Operating expenses	16,357	12,469	(3,887)	(23.8)	20,294
Other ordinary expenses	6,742	1,926	(4,816)	(71.4)	9,068
Payments related to withheld insurance claims	384	458	74	19.4	543
Taxes	1,071	1,030	(41)	(3.9)	1,484
Depreciation	409	405	(3)	(0.9)	535
Provision for reserve for directors' and auditors' retirement benefits	-	25	25	-	-
Amortization of goodwill	4,875	-	(4,875)	(100.0)	6,500
Other ordinary losses	2	5	3	155.0	5
Ordinary profit	8,106	8,638	531	6.6	12,246

(Millions of yen)

	Nine months ended	Nine months ended	Increase (decrease)		Year ended March
	December 31, 2005	December 31, 2006	Amount	% change	31, 2006
	Amount	Amount	Amount		Amount
Extraordinary gains	0	10	9	1,711.0	1
Gains on sales of fixed assets	-	0	-	-	-
Reversal of reserve for possible loan losses	0	9	8	1,563.1	1
Extraordinary losses	2,406	941	(1,464)	(60.9)	2,699
Losses on sales, disposal and devaluation of property and equipment	315	-	-	-	376
Losses on sales, disposal and devaluation of fixed assets	-	36	-	-	-
Provision for reserve for price fluctuations	67	31	(35)	(53.0)	80
Headquarters removal cost	-	873	873	-	-
Other extraordinary losses	2,023	-	(2,023)	(100.0)	2,243
Provision for reserve for policyholder dividends	1,105	863	(242)	(21.9)	1,233
Loss before income taxes	11,617	10,433	(1,184)	(10.2)	16,178
Current income taxes	(5,744)	(3,092)	2,652	(46.2)	(6,809)
Deferred income taxes	2,334	(8)	(2,342)	(100.4)	2,044
Net loss	8,207	7,332	(874)	(10.7)	11,413
Unappropriated deficit at beginning of period	4,818	-	-	-	4,818
Unappropriated deficit at end of period	13,026	-	-	-	16,231

Supplementary Materials for the Nine Months Ended December 31, 2006

Business Highlights (Non-Consolidated)

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Business Highlights (Non-Consolidated)

(1) Total Policy Amount in Force

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

Category	As of December 31, 2005				As of December 31, 2006				As of March 31, 2006	
	Number		Amount		Number		Amount		Number	Amount
		Change (%)		Change (%)		Change (%)		Change (%)		
Individual insurance	296	85.6	21,592	83.3	260	87.7	18,297	84.7	286	20,708
Individual annuities	84	120.8	5,593	155.8	97	114.9	6,851	122.5	86	5,945
Individual variable annuities	46	157.5	4,226	197.4	60	131.7	5,551	131.4	49	4,595
Subtotal	381	91.5	27,186	92.1	357	93.7	25,149	92.5	373	26,654
Group insurance	-	-	14,818	82.7	-	-	10,180	68.7	-	15,160
Group annuities	-	-	448	77.6	-	-	399	89.0	-	444

Notes:

1. Policy amounts for individual annuities are equal to the funds 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.

(2) New Policy Amount

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

Category	Nine Months Ended December 31, 2005					
	Number		Amount		New policies	Increase from conversion
		Change (%)		Change (%)		
Individual insurance	3	21.1	340	17.7	340	-
Individual annuities	16	326.3	1,019	285.0	1,019	-
Individual variable annuities	16	326.3	1,019	285.0	1,019	-
Subtotal	19	86.0	1,360	59.6	1,360	-
Group insurance	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-

Category	Nine Months Ended December 31, 2006					
	Number		Amount		New policies	Increase from conversion
		Change (%)		Change (%)		
Individual insurance	0	0.1	0	0.2	0	-
Individual annuities	13	87.0	1,063	104.3	1,063	-
Individual variable annuities	13	87.0	1,063	104.3	1,063	-
Subtotal	13	70.2	1,063	78.2	1,063	-
Group insurance	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-

Category	Year Ended March 31, 2006					
	Number		Amount		New policies	Increase from conversion
		Change (%)		Change (%)		
Individual insurance	3	17.2	341	14.3	341	-
Individual annuities	19	246.6	1,286	211.6	1,286	-
Individual variable annuities	19	246.6	1,286	211.6	1,286	-
Subtotal	23	77.8	1,627	54.3	1,627	-
Group insurance	-	-	0	5.7	0	-
Group annuities	-	-	-	-	-	-

Notes:

1. There is no conversion plan from FY2001.
2. The new policy amount including 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 annuity is equal to the initial premium payment.

(3) Annualized Premiums

a. Policy amount in force

(Millions of yen, %)

Category	As of December 31, 2005		As of December 31, 2006		As of March 31, 2006	
	Amount	Change (%)	Amount	Change (%)	Amount	Change (%)
Individual insurance	36,056	87.9	29,555	82.0	32,681	81.0
Individual annuities	38,628	153.0	53,919	139.6	41,436	148.0
Total	74,685	112.7	83,474	111.8	74,117	108.5
3rd Sector	8,051	85.8	6,932	86.1	7,711	81.7

b. New policies

(Millions of yen, %)

Category	Nine months ended December 31, 2005		Nine months ended December 31, 2006		Year ended March 31, 2006	
	Amount	Change (%)	Amount	Change (%)	Amount	Change (%)
Individual insurance	484	22.7	0	0.2	485	18.2
Individual annuities	9,944	302.7	13,105	131.8	12,545	222.5
Total	10,429	192.5	13,106	125.7	13,030	156.9
3rd Sector	293	21.6	0	0.0	293	17.3

Notes:

1. New policies include net increase from conversions.
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.

(4) Surrender and Lapse Amount

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

Category	Nine months ended December 31, 2005				Nine months ended December 31, 2006				Year Ended March 31, 2006	
	Number	Change (%)	Amount	Change (%)	Number	Change (%)	Amount	Change (%)	Number	Amount
Individual insurance	32	103.7	3,196	100.5	18	55.1	1,697	53.1	40	3,894
Individual annuities	2	113.3	196	175.8	2	95.4	260	132.5	3	292
Total	35	104.3	3,392	103.1	20	58.1	1,958	57.7	43	4,186

(5) Surrender and Lapse Rate

(Surrender and lapse amount / Policy amount in force at the beginning of the fiscal year)

(%)

Category	Nine months ended December 31, 2005	Nine months ended December 31, 2006	Year Ended March 31, 2006
Individual insurance	12.66	8.20	15.43
Individual annuities	5.06	4.38	7.52
Total	11.65	7.35	14.37

Note: Surrender and lapse rate is not annualized.

(6) Reconciliation to Core Profit and Non-Consolidated Ordinary Profit

a. Reconciliation to core profit

(Millions of yen)

Category	Nine months ended December 31, 2005	Nine months ended December 31, 2006	Year Ended March 31, 2006
Core revenues	246,761	169,952	311,869
Income from insurance premiums	160,948	153,089	208,153
Insurance premiums	157,113	149,480	203,351
Ceded reinsurance recoveries	3,834	3,608	4,802
Investment income	77,100	10,943	91,788
Interest, dividends and income from real estate for rent	3,234	3,229	4,590
Gains on redemption of securities	0	0	0
Other investment income	120	70	170
Gains on separate accounts, net	73,744	7,644	87,026
Other ordinary income	8,711	5,919	11,926
Income related to withheld insurance claims and other payments for future annuity payments	4,146	5,236	6,413
Income due to withheld insurance payments	360	262	470
Reversal of reserve for outstanding claims	1,682	-	2,252
Reversal of policy reserves (except contingency reserve)	-	-	-
Reversal of reserve for employees' retirement benefits	2,480	412	2,752
Other ordinary income	41	8	35
Other core revenues	-	-	-
Core expenses	252,548	172,884	318,906
Insurance claims and other payments	70,400	73,422	97,131
Insurance claims	18,802	15,800	24,046
Annuity payments	3,838	3,935	5,017
Insurance benefits	11,403	11,495	16,686
Surrender payments	27,203	33,250	38,812
Other payments	6,845	6,210	9,235
Reinsurance payments	2,306	2,730	3,334
Provision for policy and other reserves	159,025	85,034	192,347
Investment expenses	22	30	64
Interest expense	0	0	1
Losses from redemption of securities	1	1	1
Provision for reserve for possible loan losses	-	-	-
Depreciation of real estate for rent	-	-	-
Other investment expenses	20	28	61
Losses on separate accounts, net	-	-	-
Operating expenses	16,357	12,469	20,294
Other ordinary expenses	6,742	1,926	9,068
Payments related to withheld insurance claims	384	458	543
Taxes	1,071	1,030	1,484
Depreciation	409	405	535
Provision for reserve for employees' retirement benefits	-	-	-
Other ordinary expenses	4,877	31	6,505
Other core expenses	-	-	-
Core profit	(5,787)	(2,931)	(7,037)

b. Reconciliation to non-consolidated ordinary profit

(Millions of yen)

Category	Nine months ended December 31, 2005	Nine months ended December 31, 2006	Year Ended March 31, 2006
Core profit (A)	(5,787)	(2,931)	(7,037)
Capital gains	446	533	502
Gains from monetary trusts, net	-	-	-
Gains on investments in trading securities, net	-	-	-
Gains on sales of securities	446	533	502
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	-	-
Others	-	-	-
Capital losses	2,963	3,954	5,137
Losses from monetary trusts, net (Note 1)	2,724	3,144	4,788
Losses on investments in trading securities, net	-	-	-
Losses on sales of securities	182	809	291
Devaluation losses on securities	55	-	55
Losses from derivatives, net	-	-	-
Foreign exchange losses, net	0	0	0
Others	-	-	-
Capital gains/losses (B)	(2,517)	(3,420)	(4,635)
(A+B)	(8,304)	(6,352)	(11,672)
Other one-time gains	2,893	473	2,962
Ceding reinsurance commissions	-	-	-
Reversal of contingency reserve	-	-	-
Others (Note 2)	2,893	473	2,962
Other one-time losses	2,694	2,759	3,536
Reinsurance premiums	-	-	-
Provision for contingency reserve	2,694	2,759	3,536
Provision for specific reserve for possible loan losses	-	-	-
Provision for specific reserves for loans to refinancing countries	-	-	-
Write-off of loans	-	-	-
Others	-	-	-
Other one-time gains/losses (C)	198	(2,285)	(573)
Ordinary profit/losses (A+B+C)	(8,106)	(8,638)	(12,246)

Notes:

- The figures of losses from monetary trusts, net are equal to losses on delivative transactions for the purpose of hedging minimum guarantee risks relating to individual variable annuities.
- 'Others' in other one-time gains above include reversal for policy reserve relating to minimum guarantee risks for individual variable annuities contracted prior to March 31, 2004, which were not mandatory in the FSA regulation.

(7) Negative Spread

(Millions of yen, %)

Category	Nine months ended December 31, 2005	Nine months ended December 31, 2006	Year Ended March 31, 2006
Negative spread	3,459	3,210	4,306
Investment yield on core profit	1.07%	1.10%	1.14%
Average assumed investment yield	2.18%	2.17%	2.19%
Policy reserves in general accounts	414,169	397,371	411,721

Notes:

- Method of calculating negative spread:
 $(\text{Investment yield on core profit} - \text{Average assumed investment yield}) \times \text{Policy reserve in general accounts}$
- "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.
- Average assumed investment yield is calculated by dividing numerator as assumed interest (general accounts only) by denominator as policy reserve in general accounts.
- Investment yield on core profit and average assumed investment yield are annualized.
- Policy reserve in general accounts represents the earned policy reserve calculated for policy reserve in general accounts less contingency reserve by Hardy method as follows:
Hardy method: $(\text{Policy reserve at beginning of fiscal year} + \text{Policy reserve at end of fiscal year} - \text{Assumed interest}) \times (1/2)$

(8) Solvency Margin Ratio

(Millions of yen)

Items	As of December 31, 2005	As of December 31, 2006	As of March 31, 2006
Total solvency margin (A)	42,120	71,246	71,703
Net assets (less certain items)	16,973	38,435	45,768
Reserve for price fluctuations	351	395	364
Contingency reserve	4,293	7,894	5,134
Reserve for possible loan losses	13	4	13
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent., if gains; x 100 per cent., if losses)	314	(884)	(749)
Net unrealized gains (losses) on real estate (x 85 per cent., if gains; x 100 per cent., if losses)	-	-	-
Excess of amount of policy surrender payment	19,436	24,825	20,555
Unallotted portion of reserve for policyholder dividends	-	-	-
Future profits	737	575	616
Deferred tax assets	-	-	-
Subordinated debt	-	-	-
Deductible items	-	-	-
Total risk $\sqrt{R_1^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	7,896	10,032	7,501
Insurance risk R_1	2,706	2,209	2,660
Assumed investment yield risk R_2	406	391	402
Investment risk R_3	2,581	2,216	2,512
Business risk R_4	294	349	281
Minimum guarantee risk R_7	4,115	6,820	3,796
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,066.7%	1,420.3%	1,911.8%

Notes:

- 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 December 31, 2005 and 2006 were calculated based on the above provisions and considered appropriate by the Company.
- "Net assets (less certain items)" as of December 31, 2006 represents net assets on the balance sheet less net unrealized gains on securities. As of December 31, 2005 and March 31, 2006, "Net assets (less certain items)" above represents equity capital on the balance sheet less net unrealized gains on securities.
- The figures of "minimum guarantee risk" were calculated on the basis of the regulatory standard.

(9) Adjusted Net Assets

(Millions of yen)

Item	As of December 31, 2005	As of December 31, 2006	As of March 31, 2006
Adjusted net assets	37,949	63,963	64,567

Note: Adjusted net assets are calculated based on the regulatory standard.

(10) Asset Composition (General Account Assets)

(Millions of yen, %)

Category	As of December 31, 2005		As of December 31, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	35,234	7.8	37,725	8.1	30,582	6.4
Monetary claims purchased	-	-	-	-	-	-
Monetary trusts	7,312	1.6	10,603	2.3	7,748	1.6
Securities	370,036	81.9	378,514	81.8	398,232	83.6
Domestic bonds	283,226	62.7	343,683	74.2	311,786	65.5
Domestic stocks	443	0.1	340	0.1	481	0.1
Foreign securities	44,750	9.9	23,826	5.1	44,607	9.4
Foreign bonds	27,571	6.1	15,582	3.4	27,566	5.8
Foreign stocks and other securities	17,179	3.8	8,244	1.8	17,041	3.6
Other securities	41,615	9.2	10,663	2.3	41,356	8.7
Loans	14,146	3.1	11,748	2.5	13,333	2.8
Policy loans	9,068	2.0	7,936	1.7	8,261	1.7
Commercial loans	5,077	1.1	3,812	0.8	5,071	1.1
Property and equipment	126	0.0	288	0.1	125	0.0
Deferred tax asset	4,566	1.0	5,256	1.1	5,207	1.1
Deferred tax asset concerning revaluation	-	-	-	-	-	-
Other assets	20,541	4.5	18,864	4.1	21,200	4.5
Reserve for possible loan losses	(144)	(0.0)	(72)	(0.0)	(92)	(0.0)
Total	451,819	100.0	462,928	100.0	476,337	100.0
Foreign currency denominated assets	671	0.1	667	0.1	658	0.1

(11) Fair Value Information on Securities and Others (General Account Assets)**1) Fair value information on securities (except trading securities)****a. Securities with fair value**

(Millions of yen)

Category	As of December 31, 2005				
	Cost / Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	254,346	256,815	2,468	2,860	391
Domestic bonds	227,347	229,703	2,355	2,747	391
Foreign bonds	26,999	27,112	113	113	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	114,644	114,994	349	2,036	1,687
Domestic bonds	57,018	55,879	(1,139)	5	1,144
Domestic stocks	99	327	227	227	-
Foreign securities	17,666	17,751	84	152	67
Bonds	595	572	(23)	-	23
Stocks, etc.	17,070	17,179	108	152	43
Other securities	39,859	41,036	1,176	1,651	475
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Monetary trusts	-	-	-	-	-
Total	368,991	371,809	2,818	4,897	2,078
Domestic bonds	284,366	285,582	1,216	2,752	1,536
Domestic stocks	99	327	227	227	-
Foreign securities	44,665	44,863	198	265	67
Bonds	27,595	27,684	89	113	23
Stocks, etc.	17,070	17,179	108	152	43
Other securities	39,859	41,036	1,176	1,651	475
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Monetary trusts	-	-	-	-	-

Note: 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.

b. Securities without fair value (Carrying Value)

(Millions of yen)

Category	As of December 31, 2005
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	696
Unlisted domestic stocks	116
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	579
Total	696

Note: Securities included in jointly operated designated monetary trusts are not included herein.

a. Securities with fair value

(Millions of yen)

Category	As of December 31, 2006				
	Cost / Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	302,985	303,113	128	1,002	874
Domestic bonds	287,985	288,110	125	999	874
Foreign bonds	15,000	15,003	3	3	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	75,922	75,037	(884)	1,194	2,079
Domestic bonds	57,272	55,698	(1,574)	15	1,589
Domestic stocks	99	225	125	125	-
Foreign securities	8,682	8,826	144	166	21
Bonds	593	582	(10)	-	10
Stocks, etc.	8,089	8,244	155	166	11
Other securities	9,867	10,286	419	887	467
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Monetary trusts	-	-	-	-	-
Total	378,907	378,150	(756)	2,197	2,954
Domestic bonds	345,257	343,808	(1,449)	1,015	2,464
Domestic stocks	99	225	125	125	-
Foreign securities	23,682	23,829	147	169	21
Bonds	15,593	15,585	(7)	3	10
Stocks, etc.	8,089	8,244	155	166	11
Other securities	9,867	10,286	419	887	467
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Monetary trusts	-	-	-	-	-

Note: 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.

b. Securities without fair value (Carrying value)

(Millions of yen)

Category	As of December 31, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	492
Unlisted domestic stocks	115
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	376
Total	492

Note: Securities included in jointly operated designated monetary trusts are not included herein.

a. Securities with fair value

(Millions of yen)

Category	As of March 31, 2006				
	Cost / Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	285,920	285,309	(610)	682	1,293
Domestic bonds	258,921	258,231	(689)	588	1,278
Foreign bonds	26,999	27,078	78	93	15
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	112,461	111,711	(749)	1,994	2,743
Domestic bonds	54,868	52,865	(2,003)	0	2,003
Domestic stocks	99	365	265	265	-
Foreign securities	17,633	17,608	(24)	128	153
Bonds	595	566	(28)	-	28
Stocks, etc.	17,038	17,041	3	128	125
Other securities	39,859	40,872	1,013	1,599	585
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Monetary trusts	-	-	-	-	-
Total	398,381	397,021	(1,360)	2,676	4,036
Domestic bonds	313,789	311,096	(2,693)	588	3,281
Domestic stocks	99	365	265	265	-
Foreign securities	44,632	44,686	53	222	168
Bonds	27,594	27,645	50	93	43
Stocks, etc.	17,038	17,041	3	128	125
Other securities	39,859	40,872	1,013	1,599	585
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Monetary trusts	-	-	-	-	-

Note: 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.

b. Securities without fair value (Carrying Value)

(Millions of yen)

Category	As of March 31, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	600
Unlisted domestic stocks	116
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	484
Total	600

Note: Securities included in jointly operated designated monetary trusts are not included herein.

2) Fair value information on monetary trusts

(Millions of yen)

Category	As of December 31, 2005				
	Carrying value before mark-to-market	Current fair value		Net unrealized gains (losses)	
				Gains	Losses
Monetary trusts	7,312	7,312	-	-	-

Category	As of December 31, 2006				
	Carrying value before mark-to-market	Current fair value		Net unrealized gains (losses)	
				Gains	Losses
Monetary trusts	10,603	10,603	-	-	-

Category	As of March 31, 2006				
	Carrying value before mark-to-market	Current fair value		Net unrealized gains (losses)	
				Gains	Losses
Monetary trusts	7,748	7,748	-	-	-

a. Monetary trusts for investment

(Millions of yen)

Category	As of December 31, 2005		As of December 31, 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	7,312	(2,413)	10,603	(2,862)	7,748	(4,406)

Note: The above figures show all of the fair value information on monetary trusts including securities, cash and call loans and others.

b. Monetary trusts for held-to-maturity, policy reserve matching securities, and others

The Company held no monetary trusts for investment as of December 31, 2005 and 2006, and March 31, 2006.

3) Fair value information on real estate

The Company held no monetary trusts for investment as of December 31, 2005 and 2006, and March 31, 2006.

4) Fair value information on derivative transactions

i. Gains (losses) on derivatives with and without hedge accounting

(Millions of yen)

Category	As of December 31, 2006					
	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	-	-	-	-	-	-
Hedge accounting not applied	-	(2,347)	(4,870)	-	-	(7,218)
Total	-	(2,347)	(4,870)	-	-	(7,218)

Note: Gains (losses) on derivatives which are not applied to hedge accounting are recorded in the income statements.

ii. Interest-related transactions

The Company held no monetary trusts for investment as of December 31, 2005 and 2006, and March 31, 2006.

iii. Currency-related transactions

(Millions of yen)

Category	As of December 31, 2005			As of December 31, 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		Current market or fair value	Valuation gains (losses)
		Over 1 year				Over 1 year				Over 1 year		
Over-the-counter transactions												
Currency options												
Bought:												
Put	28,865	26,538		35,612	32,359		29,401	26,945				
	[3,311]	[3,271]	[1,959]	[4,375]	[4,271]	[2,027]	[3,446]	[3,393]	[1,918]			[(1,528)]
U.S. dollar	16,540	15,194		22,106	20,087		16,966	15,536				
	[2,061]	[2,034]	[1,184]	[2,965]	[2,895]	[1,562]	[2,159]	[2,125]	[1,203]			[(955)]
Euro	12,325	11,344		13,505	12,271		12,435	11,408				
	[1,249]	[1,236]	[775]	[1,409]	[1,376]	[464]	[1,287]	[1,267]	[714]			[(572)]
Total												(1,528)

Note: Parenthesized figures are option premiums.

iv. Stock-related transactions

(Millions of yen)

Category	As of December 31, 2005			As of December 31, 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		Current market or fair value	Valuation gains (losses)
		Over 1 year				Over 1 year				Over 1 year		
Over-the-counter transactions												
Stock index options:												
Bought:												
Put	55,941	52,033		92,604	86,148		63,940	59,531				
	[5,668]	[5,596]	[4,655]	[10,850]	[10,603]	[5,979]	[7,014]	[6,908]	[4,185]			[(2,828)]
Nikkei225	55,941	52,033		89,392	82,978		63,940	59,531				
	[5,668]	[5,596]	[4,655]	[10,322]	[10,077]	[5,548]	[7,014]	[6,908]	[4,185]			[(2,828)]
S&P500	-	-		2,095	2,065		-	-				
	[-]	[-]	[-]	[313]	[312]	[260]	[-]	[-]	[-]			[-]
DJES 50	-	-		1,116	1,104		-	-				
	[-]	[-]	[-]	[214]	[214]	[170]	[-]	[-]	[-]			[-]
Total												(2,828)

Note: Parenthesized figures are option premiums.

v. Bond-related transactions

The Company held no other derivative instruments as of December 31, 2005 and 2006, and March 31, 2006.

vi. Others

The Company held no other derivative instruments as of December 31, 2005 and 2006, and March 31, 2006.