

CONSOLIDATED FINANCIAL SUMMARY

(For the nine months ended December 31, 2006)

February 15, 2007

Name of Company: **T&D Holdings, Inc.**
 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.
 (3) Scope of Consolidation and Application of Equity Method:
 Number of consolidated subsidiaries: 16
 Number of non-consolidated subsidiaries accounted for by the equity method: 0
 Number of affiliates accounted for by the equity method: 2
 (4) Changes in Scope of Consolidation and Application of Equity Method: None

2. Consolidated Operating Results for the Nine Months Ended December 31, 2006 (Apr. 1, 2006 - Dec. 31, 2006)

(1) Results of Operations

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

	Ordinary Revenues	% change	Ordinary Profit	% change	Net Income	% change
Nine months ended December 31, 2006	¥1,703,355 million	(7.0)	¥120,929 million	37.3	¥39,904 million	94.0
Nine months ended December 31, 2005	¥1,831,931 million	4.3	¥88,104 million	5.8	¥20,574 million	(35.0)
Year Ended March 31, 2006	¥2,444,295 million	5.5	¥136,846 million	25.7	¥35,545 million	(4.3)

	Net Income per Share	Net Income per Share (Fully Diluted)
Nine months ended December 31, 2006	¥162.04	-
Nine months ended December 31, 2005	¥85.21	-
Year Ended March 31, 2006	¥146.19	-

Notes:

- Equity in net gain of affiliated companies: ¥24 million for the nine months ended December 31, 2006; ¥15 million for the nine months ended December 31, 2005; ¥22 million for the year ended March 31, 2006
- Average number of outstanding shares during the term (consolidated): nine months ended December 31, 2006: 246,264,054; nine months ended December 31, 2005: 241,452,924; year ended March 31, 2006: 241,664,575
- % change for ordinary revenues and ordinary profit, etc. are presented in comparison with the same term of the previous fiscal year.

(2) Financial Conditions

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
As of December 31, 2006	¥13,964,267 million	¥1,059,700 million	7.6%	¥4,296.88
As of December 31, 2005	¥13,765,261 million	¥994,232 million	7.2%	¥4,117.84
As of March 31, 2006	¥13,986,233 million	¥1,080,098 million	7.7%	¥4,384.93

Note: Number of outstanding shares at the end of the term (consolidated): as of December 31, 2006: 246,256,179; as of December 31, 2005: 241,444,868; as of March 31, 2006: 246,271,247

(3) Results of Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Term
Nine months ended December 31, 2006	¥58,350 million	¥199,125 million	¥(1,679) million	¥1,085,364 million
Nine months ended December 31, 2005	¥61,582 million	¥(196,982) million	¥(15,139) million	¥715,572 million
Year Ended March 31, 2006	¥138,640 million	¥(196,333) million	¥27,346 million	¥834,403 million

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

	Ordinary Revenues	Ordinary Profit	Net Income
Year ending March 31, 2007	¥2,260,000 million	¥139,000 million	¥34,000 million

Note: Projected net income per share for the year ending March 31, 2007 is ¥138.07.

The above forecasts for the year ending March 31, 2007 reflect the Company's current analysis of existing information and trends. Actual results may differ from expectations based on risks and uncertainties that may affect the Company's businesses.

4. Financial Review

1. Consolidated Results of Operations

For the nine months ended December 31, 2006, ordinary revenues decreased ¥128.5 billion, or 7.0 percent from the level of the same term of the previous fiscal year, to ¥1,703.3 billion, which was a total of income from insurance premiums of ¥1,349.4 billion (down 5.5 percent), investment income of ¥304.1 billion (down 12.1 percent), other ordinary income of ¥49.6 billion (down 14.6 percent) and others.

Ordinary expenses decreased ¥161.3 billion, or 9.3 percent from the level of the same term of the previous fiscal year, to ¥1,582.4 billion, which were a total of insurance claims and other payments of ¥1,246.8 billion (down 7.3 percent), provision for policy and other reserves of ¥33.6 billion (down 68.9 percent), investment expenses of ¥88.8 billion (up 16.4 percent), operating expenses of ¥154.4 billion (down 2.3 percent), other ordinary expenses of ¥58.5 billion (up 4.7 percent) and others.

As a result, ordinary profit increased ¥32.8 billion, or 37.3 percent, to ¥120.9 billion. Ordinary profit increased mainly due to an increase in income from interest and dividends.

Extraordinary gains decreased 64.8 percent, to ¥0.4 billion, and extraordinary losses decreased 24.3 percent, to ¥22.0 billion. Extraordinary losses mainly consisted of impairment loss of ¥1.8 billion (down 43.6 percent), provision for reserve for price fluctuations of ¥17.7 billion (down 18.8 percent) and headquarters removal costs of ¥1.3 billion (-).

After accounting for extraordinary gains and losses, the provision for reserve for policyholder dividends, and income taxes, net income increased ¥19.3 billion, or 94.0 percent from the level of the same term of the previous fiscal year, to ¥39.9 billion.

2. Consolidated Financial Position

(1) Balance Sheets

As of December 31, 2006, total assets amounted to ¥13,964.2 billion (down 0.2 percent from March 31, 2006), mainly consisting of securities centered on public and corporate bonds amounting to ¥9,763.2 billion (down 0.7 percent), loans of ¥2,441.1 billion (down 3.1 percent), monetary claims purchased of ¥545.8 billion (up 94.5 percent), cash and deposits of ¥361.2 billion (down 19.2 percent) and tangible fixed assets of ¥317.2 billion (down 0.4 percent).

Total liabilities were ¥12,904.5 billion (down 0.0 percent), and policy reserves accounting for a substantial portion of them amounted to ¥12,269.9 billion (up 0.2 percent).

Total net assets were ¥1,059.7 billion (total shareholders' equity as of March 31, 2006 was ¥1,080.0 billion), of which net unrealized gains on securities was ¥648.9 billion (down 7.0 percent).

(2) Cash Flows

Cash flows for the nine months ended December 31, 2006, were as follows.

Net cash provided by operating activities was ¥58.3 billion in revenue, down ¥3.2 billion from the level of the same term of the previous fiscal year. This was mainly due to a decrease in income from insurance premiums.

Net cash provided by investing activities was ¥199.1 billion in revenue, an increase of gain of ¥396.1 billion compared with the expenditure of ¥196.9 billion recorded in the same term of the previous fiscal year. This was mainly due to a decrease in purchase of securities and an increase in gains on sales and redemption of securities.

Net cash used in financing activities was ¥1.6 billion, down ¥13.4 billion from the level of the same term of the previous fiscal year. This was mainly because income from short-term debenture was posted at this term, while dividends paid increased.

As a result, cash and cash equivalents as of December 31, 2006 totaled ¥1,085.3 billion, up ¥250.9 billion from the beginning of the fiscal year.

3. Operations of Three Life Insurance Companies (Non-consolidated Basis)

(1) Results of Operations

Taiyo Life Insurance Company:

For the nine months ended December 31, 2006, Taiyo Life's ordinary revenues decreased ¥46.1 billion, or 5.6 percent from the level of the same term of the previous fiscal year, to ¥782.6 billion, which was a total of income from insurance premiums of ¥550.0 billion (down 11.2 percent), investment income of ¥165.1 billion (up 14.9 percent), and other ordinary income of ¥67.3 billion (up 2.5 percent).

Ordinary expenses decreased ¥61.1 billion, or 7.7 percent from the level of the same term of the previous fiscal year, to ¥734.7 billion, which was a total of insurance claims and other payments of ¥597.1 billion (down 10.7 percent), investment expenses of ¥51.2 billion (up 34.0 percent), operating expenses of ¥59.1 billion (down 4.8 percent) and others.

As a result, ordinary profit increased ¥14.9 billion, or 45.4 percent, to ¥47.9 billion. Ordinary profit increased mainly due to an increase in income from interest and dividends.

Extraordinary gains decreased 24.1 percent, to ¥0.0 billion, and extraordinary losses decreased 40.6 percent, to ¥9.2 billion. Extraordinary losses mainly consisted of provision for reserve for price fluctuations of ¥7.5 billion (down 38.3 percent).

Net income increased ¥13.3 billion, or 348.8 percent from the level of the same term of the previous fiscal year, to ¥17.1 billion.

Daido Life Insurance Company:

For the nine months ended December 31, 2006, Daido Life's ordinary revenues increased ¥2.8 billion, or 0.4 percent from the level of the same term of the previous fiscal year, to ¥798.8 billion, which was a total of income from insurance premiums of ¥646.3 billion (down 0.2 percent), investment income of ¥131.9 billion (up 3.4 percent), and other ordinary income of ¥20.5 billion (down 2.0 percent).

Ordinary expenses decreased ¥20.1 billion, or 2.7 percent from the level of the same term of the previous fiscal year, to ¥714.8 billion, which was a total of insurance claims and other payments of ¥576.3 billion (down 4.9 percent) and investment expenses of ¥36.6 billion (up 0.0 percent), operating expenses of ¥83.6 billion (up 2.2 percent) and others.

As a result, ordinary profit increased ¥23.0 billion, or 37.8 percent, to ¥83.9 billion. Ordinary profit increased mainly due to an increase in income from interest and dividends.

Extraordinary gains decreased 56.0 percent, to ¥0.4 billion, and extraordinary losses increased 7.8 percent, to ¥11.9 billion. Extraordinary losses mainly consisted of provision for reserve for price fluctuations of ¥10.2 billion (up 6.0 percent).

Net income increased ¥8.4 billion, or 35.9 percent from the level of the same term of the previous fiscal year, to ¥32.1 billion.

T&D Financial Life Insurance Company:

For the nine months ended December 31, 2006, T&D Financial Life's ordinary revenues decreased ¥76.7 billion, or 31.0 percent from the level of the same term of the previous fiscal year, to ¥170.4 billion, which was a total of income from insurance premiums of ¥153.0 billion (down 4.9 percent), investment income of ¥11.4 billion (down 85.2 percent), and other ordinary income of ¥5.9 billion (down 32.0 percent).

Ordinary expenses decreased ¥76.1 billion, or 29.8 percent from the level of the same term of the previous fiscal year, to ¥179.1 billion, which was a total of insurance claims and other payments of ¥73.4 billion (up 4.3 percent), provision for policy and other reserves of ¥87.3 billion (down 45.0 percent), investment expenses of ¥3.9 billion (up 33.4 percent), and operating expenses of ¥12.4 billion (down 23.8 percent) and others.

As a consequence, ordinary losses increased ¥0.5 billion, or 6.6 percent, to ¥8.6 billion.

Extraordinary gains were ¥0.0 billion (up 1,711.0 percent), and extraordinary losses were ¥0.9 billion (down 60.9 percent). Extraordinary losses mainly consisted of headquarter removal costs of ¥0.8 billion (-).

Net loss decreased ¥0.8 billion, or 10.7 percent from the same term of the previous fiscal year, to ¥7.3 billion.

(2) Sales Results

Taiyo Life Insurance Company:

The new policy amount of individual insurance and annuities (including the net increase from conversions) for the nine months ended December 31, 2006, decreased 22.3 percent compared with the same term of the previous fiscal year, to ¥1,830.2 billion.

On the other hand, the amount of surrender and lapse of individual insurance and annuities decreased 7.4 percent compared with the same term of the previous fiscal year, to ¥1,154.1 billion.

As a consequence, the total policy amount in force of individual insurance and annuities as of December 31, 2006, increased 1.2 percent from the level of the same term-end of the previous fiscal year (increased 1.4 percent from the previous fiscal year-end), to ¥17,830.4 billion.

Daido Life Insurance Company:

The new policy amount of individual insurance and annuities (including the net increase from conversions) for the nine months ended December 31, 2006 increased 2.8 percent compared with the same term of the previous fiscal year, to ¥3,513.4 billion.

On the other hand, the amount of surrender and lapse of individual insurance and annuities increased 21.3 percent compared with the same term of the previous fiscal year, to ¥2,841.6 billion.

As a consequence, the total policy amount in force of individual insurance and annuities as of December 31, 2006 decreased 0.3 percent from the level of the same term-end of the previous fiscal year (decreased 0.2 percent from the previous fiscal year-end), to ¥39,914.3 billion.

T&D Financial Life Insurance Company:

The new policy amount of individual insurance and annuities for the nine months ended December 31, 2006 decreased 21.8 percent compared with the same term of the previous fiscal year, to ¥106.3 billion.

On the other hand, the amount of surrender and lapse of individual insurance and annuities decreased 42.3 percent compared with the same term of the previous fiscal year, to ¥195.8 billion.

As a consequence, the total policy amount in force of individual insurance and annuities as of December 31, 2006, decreased 7.5 percent from the level of the same term-end of the previous fiscal year (decreased 5.6 percent from the previous fiscal year-end), to ¥2,514.9 billion.

(3) Other Material Items

Taiyo Life Insurance Company:

Taiyo Life's core profit (a measure of underlying profitability from core insurance operations on a non-consolidated basis) for the nine months ended December 31, 2006, recorded ¥37.7 billion, up 44.7 percent compared with the same term of the previous fiscal year, after compensating for a negative spread of ¥21.9 billion (down 31.1 percent).

As of December 31, 2006, Taiyo Life's solvency margin ratio (a measure of insurance companies' financial soundness) was 1,037.4 percent (1,045.2 percent as of March 31, 2006). Furthermore, the value of adjusted net assets (adjusted assets at fair value less liabilities, excluding quasi-equity liabilities) amounted to ¥764.5 billion (¥757.5 billion as of March 31, 2006).

Daido Life Insurance Company:

Daido Life posted ¥81.1 billion in its core profit for the nine months ended December 31, 2006, an increase of 19.1 percent compared with the same term of the previous fiscal year, after compensating for a negative spread of ¥10.0 billion (down 61.7 percent).

As of December 31, 2006, Daido Life's solvency margin ratio was 1,244.9 percent (1,254.4 percent as of March 31, 2006). Furthermore, the value of adjusted net assets amounted to ¥1,054.0 billion (¥1,062.3 billion as of March 31, 2006).

T&D Financial Life Insurance Company:

T&D Financial Life marked a loss of ¥2.9 billion (down 49.4 percent) in its core profit for the nine months ended December 31, 2006, after compensating for a negative spread of ¥3.2 billion (down 7.2 percent).

As of December 31, 2006, T&D Financial Life's solvency margin ratio was 1,420.3 percent (1,911.8 percent as of March 31, 2006). Furthermore, the value of adjusted net assets amounted to ¥63.9 billion (¥64.5 billion as of March 31, 2006).

(4) Financial Position

Taiyo Life Insurance Company:

As of December 31, 2006, total assets amounted to ¥6,532.3 billion (down 0.9 percent from March 31, 2006), mainly consisting of securities centered on public and corporate bonds amounting to ¥4,493.3 billion (down 1.4 percent), loans of ¥1,502.9 billion (down 2.1 percent), tangible fixed assets of ¥165.3 billion (down 2.1 percent) and monetary claims purchased of ¥147.0 billion (up 18.2 percent).

Total liabilities were ¥6,121.1 billion (down 0.8 percent), and policy reserves accounting for a substantial portion of them amounted to ¥5,851.9 billion (down 0.8 percent).

Total net assets were ¥411.2 billion (total shareholders' equity as of March 31, 2006 was ¥418.5 billion), of which net unrealized gains on securities was ¥295.4 billion (down 6.2 percent).

Daido Life Insurance Company:

As of December 31, 2006, total assets amounted to ¥6,356.8 billion (down 0.8 percent from March 31, 2006), mainly consisting of securities centered on public and corporate bonds amounting to ¥4,364.0 billion (down 1.6 percent), loans of ¥942.3 billion (down 4.5 percent), monetary claims purchased of ¥398.8 billion (up 155.3 percent), cash and deposits of ¥220.9 billion (down 27.4 percent) and tangible fixed assets of ¥144.1 billion (up 0.8 percent).

Total liabilities were ¥5,771.4 billion (down 0.8 percent), and policy reserves accounting for a substantial portion of them amounted to ¥5,451.2 billion (down 0.5 percent).

Total net assets were ¥585.3 billion (total shareholders' equity as of March 31, 2006 was ¥590.2 billion), of which net unrealized gains on securities was ¥354.1 billion (down 7.6 percent).

T&D Financial Life Insurance Company:

As of December 31, 2006, total assets amounted to ¥1,014.0 billion (up 8.6 percent from March 31, 2006), mainly consisting of securities amounting to ¥912.1 billion (up 8.0 percent), cash and deposits of ¥33.8 billion (down 18.6 percent), call loans of ¥20.0 billion (no held as of March 31, 2006) and loans of ¥11.7 billion (down 11.9 percent).

Total liabilities were ¥976.2 billion (up 9.8 percent), and policy reserves accounting for a substantial portion of them amounted to ¥961.7 billion (up 9.9 percent).

Total net assets were ¥37.8 billion (total shareholders' equity as of March 31, 2006 was ¥45.2 billion), of which net unrealized gains on securities was ¥ (0.6) billion (up 18.1 percent).

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

(1) Consolidated

Based on business results for the nine months ended December 31, 2006, earnings forecasts for the fiscal year ending March 31, 2007, were revised as follows.

(Billions of yen)

	Previous forecast (A) (as of May 17, 2006)	Revised forecast (B)	Amount of change (B)-(A)	Percentage of change (%)
Ordinary revenues	2,280	2,260	(20)	(0.9)
Ordinary profit	105	139	34	32.4
Net income	26	34	8	30.8

Principal reasons for the revisions to earnings forecasts:

Ordinary profit

Since interest and dividend income, gains on sales of securities and others are expected to increase in comparison with the initial forecasts, the forecast for consolidated ordinary profit for the fiscal year ending March 31, 2007, is revised upward by ¥34 billion (or 32.4 percent) from the initially-predicted ¥105 billion to ¥139 billion.

Net income

Although ordinary profit is expected to be larger by ¥34 billion than the previous forecast, provision for reserve for price fluctuations is scheduled to increase, and therefore the forecast of consolidated net income for the fiscal year ending March 31, 2007, is revised upward by ¥8 billion (or 30.8 percent) from the initially-predicted ¥26 billion to ¥34 billion.

Reference: Forecasts for the Year Ending March 31, 2007, of Three Life Insurance Companies (Non-consolidated Basis)

(Billions of yen)

	Taiyo Life	Daido Life	T&D Financial Life
Ordinary revenues	980	1,050	250
change	40	40	(60)
Ordinary profit	46	110	(16)
change	16	24	(2)
Core profit	46	111	(9)
change	8	23	(1)
Net income	10	41	(12)
change	6	9	-

Note: "change" represents the amount change from the previous forecasts announced on May 17, 2006.

(2) Non-consolidated forecasts for T&D Holdings

The earnings forecasts for the fiscal year ending March 31, 2007, have not changed from those announced on May 17, 2006, as follows.

(Billions of yen)

	Operating income	Ordinary profit	Net income
Year-End	16	13	13

5. Dividend Forecast for the Year Ending March 31, 2007

T&D Holdings' basic profit distribution policy is to retain necessary internal reserves for the group as a whole, in order to maintain a sound business base for the subsidiaries. T&D Holdings also pursues policies aimed at increasing shareholder value and paying stable dividends.

In consideration of these policies, we have revised the dividend forecast from ¥55 to ¥65 per share for the fiscal year ending March 31, 2007.

	Previous forecast (as of May 17, 2006)	Revised forecast	(Reference) Fiscal year ended March 31, 2006
Annual dividend per share	¥55	¥65	¥55
Interim	-	-	-
Year-end	¥55	¥65	¥55

Unaudited Consolidated Condensed Balance Sheets

(Millions of yen)

	As of December	As of December	Increase (decrease)		As of March 31,
	31, 2005	31, 2006	Amount	% change	2006
	Amount	Amount	Amount	% change	Amount
Assets:					
Cash and deposits	399,825	361,267	(38,558)	(9.6)	447,376
Call loans	166,360	281,000	114,640	68.9	192,534
Monetary claims purchased	280,518	545,844	265,325	94.6	280,577
Monetary trusts	241,006	118,740	(122,266)	(50.7)	250,472
Securities	9,574,079	9,763,258	189,178	2.0	9,830,655
Loans	2,636,617	2,441,148	(195,468)	(7.4)	2,518,726
Property and equipment	320,216	-	-	-	318,610
Tangible fixed assets	-	317,268	-	-	-
Intangible fixed assets	-	22,623	-	-	-
Due from agencies	1,489	1,430	(59)	(4.0)	1,548
Due from reinsurers	7,395	7,792	397	5.4	7,196
Other assets	138,027	106,545	(31,482)	(22.8)	141,437
Deferred tax assets	593	609	15	2.6	830
Deferred tax assets on land revaluation	4,121	-	(4,121)	(100.0)	-
Reserve for possible loan losses	(4,991)	(3,260)	1,730	(34.7)	(3,732)
Total assets	13,765,261	13,964,267	199,006	1.4	13,986,233
Liabilities:					
Policy reserves	12,185,458	12,269,914	84,455	0.7	12,250,835
Reserve for outstanding claims	66,590	64,030	(2,560)	(3.8)	68,674
Policy reserve	11,920,828	12,018,441	97,612	0.8	11,985,462
Reserve for policyholder dividends	198,039	187,442	(10,596)	(5.4)	196,698
Due to agencies	1,077	1,073	(3)	(0.3)	849
Due to reinsurers	834	576	(258)	(30.9)	549
Short-term debenture	15,000	30,000	15,000	100.0	20,000
Subordinated bonds	20,000	20,000	-	-	20,000
Other liabilities	161,612	166,756	5,143	3.2	183,379
Reserve for bonus to directors and corporate auditors	-	127	127	-	-
Reserve for employees' retirement benefits	107,915	115,041	7,125	6.6	108,382
Reserve for directors' and corporate auditors' retirement benefits	3,244	3,719	475	14.6	3,368
Reserve for price fluctuations	64,595	91,793	27,198	42.1	73,995
Deferred tax liabilities	209,822	194,365	(15,456)	(7.4)	231,764
Deferred tax liabilities on land revaluations	-	11,198	11,198	-	11,494
Total liabilities	12,769,560	12,904,567	135,006	1.1	12,904,619
Minority interests	1,468	-	-	-	1,514
Stockholders' equity:					
Common stock					
Authorized - 966,000,000 shares					
Issued - 246,330,000 shares	100,000	-	-	-	118,595
Capital surplus	87,516	-	-	-	106,104
Retained earnings	190,816	-	-	-	205,889
Land revaluation	(31,948)	-	-	-	(47,724)
Net unrealized gains on securities	648,114	-	-	-	697,511
Transaction adjustment	26	-	-	-	44
Treasury stock	(292)	-	-	-	(322)
Total stockholders' equity	994,232	-	-	-	1,080,098
Total liabilities, minority interests and stockholders' equity	13,765,261	-	-	-	13,986,233
Net assets:					
Common stock					
Authorized - 966,000,000 shares					
Issued - 246,330,000 shares	-	118,595	-	-	-
Capital surplus	-	106,106	-	-	-
Retained earnings	-	232,081	-	-	-
Treasury stock	-	(455)	-	-	-
Total stockholders' equity	-	456,328	-	-	-
Net unrealized gains on securities	-	648,924	-	-	-
Gains on deferred hedge	-	610	-	-	-
Land revaluation	-	(47,773)	-	-	-
Foreign currency translation adjustments	-	43	-	-	-
Total valuation and translation adjustments	-	601,805	-	-	-
Minority interests	-	1,566	-	-	-
Total net assets	-	1,059,700	-	-	-
Total liabilities and net assets	-	13,964,267	-	-	-

Unaudited Consolidated Condensed Statements of Operations

(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
Ordinary revenues	1,831,931	1,703,355	(128,575)	(7.0)	2,444,295
Income from insurance premiums	1,427,618	1,349,499	(78,118)	(5.5)	1,902,318
Investment income	346,139	304,150	(41,989)	(12.1)	465,671
Interest, dividends and income from real estate for rent	168,919	193,226	24,307	14.4	236,154
Gains from monetary trust, net	-	4,564	4,564	-	-
Gains on investment in trading securities, net	15,067	10,253	(4,814)	(32.0)	22,157
Gains on sales of securities	60,121	80,824	20,703	34.4	87,559
Gains on redemption of securities	467	0	(467)	(100.0)	467
Other investment income	2,028	2,022	(6)	(0.3)	2,762
Gains on separate accounts, net	99,535	13,259	(86,276)	(86.7)	116,568
Other ordinary income	58,157	49,682	(8,475)	(14.6)	76,282
Other ordinary income	58,157	49,682	(8,475)	(14.6)	76,282
Equity in net income of affiliated companies	15	24	8	54.1	22
Ordinary expenses	1,743,826	1,582,426	(161,399)	(9.3)	2,307,448
Insurance claims and other payments	1,345,226	1,246,873	(98,353)	(7.3)	1,746,057
Insurance claims	615,862	524,380	(91,482)	(14.9)	790,900
Annuity payments	115,644	126,079	10,435	9.0	148,093
Insurance benefits	219,738	214,015	(5,723)	(2.6)	298,774
Surrender payments	282,223	297,582	15,359	5.4	369,103
Other payments	111,758	84,816	(26,942)	(24.1)	139,185
Provision for policy and other reserves	108,297	33,698	(74,599)	(68.9)	173,171
Provision for policy reserve	107,536	32,979	(74,556)	(69.3)	172,169
Interest portion of reserve for policyholder dividends	761	718	(42)	(5.6)	1,001
Investment expenses	76,344	88,833	12,488	16.4	103,132
Interest expenses	1,246	1,338	92	7.4	1,663
Losses from monetary trust, net	1,316	-	(1,316)	(100.0)	1,055
Losses on sales of securities	16,103	38,670	22,566	140.1	26,833
Devaluation losses on securities	590	423	(167)	(28.4)	873
Losses on redemption of securities	1	1	(0)	(4.8)	1
Losses from derivatives, net	43,416	31,305	(12,110)	(27.9)	52,295
Foreign exchange losses, net	3,845	4,675	830	21.6	5,147
Write-off of loans	57	38	(19)	(33.2)	23
Depreciation of real estate for rent	4,051	3,710	(340)	(8.4)	5,391
Other investment expenses	5,714	8,668	2,954	51.7	9,846
Operating expenses	158,035	154,476	(3,558)	(2.3)	209,728
Other ordinary expenses	55,921	58,545	2,623	4.7	75,358
Ordinary profit	88,104	120,929	32,824	37.3	136,846
Extraordinary gains	1,377	484	(893)	(64.8)	1,883
Gains on sales of property and equipment	847	-	-	-	908
Gains on sales of fixed assets	-	19	-	-	-
Reversal of reserve for possible loan losses	325	383	58	18.1	606
Recoveries of bad debts previously written-off	204	81	(123)	(60.4)	224
Other extraordinary gains	-	-	-	-	143
Extraordinary losses	29,078	22,011	(7,067)	(24.3)	39,316
Losses on sales, disposal and devaluation of property and equipment	1,711	-	-	-	1,962
Losses on sales, disposal and devaluation of fixed assets	-	917	-	-	-
Impairment loss	3,370	1,899	(1,470)	(43.6)	3,593
Provision for reserve for price fluctuations	21,925	17,798	(4,127)	(18.8)	31,325
Headquarters removal costs	-	1,348	1,348	-	-
Other extraordinary losses	2,071	48	(2,022)	(97.7)	2,434
Provision for reserve for policyholder dividends	29,413	31,852	2,438	8.3	44,476
Income before income taxes	30,990	67,550	36,559	118.0	54,936
Current income taxes	15,393	37,925	22,532	146.4	30,696
Deferred income taxes	(5,076)	(10,371)	(5,295)	104.3	(11,428)
Minority interests	99	91	(7)	(7.6)	123
Net income	20,574	39,904	19,330	94.0	35,545

Unaudited Consolidated Condensed Statements of Surplus

(Millions of yen)

	Nine months ended December 31, 2005	Year ended March 31, 2006
	Amount	Amount
Capital surplus:		
Balance at beginning of period	87,515	87,515
Total additions	1	18,589
Issuance of new shares for capital increase	-	18,587
Gains on sale of treasury stock	1	1
Balance at end of period	87,516	106,104
Retained earnings:		
Balance at beginning of period	180,592	180,592
Total additions	21,317	36,391
Net income	20,574	35,545
Increase in retained earnings due to reversal of land revaluation	743	845
Total deductions	11,093	11,093
Dividends	10,865	10,865
Bonus to directors and corporate auditors	227	227
Balance at end of period	190,816	205,889

Unaudited Consolidated Condensed Statements of Changes in Net Assets

(Millions of yen)

	Stockholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total
Balance as of March 31, 2006	118,595	106,104	205,889	(322)	430,266
Changes in the period					
Dividends			(13,544)		(13,544)
Bonus to directors and corporate auditors			(216)		(216)
Net income			39,904		39,904
Acquisition of treasury stock				(137)	(137)
Disposal of treasury stock		2		4	6
Reversal of land revaluation			48		48
Net changes of items other than stockholders' equity					-
Total changes in the period	-	2	26,191	(132)	26,061
Balance as of December 31, 2006	118,595	106,106	232,081	(455)	456,328

	Valuation and translation adjustments					Minority interests	Total net assets
	Net unrealized gains on securities	Gains on deferred hedge	Land revaluation	Foreign currency translation adjustments	Total		
Balance as of March 31, 2006	697,511	-	(47,724)	44	649,831	1,514	1,081,613
Changes in the period							
Dividends							(13,544)
Bonus to directors and corporate auditors							(216)
Net income							39,904
Acquisition of treasury stock							(137)
Disposal of treasury stock							6
Reversal of land revaluation							48
Net changes of items other than stockholders' equity	(48,586)	610	(48)	(0)	(48,025)	51	(47,974)
Total changes in the period	(48,586)	610	(48)	(0)	(48,025)	51	(21,912)
Balance as of December 31, 2006	648,924	610	(47,773)	43	601,805	1,566	1,059,700

Unaudited Consolidated Condensed Statements of Cash Flows

(Millions of yen)

	Nine months ended December 31, 2005	Nine months ended December 31, 2006	Year ended March 31, 2006
	Amount	Amount	Amount
Net cash provided by (used in) operating activities	61,582	58,350	138,640
Net cash provided by (used in) investing activities	(196,982)	199,125	(196,333)
Net cash provided by (used in) financing activities	(15,139)	(1,679)	27,346
Effect of exchange rate changes on cash and cash equivalents	(3,950)	(4,835)	(5,312)
Net increase (decrease) in cash and cash equivalents	(154,490)	250,960	(35,659)
Cash and cash equivalents at beginning of period	870,062	834,403	870,062
Cash and cash equivalents at end of period	715,572	1,085,364	834,403

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the nine months ended December 31, 2006)

February 15, 2007

Name of Company: **T&D Holdings, Inc.**
 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 (Apr. 1, 2006 - Dec. 31, 2006)

(1) Results of Operations

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

	Operating Income		Operating Profit		Ordinary Profit	
		% change		% change		% change
Nine months ended December 31, 2006	¥15,676 million	21.1	¥13,685 million	23.5	¥13,712 million	23.6
Nine months ended December 31, 2005	¥12,949 million	44.3	¥11,083 million	66.3	¥11,098 million	89.4
Year Ended March 31, 2006	¥13,643 million	(47.6)	¥11,216 million	(51.5)	¥10,994 million	(50.8)

	Net Income		Net Income per Share	Net Income per Share (Fully Diluted)
		% change		
Nine months ended December 31, 2006	¥13,552 million	23.3	¥55.03	-
Nine months ended December 31, 2005	¥10,994 million	79.3	¥45.53	-
Year Ended March 31, 2006	¥10,930 million	(51.4)	¥45.07	-

Notes:

1. Average number of outstanding shares during the term: nine months ended December 31, 2006: 246,264,054; nine months ended December 31, 2005: 241,452,924; year ended March 31, 2006: 241,664,575.
2. % change for operating income and operating profit, etc. are presented in comparison with the same term of the previous fiscal year.

(2) Financial Conditions

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
As of December 31, 2006	¥613,432 million	¥591,535 million	96.4%	¥2,402.12
As of December 31, 2005	¥569,368 million	¥554,608 million	97.4%	¥2,297.04
As of March 31, 2006	¥619,277 million	¥591,698 million	95.5%	¥2,402.47

Notes:

1. Number of outstanding shares at the end of the term: as of December 31, 2006: 246,256,179; as of December 31, 2005: 241,444,868; as of March 31, 2006: 246,271,247.
2. Number of treasury stock at the end of the term: as of December 31, 2006: 73,821; as of December 31, 2005: 55,132; as of March 31, 2006: 58,753.

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

	Operating Income	Ordinary Profit	Net Income	Annual Dividends per Share		
				Interim	Year-End	
Year ending March 31, 2007	¥16,000 million	¥13,000 million	¥13,000 million	-	¥65.00	¥65.00

Note: Projected net income per share for the year ending March 31, 2007 is ¥52.79.

The above forecasts for the year ending March 31, 2007 reflect the Company's current analysis of existing information and trends. Actual results may differ from expectations based on risks and uncertainties that may affect the Company's businesses.

Unaudited Non-Consolidated Condensed Balance Sheet

(Millions of yen)

	As of December	As of December	Increase (decrease)		As of March 31,
	31, 2005	31, 2006	Amount	% change	2006
	Amount	Amount	Amount	% change	Amount
Assets:				%	
Current assets:					
Cash and deposits	14,770	19,445	4,675	31.7	19,056
Others	15,177	21,029	5,852	38.6	27,209
Total current assets	29,948	40,475	10,527	35.2	46,266
Fixed assets:					
Tangible fixed assets	119	139	20	16.9	68
Intangible fixed assets	5	4	(1)	(18.3)	5
Investments and other assets	539,295	572,812	33,516	6.2	572,937
Investments in subsidiaries	539,066	571,066	32,000	5.9	571,066
Others	229	1,746	1,516	660.5	1,871
Total fixed assets	539,420	572,956	33,535	6.2	573,011
Total assets	569,368	613,432	44,063	7.7	619,277
Liabilities:					
Current liabilities:					
Others	14,618	20,121	5,503	37.6	25,873
Total current liabilities	14,618	20,121	5,503	37.6	25,873
Fixed liabilities:					
Reserve for directors' and corporate auditors' retirement benefits	142	229	87	61.1	160
Others	-	1,545	1,545	-	1,545
Total fixed liabilities	142	1,774	1,632	1,145.9	1,705
Total liabilities	14,760	21,896	7,135	48.3	27,579
Stockholders' equity:					
Common stock	100,000	-	-	-	118,595
Capital surplus	432,317	-	-	-	450,905
Retained earnings	22,583	-	-	-	22,520
Treasury stock	(292)	-	-	-	(322)
Total stockholders' equity	554,608	-	-	-	591,698
Total liabilities and stockholders' equity	569,368	-	-	-	619,277
Net assets:					
Stockholders' equity:					
Common stocks	-	118,595	-	-	-
Capital surplus	-	450,907	-	-	-
Retained earnings	-	22,488	-	-	-
Treasury stock	-	(455)	-	-	-
Total stockholders' equity	-	591,535	-	-	-
Total net assets	-	591,535	-	-	-
Total liabilities and net assets	-	613,432	-	-	-

Unaudited Non-Consolidated Condensed Statement of Operations

(Millions of yen)

	Nine months ended December 31, 2005	Nine months ended December 31, 2006	Increase (decrease)		Year ended March 31, 2006
	Amount	Amount	Amount	% change	Amount
Operating income	12,949	15,676	2,726	21.1	13,643
Dividends on investments in subsidiaries	10,867	13,546	2,679	24.7	10,867
Fees and commissions received from subsidiaries	2,082	2,129	47	2.3	2,776
Operating expenses	1,866	1,990	124	6.6	2,427
General and administrative expenses	1,866	1,990	124	6.6	2,427
Operating profit	11,083	13,685	2,602	23.5	11,216
Non-operating income	15	27	11	74.4	17
Non-operating expenses	-	-	-	-	239
Ordinary profit	11,098	13,712	2,613	23.6	10,994
Extraordinary losses	-	127	127	-	-
Income before income taxes	11,098	13,584	2,486	22.4	10,994
Current income taxes	79	(11)	(91)	-	105
Deferred income taxes	25	44	19	78.8	(41)
Net income	10,994	13,552	2,557	23.3	10,930
Unappropriated retained earnings at beginning of period	11,589	-	-	-	11,589
Unappropriated retained earnings at end of period	22,583	-	-	-	22,520

Unaudited Non-Consolidated Condensed Statements of Changes in Net Assets

(Millions of yen)

	Stockholders' equity					Total net assets
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total	
Balance as of March 31, 2006	118,595	450,905	22,520	(322)	591,698	591,698
Changes in the period						
Dividends			(13,544)		(13,544)	(13,544)
Bonus to directors and corporate auditors			(39)		(39)	(39)
Net income			13,552		13,552	13,552
Acquisition of treasury stock				(137)	(137)	(137)
Disposal of treasury stock		2		4	6	6
Total changes in the period	-	2	(32)	(132)	(162)	(162)
Balance as of December 31, 2006	118,595	450,907	22,488	(455)	591,535	591,535

(Reference)

**Non-Consolidated Financial Data of the Three Life Insurance Companies
for the Nine Months Ended December 31, 2006**

1. Sales Results (Individual insurance and annuities)

(Billions of yen)

Nine Months Ended December 31, 2006	Total (Sum of three companies)		Taiyo Life		Daido Life		T&D Financial Life	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
	New policy amount	5,449.9	(7.7%)	1,830.2	(22.3%)	3,513.4	2.8%	106.3
Surrender and lapse amount	4,191.6	6.7%	1,154.1	(7.4%)	2,841.6	21.3%	195.8	(42.3%)
Surrender and lapse rate			6.56%	(0.79points)	7.10%	1.20points	7.35%	(4.30points)
Policy amount in force	60,259.6	(0.2%)	17,830.4	1.2%	39,914.3	(0.3%)	2,514.9	(7.5%)
Annualized premiums of new policies	108.8	0.3%	29.6	(12.0%)	66.1	2.7%	13.1	25.7%
3rd sector products	13.9	(6.2%)	10.8	(5.3%)	3.0	(0.9%)	0.0	(100.0%)
Annualized premiums of total policies	1,447.0	(1.2%)	671.2	(4.8%)	692.2	1.2%	83.4	11.8%
3rd sector products	178.3	0.1%	112.3	2.9%	59.0	(3.1%)	6.9	(13.9%)

Notes:

1. New policy amount includes increase from conversion.
2. Surrender and lapse rate is not annualized.
3. % Change is presented in comparison with the same term of the previous fiscal year (hereinafter, same if not mentioned otherwise).
4. % Changes in policy amount in force from the previous fiscal year-end: Total: (0.0%); Taiyo Life: 1.4%; Daido Life: (0.2%); T&D Financial Life: (5.6%)

2. Summary of Operations

(Billions of yen)

Nine Months Ended December 31, 2006	T&D Holdings Consolidated		Taiyo Life		Daido Life		T&D Financial Life	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
Ordinary revenues	1,703.3	(7.0%)	782.6	(5.6%)	798.8	0.4%	170.4	(31.0%)
Income from insurance premiums and others	1,349.4	(5.5%)	550.0	(11.2%)	646.3	(0.2%)	153.0	(4.9%)
Investment income	304.1	(12.1%)	165.1	14.9%	131.9	3.4%	11.4	(85.2%)
Ordinary expenses	1,582.4	(9.3%)	734.7	(7.7%)	714.8	(2.7%)	179.1	(29.8%)
Insurance claims and other payments	1,246.8	(7.3%)	597.1	(10.7%)	576.3	(4.9%)	73.4	4.3%
Investment expenses	88.8	16.4%	51.2	34.0%	36.6	0.0%	3.9	33.4%
Ordinary profit (losses)	120.9	37.3%	47.9	45.4%	83.9	37.8%	(8.6)	6.6%
Extraordinary gains	0.4	(64.8%)	0.0	(24.1%)	0.4	(56.0%)	0.0	1,711.0%
Extraordinary losses	22.0	(24.3%)	9.2	(40.6%)	11.9	7.8%	0.9	(60.9%)
Provision for reserve for policyholder dividends	31.8	8.3%	10.8	9.9%	20.1	9.3%	0.8	(21.9%)
Income before income taxes	67.5	118.0%	27.8	268.2%	52.3	61.2%	(10.4)	(10.2%)
Income taxes	27.5	167.1%	10.7	185.9%	20.1	129.5%	(3.1)	(9.1%)
Net income (loss)	39.9	94.0%	17.1	348.8%	32.1	35.9%	(7.3)	(10.7%)

Notes:

1. T&D Holdings' consolidated figures do not always correspond to the sum of the three companies' figures.
2. Income taxes include current income taxes and deferred income taxes.

3. Key Indicators

(Billions of yen)

Nine Months Ended December 31, 2006	Total (Sum of Three Companies)		Taiyo Life		Daido Life		T&D Financial Life	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
Core profit	115.9	31.1%	37.7	44.7%	81.1	19.1%	(2.9)	(49.4%)
Amount of negative spread	35.1	(26.2)	21.9	(9.8)	10.0	(16.1)	3.2	(0.2)

Nine Months Ended December 31, 2006	Total (Sum of Three Companies)		Taiyo Life		Daido Life		T&D Financial Life	
	Amount	Change from previous FYE	Amount	Change from previous FYE	Amount	Change from previous FYE	Amount	Change from previous FYE
Solvency margin ratio			1,037.4%	(7.8points)	1,244.9%	(9.5points)	1,420.3%	(491.5points)
Adjusted net asset	1,882.5	(1.9)	764.5	6.9	1,054.0	(8.2)	63.9	(0.6)
Net unrealized gains on securities	987.6	(65.4)	451.8	(14.8)	536.5	(51.2)	(0.7)	0.6
Domestic bonds	7.2	19.6	(6.5)	16.6	15.2	1.7	(1.4)	1.2
Domestic stocks	642.6	(104.5)	390.9	(57.8)	251.5	(46.5)	0.1	(0.1)
Foreign securities	69.6	36.4	57.5	33.0	11.8	3.3	0.1	0.0
Other securities	241.2	(9.7)	11.3	(7.6)	229.4	(1.4)	0.4	(0.5)
Monetary trusts	28.4	(9.2)	-	-	28.4	(9.2)	-	-
Net unrealized gains on real estate	(7.1)	2.4	(3.7)	0.8	(3.3)	1.5	-	-
Adjusted book value on EV	1,229.3	(3.2)	519.3	4.4	665.2	(1.9)	44.7	(5.7)

Notes:

1. These figures include securities held in monetary trusts and do not include securities without readily obtainable fair value.
2. Taiyo Life's net unrealized gains on real estate is calculated based on the appraisal price and the posted price.
3. Daido Life's net unrealized gains on real estate is basically calculated based on the appraisal price. Less important properties are calculated based on the posted price.

(Reference)**Forecasts for the Year Ending March 31, 2007 (April 1, 2006 - March 31, 2007)****1. T&D Holdings****(1) Consolidated**

Based on business results for the nine months ended December 31, 2006, earnings forecasts for the fiscal year ending March 31, 2007, were revised as follows.

(Billions of yen)

	Previous forecast (A) (as of May 17, 2006)	Revised forecast (B)	Amount of change (B)-(A)	Percentage of change (%)
Ordinary revenues	2,280	2,260	(20)	(0.9)
Ordinary profit	105	139	34	32.4
Net income	26	34	8	30.8

(2) Non-Consolidated

The forecasts for the year ending March 31, 2007 have not been changed from those announced on May 17, 2006.

(Billions of yen)

	Operating income	Ordinary profit	Net income
Year ending March 31, 2007	16	13	13

(3) Dividends

T&D Holdings' basic profit distribution policy is to retain necessary internal reserves for the group as a whole, in order to maintain a sound business base for the subsidiaries. T&D Holdings also pursues policies aimed at increasing shareholder value and paying stable dividends.

In consideration of these policies, we have revised the dividend forecast from ¥55 to ¥65 per share for the fiscal year ending March 31, 2007.

	Previous forecast (as of May 17, 2006)	Revised forecast	(Reference) Fiscal year ended March 31, 2006
Annual dividend per share	¥55	¥65	¥55
Interim	-	-	-
Year-end	¥55	¥65	¥55

2. Three Life Insurance Companies (Non-consolidated Basis)

(Billions of yen)

	Taiyo Life	Daido Life	T&D Financial Life
Ordinary revenues	980	1,050	250
Change	40	40	(60)
Ordinary profit	46	110	(16)
Change	16	24	(2)
Core profit	46	111	(9)
Change	8	23	(1)
Net income	10	41	(12)
Change	6	9	-

Note: "Change" represents the change from the previous forecasts announced on May 17, 2006.

(Billions of yen)

	Sum of three companies	Taiyo Life	Daido Life	T&D Financial Life
Income from insurance premiums	1,820	720	870	230
Change	(120)	(50)	(10)	(60)
Negative spread	47	33	10	4
Change	(26)	(4)	(22)	-
New policy amount	6,800	2,270	4,350	180
Change	(140)	-	(80)	(60)
Policy amount in force	59,830	17,750	39,700	2,380
Change	(670)	-	(680)	10
Surrender and lapse rate	-	8.5%	9.3%	13.1%
Change	-	-	1.6 points	0.4 points

Notes:

1. "Change" represents the change from the previous forecasts announced on November 16, 2006.
2. Policy amount in force, new policy amount and surrender and lapse rate include individual insurance and annuities. The new policy amount includes increase from conversion.

The above forecasts for the year ending March 31, 2007 reflect the Company's current analysis of existing information and trends. Actual results may differ from expectations based on risks and uncertainties that may affect the Company's businesses.