

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the three months ended June 30, 2007)

August 10, 2007

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. Non-Consolidated Operating Results for the Three Months Ended June 30, 2007 (April 1, 2007 – June 30, 2007)

(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, 2007	¥286,506 million	(7.0)	¥28,008 million	(6.0)	¥14,700 million	64.5	¥12,191 million	(22.1)
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
Year ended March 31, 2007	¥1,012,017 million	-	¥51,662 million	-	¥53,984 million	-	13,416 million	-

	Net Income per Share
Three months ended June 30, 2007	¥8,127.36
Three months ended June 30, 2006	¥10,438.35
Year ended March 31, 2007	¥8,944.39

Note: 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, 2007	¥6,619,610 million	¥487,033 million	7.4%	¥324,688.84
As of June 30, 2006	¥6,470,694 million	¥352,311 million	5.4%	¥234,874.64
As of March 31, 2007	¥6,552,504 million	¥430,592 million	6.6%	¥287,061.52

2. Forecast for the Year Ending March 31, 2008 (April 1, 2007 - March 31, 2008)

Taiyo Life's forecast is omitted. Please refer to T&D Holdings' "Forecast for the Year Ending March 31, 2008" section in this material "Financial Summary for the Three Months Ended June 30, 2007".

3. Others

(1) Adoption of Simple Accounting Method: None

(2) Changes in Method of Accounting: None

(3) Number of Outstanding Shares (Common Stock):

- Number of outstanding shares including treasury stock at the end of the term: as of June 30, 2007: 1,500,000; as of June 30, 2006: 1,500,000; as of March 31, 2007: 1,500,000
- Number of treasury stock at the end of the term: None
- Average number of outstanding share during the term: as of June 30, 2007: 1,500,000; as of June 30, 2006: 1,500,000; as of March 31, 2007: 1,500,000

Taiyo Life Unaudited Non-Consolidated Balance Sheets

(Millions of yen)

	As of	As of	Increase (decrease)		As of
	June 30, 2006	June 30, 2007	Amount	% change	March 31, 2007
	Amount	Amount	Amount	%	Amount
Assets:					
Cash and deposits	28,284	33,305	5,020	17.8	30,965
Cash	1,160	1,098	(62)	(5.4)	1,040
Deposit	27,124	32,207	5,083	18.7	29,925
Call loans	133,800	116,100	(17,700)	(13.2)	170,800
Monetary claims purchased	132,461	154,743	22,281	16.8	155,228
Monetary trusts	50	-	(50)	(100.0)	-
Securities	4,421,933	4,593,853	171,919	3.9	4,485,211
Government bonds	724,506	1,034,147	309,640	42.7	910,444
Municipal bonds	567,529	487,275	(80,254)	(14.1)	535,207
Corporate bonds	1,390,432	1,064,702	(325,729)	(23.4)	1,182,805
Domestic stocks	832,052	915,589	83,537	10.0	873,267
Foreign securities	826,564	993,361	166,797	20.2	865,958
Other securities	80,847	98,775	17,927	22.2	117,528
Loans	1,531,285	1,507,862	(23,423)	(1.5)	1,502,246
Policy loans	107,335	103,136	(4,199)	(3.9)	105,316
Commercial loans	1,423,949	1,404,725	(19,224)	(1.4)	1,396,930
Tangible fixed assets	168,095	163,649	(4,445)	(2.6)	163,456
Land	100,755	99,239	(1,516)	(1.5)	98,452
Buildings	66,677	63,739	(2,937)	(4.4)	64,558
Construction in progress	224	246	22	9.9	3
Other tangible fixed assets	437	424	(13)	(3.1)	441
Intangible fixed assets	9,481	9,387	(93)	(1.0)	9,619
Software	9,010	8,926	(83)	(0.9)	9,157
Other intangible fixed assets	471	461	(10)	(2.2)	462
Due from reinsurers	27	17	(9)	(33.8)	19
Other assets	46,951	43,058	(3,893)	(8.3)	37,321
Accounts receivable	12,353	8,398	(3,955)	(32.0)	4,066
Prepaid expenses	2,213	2,046	(167)	(7.6)	738
Accrued income	25,536	25,419	(117)	(0.5)	25,471
Deposit for rent	866	859	(6)	(0.8)	849
Derivatives	705	24	(681)	(96.5)	1,233
Suspense payable	2,160	3,193	1,033	47.8	1,853
Other assets	3,114	3,116	1	0.0	3,107
Reserve for possible loan losses	(1,677)	(2,367)	(689)	41.1	(2,364)
Total assets	6,470,694	6,619,610	148,916	2.3	6,552,504

(Millions of yen)

	As of	As of	Increase (decrease)		As of
	June 30, 2006	June 30, 2007	Amount	% change	March 31, 2007
	Amount	Amount	Amount	%	Amount
Liabilities:					
Policy reserves	5,875,139	5,797,068	(78,070)	(1.3)	5,836,539
Reserve for outstanding claims	20,438	22,061	1,623	7.9	22,121
Policy reserve	5,788,008	5,712,988	(75,019)	(1.3)	5,751,111
Reserve for policyholder dividends	66,692	62,019	(4,673)	(7.0)	63,306
Due to reinsurers	117	103	(13)	(11.7)	36
Subordinated bond	20,000	20,000	-	-	20,000
Other liabilities	83,628	93,510	9,882	11.8	74,626
Subordinated payable	35,000	35,000	-	-	35,000
Income taxes payable	1,860	1,550	(310)	(16.7)	2,817
Accounts payable	15,630	27,982	12,352	79.0	11,976
Accrued expenses	7,158	7,114	(43)	(0.6)	10,598
Unearned income	574	635	61	10.7	630
Deposit received	2,492	3,062	569	22.9	727
Guarantee deposits	6,151	6,597	445	7.2	6,558
Derivatives	12,867	10,026	(2,840)	(22.1)	5,508
Suspense receipt	1,890	1,537	(352)	(18.7)	806
Other liabilities	3	3	-	-	3
Reserve for bonus to directors and corporate auditors	-	12	12	-	40
Reserve for employees' retirement benefits	32,738	31,598	(1,140)	(3.5)	31,718
Reserve for directors' and corporate auditors' retirement benefits	1,256	1,598	341	27.2	1,481
Reserve for price fluctuations	27,745	47,754	20,008	72.1	42,563
Deferred tax liabilities	66,299	130,143	63,844	96.3	104,118
Deferred tax liabilities on land revaluation	11,456	10,787	(669)	(5.8)	10,787
Total liabilities	6,118,382	6,132,577	14,195	0.2	6,121,912
Net Assets:					
Common stock	37,500	37,500	-	-	37,500
Capital surplus	37,500	37,500	-	-	37,500
Retained earnings	87,416	91,967	4,551	5.2	85,884
Other retained earnings	87,416	91,967	4,551	5.2	85,884
Provision for advanced depreciation on real estate	625	607	(17)	(2.9)	611
General reserve	40,000	40,000	-	-	40,000
Unappropriated retained earnings	46,791	51,360	4,569	9.8	45,273
Total stockholders' equity	162,416	166,967	4,551	2.8	160,884
Net unrealized gains on securities	238,151	368,984	130,833	54.9	318,499
Gains on deferred hedge	(463)	(417)	46	(10.0)	(290)
Land revaluation	(47,792)	(48,501)	(709)	1.5	(48,501)
Total valuation and translation adjustments	189,895	320,065	130,170	68.5	269,707
Total net assets	352,311	487,033	134,721	38.2	430,592
Total liabilities and net assets	6,470,694	6,619,610	148,916	2.3	6,552,504

Taiyo Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Three months ended June 30, 2006	Three months ended June 30, 2007	Increase (decrease)		Year ended March 31, 2007
	Amount	Amount	Amount	% change	Amount
Ordinary revenues	308,029	286,506	(21,523)	(7.0)	1,012,017
Income from insurance premiums	204,730	179,446	(25,283)	(12.3)	705,582
Insurance premiums	204,600	179,415	(25,185)	(12.3)	705,293
Ceded reinsurance recoveries	130	31	(98)	(75.7)	289
Investment income	72,220	60,280	(11,940)	(16.5)	211,893
Interest, dividends and income from real estate for rent	30,435	35,251	4,815	15.8	137,257
Interest income from deposits	3	52	49	1,640.2	127
Interest income and dividends from securities	20,465	24,471	4,005	19.6	93,403
Interest income from loans	7,658	7,582	(75)	(1.0)	30,279
Interest from real estate for rent	1,807	1,958	151	8.4	7,423
Other income from interest and dividends	501	1,186	685	136.7	6,023
Gains from monetary trust, net	0	-	(0)	(100.0)	0
Gains on sales of securities	41,742	24,594	(17,148)	(41.1)	74,223
Foreign exchange gains, net	-	139	139	-	-
Other investment income	42	22	(19)	(45.9)	155
Gains on separate account, net	-	271	271	-	256
Other ordinary income	31,078	46,778	15,700	50.5	94,541
Income related to withheld insurance claims and other payments for future annuity payments	148	89	(59)	(39.8)	705
Income due to withheld insurance payments	7,109	7,676	567	8.0	30,808
Reversal of reserve for outstanding claims	39	59	20	50.5	-
Reversal of policy reserve	23,122	38,123	15,001	64.9	60,018
Reversal of reserve for employees' retirement benefits	-	120	120	-	809
Other ordinary income	658	708	50	7.6	2,199
Ordinary expenses	278,236	258,497	(19,738)	(7.1)	960,354
Insurance claims and other payments	227,694	215,796	(11,898)	(5.2)	772,881
Insurance claims	121,550	107,089	(14,460)	(11.9)	383,215
Annuity payments	36,538	39,878	3,339	9.1	128,527
Insurance benefits	28,271	28,989	718	2.5	105,102
Surrender payments	26,496	23,760	(2,736)	(10.3)	95,662
Other payments	14,729	15,980	1,250	8.5	60,111
Reinsurance premiums	108	97	(10)	(9.5)	262
Provision for policy and other reserves	21	24	2	13.8	1,731
Provision for reserve for outstanding claims	-	-	-	-	1,643
Interest portion of reserve for policyholder dividends	21	24	2	13.8	87
Investment expenses	20,389	13,958	(6,430)	(31.5)	70,357
Interest expenses	401	436	35	8.7	1,624
Losses on sales of securities	14,390	4,994	(9,395)	(65.3)	45,329
Devaluation losses on securities	11	786	775	6,925.4	99
Losses from derivatives, net	3,898	6,324	2,426	62.2	15,668
Foreign exchange losses, net	31	-	(31)	(100.0)	422
Provision for reserve for possible loan losses	-	3	3	-	684
Write-off of loans	-	9	9	-	-
Depreciation of real estate for rent	612	604	(8)	(1.4)	2,485
Other investment expenses	793	799	5	0.7	4,044
Losses on separate account, net	249	-	(249)	(100.0)	-
Operating expenses	20,336	18,926	(1,410)	(6.9)	78,811
Other ordinary expenses	9,794	9,792	(1)	(0.0)	36,572
Payments related to withheld insurance claims	6,494	6,496	1	0.0	24,496
Taxes	1,343	1,195	(147)	(11.0)	4,868
Depreciation	1,287	1,323	35	2.8	5,199
Provision for reserve for employees' retirement benefits	210	-	(210)	(100.0)	-
Other ordinary losses	458	777	319	69.6	2,007
Ordinary profit	29,793	28,008	(1,785)	(6.0)	51,662

(Millions of yen)

	Three months ended June 30, 2006	Three months ended June 30, 2007	Increase (decrease)		Year ended March 31, 2007
	Amount	Amount	Amount	% change	Amount
Extraordinary gains	14	0	(14)	(99.7)	3,971
Gains on disposal of fixed assets	11	-	(11)	(100.0)	1,315
Reversal of reserve for possible loan losses	3	-	(3)	(100.0)	-
Recoveries of bad debts previously written-off	0	0	0	1,523.9	11
Gains on sales of stocks of affiliated companies	-	-	-	-	2,644
Extraordinary losses	1,698	5,227	3,529	207.8	18,611
Losses on disposal and devaluation of fixed assets	7	35	27	393.6	142
Impairment loss	5	1	(3)	(76.5)	1,373
Provision for reserve for price fluctuations	1,685	5,191	3,505	207.9	16,503
Headquarters removal costs	-	-	-	-	274
Other extraordinary losses	-	-	-	-	316
Provision for reserve for policyholder dividends	3,609	3,696	86	2.4	15,040
Income before income taxes	24,500	19,084	(5,415)	(22.1)	21,983
Current income taxes	10,721	8,643	(2,077)	(19.4)	17,824
Deferred income taxes	(1,878)	(1,750)	128	(6.8)	(9,258)
Net income	15,657	12,191	(3,466)	(22.1)	13,416

Supplementary Materials for the Three Months Ended June 30, 2007

Business Highlights

(1) Policy Amount in Force and New Policy Amount	P7
a) Policy Amount in Force	P7
b) New Policy Amount	P7
(2) Annualized Premiums	P8
a) Policy in Force	P8
b) New Policies	P8
(3) Policy Amount by Dividend Type (Individual insurance and annuities)	P8
a) Policy Amount in Force	P8
b) New Policy Amount	P8
(4) Surrender and Lapse Amount	P9
(5) Surrender and Lapse Rate	P9
(6) Reconciliation to Core Profit and Ordinary Profit	P10~11
a) Reconciliation to Core Profit	P10
b) Reconciliation to Ordinary Profit	P11
(7) Average Assumed Investment Yield and Negative Spread	P12
(8) Solvency Margin Ratio	P13
(9) Adjusted Net Assets	P13
(10) Assets Composition (General Account Assets)	P14
(11) Fair Value Information on Securities and Others (General Account Assets)	P15~20
a) Fair Value Information on Securities	P15~17
b) Fair Value Information on Monetary Trusts	P18
c) Fair Value Information on Real Estate	P18
d) Fair Value Information on Derivative Transactions	P19~20

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, 2006				As of June 30, 2007				As of March 31, 2007	
	Number	% Change	Amount	% Change	Number	% Change	Amount	% Change	Number	Amount
Individual insurance	3,318	93.9	139,058	105.6	3,112	93.8	137,643	99.0	3,163	138,203
Individual annuities	1,351	95.2	39,582	94.4	1,302	96.4	37,890	95.7	1,312	38,241
Sub total	4,669	94.3	178,640	102.9	4,414	94.5	175,533	98.3	4,476	176,445
Group insurance	-	-	105,072	98.5	-	-	105,552	100.5	-	101,102
Group annuities	-	-	7,800	107.5	-	-	7,881	101.0	-	7,917

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, 2006					
	Number		Amount		New policies	Net increase from conversion
		% Change		% Change		
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	-	-	-	-	-	-

Category	Three months ended June 30, 2007					
	Number		Amount		New policies	Net increase from conversion
		% Change		% Change		
Individual insurance	58	67.7	4,301	52.8	3,485	816
Individual annuities	10	451.7	260	6,506.6	284	(24)
Sub total	68	77.4	4,561	56.0	3,770	791
Group insurance	-	-	63	166.8	63	-
Group annuities	-	-	-	-	-	-

Category	Year ended March 31, 2007					
	Number		Amount		New policies	Net increase from conversion
		% Change		% Change		
Individual insurance	271	87.4	21,070	73.6	15,440	5,630
Individual annuities	14	408.9	203	-	372	(169)
Sub total	285	91.0	21,273	75.0	15,812	5,460
Group insurance	-	-	510	39.4	510	-
Group annuities	-	-	0	3.9	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, 2006		As of June 30, 2007		As of March 31, 2007	
	Amount	% Change	Amount	% Change	Amount	% Change
Individual insurance	480,335	94.3	450,902	93.9	458,215	94.0
Individual annuities	206,578	97.3	204,695	99.1	204,601	98.5
Total	686,913	95.1	655,598	95.4	662,816	95.3
3rd sector products, included	110,889	103.5	111,921	100.9	112,107	102.4

b) New Policies

(Millions of yen, %)

Category	Three months ended June 30, 2006		Three months ended June 30, 2007		Year ended March 31, 2007	
	Amount	% Change	Amount	% Change	Amount	% Change
Individual insurance	10,519	79.7	7,538	71.7	34,139	80.5
Individual annuities	246	-	1,902	771.9	2,462	-
Total	10,766	82.9	9,441	87.7	36,601	87.7
3rd sector products, included	3,970	97.0	2,691	67.8	13,129	92.1

- 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, 2006		As of June 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	68,753	38.5	60,592	34.5	62,904	35.7
Semi-participating	41,983	23.5	41,301	23.5	41,238	23.4
Non-participating	67,903	38.0	73,639	42.0	72,302	41.0
Total	178,640	100.0	175,533	100.0	176,445	100.0

b) New Policy Amount

(100 Millions of yen, %)

Category	Three months ended June 30, 2006		Three months ended June 30, 2007		Year ended March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	2	0.0	1	0.0	2	0.0
Semi-participating	768	13.5	757	20.1	2,449	15.5
Non-participating	4,934	86.5	3,011	79.9	13,361	84.5
Total	5,704	100.0	3,770	100.0	15,812	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, 2006				Three months ended June 30, 2007				Year ended March 31, 2007	
	Number		Amount		Number		Amount		Number	Amount
		% Change		% Change		% Change		% Change		
Individual insurance	42	82.4	3,682	94.3	40	96.2	3,555	96.6	168	14,379
Individual annuities	6	79.4	178	78.9	4	81.3	148	83.1	22	659
Total	48	82.0	3,861	93.4	45	94.3	3,704	95.9	190	15,038

(5) Surrender and Lapse Rate

(%)

Category	Three months ended June 30, 2006	Three months ended June 30, 2007	Year ended March 31, 2007
Individual insurance	2.71	2.57	10.59
Individual annuities	0.44	0.39	1.64
Total	2.19	2.10	8.55

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, 2006	Three months ended June 30, 2007	Year ended March 31, 2007
Core Revenues	268,842	261,082	952,099
Income from Insurance Premiums	204,730	179,446	705,582
Insurance premiums	204,600	179,415	705,293
Ceded reinsurance recoveries	130	31	289
Investment Income	30,477	35,546	137,670
Interest, dividends and income from real estate for rent	30,435	35,251	137,257
Other investment income	42	22	155
Gains on separate accounts, net	-	271	256
Other Ordinary Income	33,633	46,089	108,846
Income related to withheld insurance claims and other payments for future annuity payments	148	89	705
Income due to withheld insurance payments	7,109	7,676	30,808
Reversal of reserve for outstanding claims	39	59	-
Reversal of policy reserves (except contingency reserve)	25,677	37,434	74,323
Reversal of reserve for employees' retirement benefits	-	120	809
Other ordinary income	658	708	2,199
Other Core Revenues	0	-	0
Core Expenses	259,904	246,382	898,114
Insurance Claims and Other Payments	227,694	215,796	772,881
Insurance claims	121,550	107,089	383,215
Annuity payments	36,538	39,878	128,527
Insurance benefits	28,271	28,989	105,102
Surrender payments	26,496	23,760	95,662
Other payments	14,729	15,980	60,111
Reinsurance payments	108	97	262
Provision for Policy and Other Reserves	21	24	1,731
Investment Expenses	2,057	1,842	8,117
Interest expenses	401	436	1,624
Provision for general reserve for possible loan losses	-	2	(35)
Depreciation of real estate for rent	612	604	2,485
Other investment expenses	793	799	4,044
Losses on separate accounts, net	249	-	-
Operating Expenses	20,336	18,926	78,811
Other Ordinary Expenses	9,794	9,792	36,572
Payments related to withheld insurance claims	6,494	6,496	24,496
Taxes	1,343	1,195	4,868
Depreciation	1,287	1,323	5,199
Provision for reserve for employees' retirement benefits	210	-	-
Other ordinary losses	458	777	2,007
Other Core Expenses	-	-	-
Core Profit	8,938	14,700	53,984

b) Reconciliation to Ordinary Profit

(Millions of yen)

Category	Three months ended June 30, 2006	Three months ended June 30, 2007	Year ended March 31, 2007
Core profit (A)	8,938	14,700	53,984
Capital gains	41,742	24,734	74,223
Gains from monetary trusts, net	-	-	-
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	41,742	24,594	74,223
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	139	-
Others	-	-	-
Capital losses	18,331	12,106	61,520
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	14,390	4,994	45,329
Devaluation losses on securities	11	786	99
Losses from derivatives, net	3,898	6,324	15,668
Foreign exchange losses, net	31	-	422
Others	-	-	-
Total capital gains/losses (B)	23,411	12,628	12,703
Core profit reflecting capital gains/losses (A) + (B)	32,349	27,329	66,687
Other one-time gains	-	688	-
Ceding reinsurance recoveries	-	-	-
Reversal of contingency reserve	-	688	-
Others	-	-	-
Other one-time losses	2,555	9	15,024
Reinsurance premiums	-	-	-
Provision for contingency reserve	2,555	-	14,304
Provision for specific reserve for possible loan loss	-	0	720
Provision for specific reserve for loans to refinancing countries	-	-	-
Write-off of loans	-	9	-
Others	-	-	-
Other one-time gains/losses (C)	(2,555)	679	(15,024)
Ordinary profit (A) + (B) + (C)	29,793	28,008	51,662

Notes: 1. As regards three months ended June 30, 2006, income gains of 0 million yen were included in core profit rather than in gains from monetary trusts, net.

2. As regards year ended March 31, 2007, income gains of 0 million yen were included in core profit rather than in gains from monetary trusts, net.

(7) Average Assumed Investment Yield and Negative Spread

(Millions of yen)

Category	Three months ended June 30, 2006	Three months ended June 30, 2007	Year ended March 31, 2007
Amount of negative spread	10,371	4,339	24,638
Investment yield on core profit (annualized)	2.01%	2.42%	2.30%
Average assumed investment yield (annualized)	2.75%	2.73%	2.74%
Individual insurance and annuities, included	2.98%	2.97%	2.98%
Policy reserve in general account	5,706,962	5,627,241	5,625,033

Notes: 1. Method of calculating negative spread:

(Investment yield on core profit [0.60%] - Average assumed investment yield [0.68%])

x Policy reserve in general account [5,627.2] billion yen

2. Investment yield on core profit and average assumed investment yield as in the note 1 above are not annualized.
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 the beginning of fiscal year + Policy reserve at the end of fiscal year - Assumed interests) x (1/2)

(8) Solvency Margin Ratio

(Millions of yen)

Items	As of June 30, 2006	As of June 30, 2007	As of March 31, 2007
Total solvency margin (A)	761,537	985,565	895,485
Net assets (less certain items)	161,517	165,516	154,776
Reserve for price fluctuations	27,745	47,754	42,563
Contingency reserve	73,800	84,860	85,549
Reserve for possible loan losses	1,479	1,450	1,447
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent, if gains; x 100 per cent, if losses)	335,425	518,225	447,726
Net unrealized gains (losses) on real estate (x 85 per cent, if gains; x 100 per cent, if losses)	(41,005)	(24,874)	(26,065)
Excess of amount of policy surrender payment	69,491	58,835	61,285
Unallotted portion of reserve for policyholder dividends	22,866	20,900	21,374
Future profits	6,339	6,757	6,757
Deferred tax assets	48,877	51,137	45,069
Subordinated debt	55,000	55,000	55,000
Deductible items	-	-	-
Total risk $\left[(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2 \right]^{1/2} + R_4$ (B)	153,732	165,521	162,744
Insurance risk R_1	37,104	27,509	37,068
Assumed investment yield risk R_2	24,122	23,470	23,727
Investment risk R_3	121,281	134,206	130,785
Business risk R_4	3,650	3,865	3,831
Minimum guarantee risk R_7	19	16	16
3rd sector insurance risk R_8	-	8,062	-
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	990.7%	1,190.8%	1,100.4%

Notes: 1. Figures 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 and considered appropriate by the Company.

2. "Net assets (less certain items)" represents net assets on the balance sheet less total valuation and translation adjustments, and estimated appropriation paid in cash.

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

4. "3rd sector insurance risk" is separated from "insurance risk" since the fiscal year ending March 31, 2008 according to the FSA regulation.

(9) Adjusted Net Assets

(Millions of yen)

Item	As of June 30, 2006	As of June 30, 2007	As of March 31, 2007
Adjusted net assets	620,839	895,051	834,661

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

(10) Assets Composition (General Account Assets)

(Millions of yen, %)

Category	As of June 30, 2006		As of June 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	161,775	2.5	149,172	2.3	201,562	3.1
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	132,461	2.0	154,743	2.3	155,228	2.4
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	50	0.0	-	-	-	-
Securities	4,415,841	68.3	4,587,041	69.4	4,478,636	68.4
Domestic bonds	2,680,705	41.5	2,584,180	39.1	2,626,478	40.1
Domestic stocks	829,743	12.8	913,145	13.8	870,930	13.3
Foreign securities	824,544	12.8	990,939	15.0	863,699	13.2
Bonds	572,059	8.8	686,269	10.4	581,817	8.9
Stock, etc.	252,484	3.9	304,669	4.6	281,882	4.3
Other securities	80,847	1.3	98,775	1.5	117,528	1.8
Loans	1,531,285	23.7	1,507,862	22.8	1,502,246	23.0
Policy loans	107,335	1.7	103,136	1.6	105,316	1.6
Commercial loans	1,423,949	22.0	1,404,725	21.2	1,396,930	21.3
Property and equipment	167,657	2.6	163,225	2.5	163,014	2.5
Deferred tax assets	-	-	-	-	-	-
Deferred tax assets concerning revaluation	-	-	-	-	-	-
Other assets	56,864	0.9	52,850	0.8	47,359	0.7
Reserve for possible loan losses	(1,677)	(0.0)	(2,367)	(0.0)	(2,364)	(0.0)
Total	6,464,258	100.0	6,612,528	100.0	6,545,684	100.0
Foreign currency denominated assets included	751,055	11.6	888,506	13.4	776,976	11.9

(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, 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 treated as equivalent to securities defined in the Securities and Exchange Law.

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

*The carrying value 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	-
Stocks 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 June 30, 2007				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	374,751	366,143	(8,608)	826	9,434
Domestic bonds	237,671	231,277	(6,394)	723	7,117
Monetary claims purchased	133,079	130,866	(2,213)	102	2,316
Certificates of deposit	4,000	3,999	(0)	-	0
Policy reserve matching bonds	1,683,750	1,668,363	(15,387)	2,757	18,145
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,001,131	2,575,803	574,671	586,711	12,039
Domestic bonds	663,607	662,757	(849)	3,444	4,294
Domestic stocks	401,885	896,121	494,235	497,346	3,110
Foreign securities	829,837	899,507	69,670	73,623	3,952
Bonds	671,704	686,269	14,564	17,561	2,996
Stock, etc.	158,132	213,237	55,105	56,061	956
Other securities	83,576	95,753	12,177	12,284	107
Money claims purchased	22,225	21,663	(562)	11	573
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,059,634	4,610,310	550,676	590,294	39,618
Domestic bonds	2,585,029	2,562,398	(22,631)	6,926	29,557
Domestic stocks	401,885	896,121	494,235	497,346	3,110
Foreign securities	829,837	899,507	69,670	73,623	3,952
Bonds	671,704	686,269	14,564	17,561	2,996
Stock, etc.	158,132	213,237	55,105	56,061	956
Other securities	83,576	95,753	12,177	12,284	107
Monetary claims purchased	155,305	152,529	(2,775)	114	2,889
Certificates of deposit	4,000	3,999	(0)	-	0
Others	-	-	-	-	-

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

*The carrying value of securities without any current fair value is as follows:

(Millions of yen)

Category	As of June 30, 2007
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	4,680
Available-for-sale securities	105,662
Unlisted domestic stocks	12,343
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	93,319
Total	110,343

(Millions of yen)

Category	As of March 31, 2007				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Gains/Losses	
				Gains	Losses
Held-to-maturity securities	367,982	364,727	(3,255)	1,709	4,964
Domestic bonds	230,062	227,468	(2,594)	1,225	3,820
Monetary claims purchased	132,920	132,259	(661)	483	1,144
Certificates of deposit	5,000	4,999	(0)	-	0
Policy reserve matching bonds	1,654,986	1,660,914	5,927	10,391	4,463
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,011,945	2,508,936	496,990	504,915	7,924
Domestic bonds	736,526	741,429	4,902	6,553	1,650
Domestic stocks	428,171	853,871	425,699	429,036	3,336
Foreign securities	719,991	773,799	53,807	55,795	1,987
Bonds	563,924	581,817	17,893	18,747	854
Stock, etc.	156,067	191,981	35,914	37,047	1,133
Other securities	104,600	117,528	12,927	13,506	579
Money claims purchased	22,654	22,307	(346)	23	370
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,034,914	4,534,577	499,662	517,015	17,353
Domestic bonds	2,621,575	2,629,811	8,236	18,170	9,934
Domestic stocks	428,171	853,871	425,699	429,036	3,336
Foreign securities	719,991	773,799	53,807	55,795	1,987
Bonds	563,924	581,817	17,893	18,747	854
Stock, etc.	156,067	191,981	35,914	37,047	1,133
Other securities	104,600	117,528	12,927	13,506	579
Monetary claims purchased	155,575	154,567	(1,007)	507	1,515
Certificates of deposit	5,000	4,999	(0)	-	0
Others	-	-	-	-	-

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

*The carrying value of securities without any current fair value is as follows:

(Millions of yen)

Category	As of March 31, 2007
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	4,680
Available-for-sale securities	101,795
Unlisted domestic stocks (except OTC-traded stocks)	12,378
Unlisted foreign stocks (except OTC-traded stocks)	-
Unlisted foreign bonds	-
Others	89,417
Total	106,476

b) Fair Value Information on Monetary Trusts

(Millions of yen)

Category	As of June 30, 2006					As of June 30, 2007				
	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	-	-	-	-	-	-	-	

Category	As of March 31, 2007				
	Carrying value	Current fair value	Net unrealized gains/losses		
			Gains	Losses	
Monetary trusts	-	-	-	-	-

* Monetary trusts for investment

(Millions of yen)

Category	As of June 30, 2006		As of June 30, 2007		As of March 31, 2007	
	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, 2006					As of June 30, 2007				
	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	-	-	-	-	-	-	-	-	-	
Monetary trusts for available for sale securities	50	50	-	-	-	-	-	-	-	
Jointly operated and designated monetary trusts	50	50	-	-	-	-	-	-	-	
Total	50	50	-	-	-	-	-	-	-	

Category	As of March 31, 2007				
	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	-	-	-	-	-
Monetary trusts for available for sale securities	-	-	-	-	-
Jointly operated and designated monetary trusts	-	-	-	-	-
Total	-	-	-	-	-

c) Fair Value Information on Real Estate

(Millions of yen)

Category	As of June 30, 2006					As of June 30, 2007				
	Carrying value	Current fair value	Net unrealized gains/losses		Carrying value	Current fair value	Net unrealized gains/losses			
			Gains	Losses			Gains	Losses		
Land	100,755	96,133	(4,622)	8,099	12,722	99,239	112,119	12,879	22,474	9,594
Leasehold	156	109	(46)	11	58	156	117	(39)	12	51
Total	100,912	96,242	(4,669)	8,111	12,780	99,396	112,237	12,840	22,486	9,645

Category	As of March 31, 2007				
	Carrying value	Current fair value	Net unrealized gains/losses		
			Gains	Losses	
Land	98,452	110,141	11,688	21,279	9,590
Leasehold	156	117	(39)	12	51
Total	98,609	110,258	11,649	21,291	9,642

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

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, 2007							(Millions of yen)
Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total	
Hedge accounting applied	(1,826)	(9,223)	-	-	-	(11,049)	
Hedge accounting not applied	-	(119)	-	-	-	(119)	
Total	(1,826)	(9,342)	-	-	-	(11,169)	

Note: Accrued interest of interest-related net gains/losses applied hedge accounting (80 million yen), currency-related net gains/losses with fair value hedge accounting (9,223 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, 2006			As of June 30, 2007			As of March 31, 2007					
		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			
OTC	Interest rate swaps Receipts fixed, payments floating	140,313	122,767	(2,239)	(2,239)	143,679	115,290	(1,826)	(1,826)	146,024	116,235	(733)	(733)
Total				(2,239)	(2,239)			(1,826)	(1,826)			(733)	(733)

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, 2006			As of June 30, 2007			As of March 31, 2007					
		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			
OTC	Exchange contracts												
	Sold	428,330	-	440,316	(11,986)	477,005	-	486,340	(9,334)	376,822	-	380,635	(3,812)
	US dollar	97,169	-	98,794	(1,624)	143,788	-	146,755	(2,966)	81,551	-	80,725	826
	Euro	228,434	-	235,714	(7,279)	233,791	-	237,834	(4,042)	201,479	-	205,728	(4,248)
	British pound	4,169	-	4,189	(19)	14,088	-	14,492	(403)	9,727	-	9,599	128
	Canadian dollar	49,644	-	50,377	(732)	41,604	-	42,837	(1,233)	37,481	-	37,602	(121)
	Swedish krona	48,911	-	51,241	(2,330)	43,708	-	44,396	(687)	46,582	-	46,979	(397)
	Hong Kong dollar	-	-	-	-	24	-	24	(0)	-	-	-	-
	Bought	-	-	-	-	8,247	-	8,239	(8)	-	-	-	-
Euro	-	-	-	-	4,671	-	4,673	1	-	-	-	-	
Hong Kong dollar	-	-	-	-	3,575	-	3,566	(9)	-	-	-	-	
Total				(11,986)	(11,986)			(9,342)	(9,342)			(3,812)	(3,812)

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, 2006			As of June 30, 2007			As of March 31, 2007		
		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)
OTC	Stock index futures									
	Bought	10,000	-		-	-		-	-	
	Put	[643]	[-]	577	[-]	[-]		[-]	[-]	
				(65)						
	Total			(65)						

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

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 2007, and March 31, 2007.

(vi) Others

The Company did not have any balances as of June 30, 2006 and 2007, and March 31, 2007.