

# NON-CONSOLIDATED FINANCIAL SUMMARY

(For the three months ended June 30, 2010)

August 12, 2010

Name of Company: **T&D Holdings, Inc.** (Financial Summary for Daido 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, 2010 (April 1, 2010 - June 30, 2010)

### (1) Results of Operations

Note: Amounts of less than one million yen have been eliminated, and percentages have been rounded to the nearest percent. % changes are presented in comparison with the same term of the previous year.

	Ordinary Revenues		Ordinary Profit				Net Income	
		% change	% change	Core Profit	% change		% change	
Three months ended June 30, 2010	¥282,780 million	15.9	¥23,830 million	123.7	¥17,836 million	26.9	¥9,541 million	96.7
Three months ended June 30, 2009	¥243,893 million	(32.3)	¥10,654 million	(51.8)	¥14,055 million	(38.6)	¥4,851 million	(30.0)

	Net Income per Share
Three months ended June 30, 2010	¥3,290.15
Three months ended June 30, 2009	¥1,672.93

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, 2010	¥5,327,720 million	¥313,290 million	5.9%	¥108,031.37
As of March 31, 2010	¥5,470,029 million	¥341,135 million	6.2%	¥117,633.01

Note: Shareholder's equity: as of June 30, 2010: ¥313,290 million; as of March 31, 2010: ¥341,135 million.

## 2. Forecast for the Year Ending March 31, 2011 (April 1, 2010 - March 31, 2011)

Daido Life's forecasts are omitted. Please refer to T&D Holdings' "Forecasts for the year ending March 31, 2011" section in "Financial Summary for the three months ended June 30, 2010".

## 3. Others (For more details, please refer to T&D Holdings' "2. Other information" on Appendix of "Financial Summary for the three months ended June 30, 2010")

- (1) Adoption of Simple Accounting Method or Accounting Method specific to Preparation for Quarterly Financial Statements: None
- (2) Changes in Accounting Principle and Procedure and Changes in Presentation Method for Quarterly Financial Statements:
  1. Changes due to the revision of accounting standards : Applicable
  2. Changes due to other factors : None
- (3) Number of Outstanding Shares (Common Stock):
  1. Number of outstanding shares including treasury stock at the end of the term: as of June 30, 2010: 2,900,000  
as of March 31, 2010: 2,900,000
  2. Number of treasury stock at the end of the term: None
  3. Average number of outstanding shares during the term: for the three months ended June 30, 2010: 2,900,000  
for the three months ended June 30, 2009: 2,900,000

## Daido Life Unaudited Non-Consolidated Balance Sheets

(Millions of yen)

	As of	As of	Increase
	June 30, 2010	March 31, 2010	(decrease)
	Amount	Amount	Amount
<b>Assets:</b>			
Cash and deposits	109,983	146,600	(36,617)
Deposit	109,983	146,600	(36,617)
Call loans	95,700	146,300	(50,600)
Monetary claims purchased	284,437	202,161	82,276
Monetary trust	25,235	24,619	615
Securities	3,792,740	3,865,410	(72,669)
Government bonds	763,638	889,963	(126,324)
Municipal bonds	578,481	617,138	(38,656)
Corporate bonds	1,286,289	1,193,123	93,166
Domestic stocks	240,590	263,496	(22,906)
Foreign securities	537,503	517,566	19,936
Other securities	386,236	384,122	2,114
Loans	737,078	761,670	(24,592)
Policy loans	85,925	87,169	(1,244)
Commercial loans	651,153	674,500	(23,347)
Tangible fixed assets	139,290	138,925	364
Land	78,703	78,703	-
Buildings	57,588	57,921	(332)
Construction in progress	1,813	1,089	724
Other tangible fixed assets	1,185	1,212	(26)
Intangible fixed assets	6,222	6,588	(366)
Software	5,187	5,552	(365)
Other intangible fixed assets	1,034	1,035	(1)
Due from agencies	1,064	1,127	(63)
Due from reinsurers	132	345	(213)
Other assets	46,614	93,635	(47,020)
Accounts receivable	16,370	72,434	(56,064)
Prepaid expenses	3,662	938	2,724
Accrued income	13,496	13,675	(178)
Deposit for rent	3,133	3,126	7
Margin for futures contracts	-	69	(69)
Derivatives	7,057	768	6,288
Suspense payable	1,055	758	296
Other assets	1,838	1,864	(25)
Deferred tax assets	97,938	91,150	6,787
Reserve for possible loan losses	(8,717)	(8,507)	(209)
<b>Total assets</b>	<b>5,327,720</b>	<b>5,470,029</b>	<b>(142,308)</b>

(Millions of yen)

	As of	As of	Increase
	June 30, 2010	March 31, 2010	(decrease)
	Amount	Amount	Amount
<b>Liabilities:</b>			
Policy reserves	4,836,916	4,908,389	(71,472)
Reserve for outstanding claims	42,325	49,551	(7,226)
Policy reserve	4,706,653	4,767,783	(61,130)
Reserve for policyholder dividends	87,938	91,054	(3,116)
Due to reinsurers	190	212	(21)
Short-term debenture	22,995	29,994	(6,999)
Other liabilities	31,539	69,638	(38,098)
Income taxes payable	45	89	(44)
Accounts payable	9,010	38,963	(29,952)
Accrued expenses	6,533	11,676	(5,142)
Unearned income	2,060	2,230	(169)
Deposit received	3,342	588	2,754
Guarantee deposits	6,471	6,487	(15)
Margin for futures contracts	44	-	44
Derivatives	313	5,198	(4,884)
Asset retirement obligations	1,641	-	1,641
Suspense receipt	2,076	4,405	(2,329)
Reserve for bonus to directors and corporate auditors	23	85	(62)
Reserve for employees' retirement benefits	74,582	74,619	(36)
Reserve for directors' and corporate auditors' retirement benefits	1,881	2,079	(197)
Reserve for price fluctuations	46,300	43,874	2,426
<b>Total liabilities</b>	<b>5,014,429</b>	<b>5,128,893</b>	<b>(114,463)</b>
<b>Net assets:</b>			
Common stock	110,000	110,000	-
Capital surplus	35,054	35,054	-
Capital reserve	35,054	35,054	-
Retained earnings	142,153	140,659	1,493
Legal reserve for future losses	15,611	14,002	1,609
Other retained earnings	126,542	126,657	(115)
Provision for advanced depreciation on real estate	1,559	1,559	-
General reserve	105,000	95,000	10,000
Unappropriated retained earnings	19,982	30,098	(10,115)
Total stockholders' equity	287,207	285,713	1,493
Net unrealized gains on securities	26,004	55,295	(29,290)
Deferred gains on hedging instruments	78	126	(48)
Total valuation and translation adjustments	26,083	55,421	(29,338)
<b>Total net assets</b>	<b>313,290</b>	<b>341,135</b>	<b>(27,844)</b>
<b>Total liabilities and net assets</b>	<b>5,327,720</b>	<b>5,470,029</b>	<b>(142,308)</b>

## Daido Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Increase (Decrease)
	Amount	Amount	Amount
<b>Ordinary revenues</b>	243,893	282,780	38,886
<b>Income from insurance premiums</b>	186,104	172,603	(13,500)
Insurance premiums	185,785	172,572	(13,212)
Ceded reinsurance recoveries	319	31	(287)
<b>Investment income</b>	29,813	39,326	9,512
Interest, dividends and income from real estate for rent	21,316	23,660	2,344
Interest income from deposits	262	294	31
Interest income and dividends from securities	13,451	16,170	2,718
Interest income from loans	4,506	4,241	(264)
Interest from real estate for rent	1,943	1,885	(58)
Other income from interest and dividends	1,151	1,070	(81)
Gains from monetary trusts, net	18	52	33
Gains on investment in trading securities, net	2,128	-	(2,128)
Gains on sales of securities	2,653	386	(2,267)
Gains from derivatives, net	-	14,374	14,374
Other investment income	589	852	262
Gains on separate accounts, net	3,107	-	(3,107)
<b>Other ordinary income</b>	27,975	70,849	42,874
Income related to withheld insurance claims and other payments for future annuity payments	436	1,099	663
Income due to withheld insurance payments	603	981	377
Reversal of reserve for outstanding claims	-	7,226	7,226
Reversal of policy reserve	25,186	61,130	35,943
Reversal of reserve for employees' retirement benefits	203	36	(166)
Other ordinary income	1,544	374	(1,169)
<b>Ordinary expenses</b>	233,238	258,950	25,711
<b>Insurance claims and other payments</b>	188,368	215,941	27,572
Insurance claims	52,221	49,327	(2,894)
Annuity payments	7,739	7,783	43
Insurance benefits	45,008	37,479	(7,529)
Surrender payments	75,881	72,041	(3,840)
Other payments	7,347	49,131	41,783
Reinsurance premiums	168	178	9
<b>Provision for policy and other reserves</b>	692	168	(524)
Provision for reserve for outstanding claims	505	-	(505)
Interest portion of reserve for policyholder dividends	186	168	(18)
<b>Investment expenses</b>	12,086	13,719	1,632
Interest expenses	9	12	3
Losses on investment in trading securities, net	-	4,733	4,733
Losses on sales of securities	470	108	(361)
Devaluation losses on securities	1,526	1,951	425
Losses from derivatives, net	6,126	-	(6,126)
Foreign exchange losses, net	328	844	515
Provision for reserve for possible loan losses	-	209	209
Depreciation of real estate for rent	773	756	(17)
Other investment expenses	2,852	2,539	(312)
Losses on separate accounts, net	-	2,563	2,563
<b>Operating expenses</b>	26,959	26,228	(731)
<b>Other ordinary expenses</b>	5,131	2,892	(2,238)
Payments related to withheld insurance claims	723	485	(237)
Taxes	1,528	1,472	(56)
Depreciation	945	883	(61)
Other ordinary losses	1,934	51	(1,882)
<b>Ordinary profit</b>	10,654	23,830	13,175

(Millions of yen)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Increase (Decrease)
	Amount	Amount	Amount
<b>Extraordinary gains</b>	23	5	(18)
Reversal of reserve for possible loan losses	17	-	(17)
Recoveries of bad debts previously written-off	5	5	(0)
<b>Extraordinary losses</b>	587	3,394	2,806
Losses on disposal of fixed assets	67	16	(50)
Provision for reserve for price fluctuations	519	2,426	1,906
Losses on adjustment for changes of accounting standard for asset retirement obligations	-	951	951
<b>Provision for reserve for policyholder dividends</b>	3,164	2,995	(168)
<b>Income before income taxes</b>	6,926	17,445	10,518
Current income taxes	(618)	1,738	2,357
Deferred income taxes	2,693	6,164	3,471
<b>Total income taxes</b>	2,075	7,903	5,828
<b>Net income</b>	4,851	9,541	4,689