

# 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 T&D Financial Life Insurance Company)  
 Stock Listings: Tokyo, Osaka  
 Security Code No.: 8795  
 Head Office: Tokyo, Japan  
 URL: <http://www.td-holdings.co.jp/e/>

## 1. 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	% change	Ordinary Profit		Net Income			
			% change	Core Profit	% change	% change		
Three months ended June 30, 2010	¥70,039 million	(32.5)	¥(3,034)million	-	¥(19,144) million	-	¥(2,180) million	-
Three months ended June 30, 2009	¥103,736 million	148.1	¥828 million	-	¥15,652 million	554.5	¥571 million	-

	Net Income per Share
Three months ended June 30, 2010	¥(1,362.65)
Three months ended June 30, 2009	¥357.30

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	¥1,426,409 million	¥35,299 million	2.5%	¥22,062.35
As of March 31, 2010	¥1,469,522 million	¥37,412 million	2.5%	¥23,382.50

Note: Shareholder's equity: as of June 30, 2010: ¥35,299million; as of March 31, 2010: ¥37,412 million.

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

T&D Financial Life's forecasts are omitted. Please refer to T&D Holdings' "Consolidated Forecasts for the year ending March 31, 2011" section in this material "Consolidated 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: 1,600,000  
as of March 31, 2010: 1,600,000
  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: 1,600,000  
for the three months ended June 30, 2009: 1,600,000

## T&D Financial 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	19,873	27,156	(7,282)
Cash	0	0	(0)
Deposit	19,873	27,155	(7,282)
Call loans	14,002	16,500	(2,498)
Monetary trusts	66,936	46,382	20,553
Securities	1,281,103	1,334,486	(53,383)
Government bonds	327,322	339,829	(12,506)
Municipal bonds	103	103	(0)
Corporate bonds	24,015	24,021	(5)
Domestic stocks	784	860	(75)
Foreign securities	1,435	1,639	(203)
Other securities	927,441	968,032	(40,591)
Loans	6,131	6,192	(61)
Policy loans	6,112	6,171	(59)
Commercial loans	19	21	(1)
Tangible fixed assets	270	276	(5)
Buildings	254	259	(4)
Lease assets	3	3	(0)
Other tangible fixed assets	12	13	(1)
Intangible fixed assets	1,467	1,496	(29)
Software	1,458	1,488	(29)
Other intangible fixed assets	8	8	-
Due from agencies	0	0	0
Due from reinsures	11,433	12,798	(1,364)
Other assets	7,906	6,973	933
Accounts receivable	5,999	5,336	663
Prepaid expenses	434	179	254
Accrued income	774	753	20
Deposit for rent	497	516	(19)
Suspense payable	29	14	14
Other assets	171	172	(0)
Deferred tax assets	17,287	17,262	25
Reserve for possible loan losses	(4)	(4)	0
<b>Total assets</b>	<b>1,426,409</b>	<b>1,469,522</b>	<b>(43,112)</b>

(Millions of yen)

	As of June 30, 2010	As of March 31, 2010	Increase (decrease)
	Amount	Amount	Amount
<b>Liabilities:</b>			
Policy reserves	1,381,781	1,420,536	(38,754)
Reserve for outstanding claims	3,709	3,543	166
Policy reserve	1,376,700	1,415,585	(38,885)
Reserve for policyholder dividends	1,372	1,408	(35)
Due to agencies	58	1,556	(1,497)
Due to reinsures	61	75	(14)
Other liabilities	1,536	2,074	(538)
Income taxes payable	3	12	(9)
Accounts payable	688	300	387
Accrued expenses	530	1,270	(740)
Unearned income	6	0	6
Deposits received	262	198	64
Lease obligations	3	3	(0)
Suspense receipt	42	289	(246)
Reserve for employees' retirement benefits	7,006	7,205	(198)
Reserve for directors' and corporate auditors' retirement benefits	280	274	6
Reserve for price fluctuations	383	387	(3)
<b>Total liabilities</b>	<b>1,391,109</b>	<b>1,432,110</b>	<b>(41,000)</b>
<b>Net assets:</b>			
Common stock	56,000	56,000	-
Capital surplus	46,000	46,000	-
Capital reserve	46,000	46,000	-
Retained earnings	(66,245)	(64,065)	(2,180)
Other retained earnings	(66,245)	(64,065)	(2,180)
Unappropriated retained earnings	(66,245)	(64,065)	(2,180)
Total stockholders' equity	35,754	37,934	(2,180)
Net unrealized gains on securities	(454)	(522)	67
Total valuation and translation	(454)	(522)	67
<b>Total net assets</b>	<b>35,299</b>	<b>37,412</b>	<b>(2,112)</b>
<b>Total liabilities and net assets</b>	<b>1,426,409</b>	<b>1,469,522</b>	<b>(43,112)</b>

# T&D Financial 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>	103,736	70,039	(33,696)
<b>Income from insurance premiums</b>	54,456	7,393	(47,062)
Insurance premiums	53,311	7,364	(45,946)
Ceded reinsurance recoveries	1,144	28	(1,116)
<b>Investment income</b>	47,049	20,633	(26,415)
Interest, dividends and income from real estate for rent	958	1,010	52
Interest income and dividends from securities	900	954	54
Interest income from loans	55	51	(4)
Other income from interest and dividends	2	4	2
Gains from monetary trusts, net	-	19,623	19,623
Gains on sales of securities	1	-	(1)
Other investment income	0	0	(0)
Gains on separate accounts, net	46,090	-	(46,090)
<b>Other ordinary income</b>	2,229	42,012	39,782
Income related to withheld insurance claims and other payments for future annuity payments	1,969	2,926	957
Income due to withheld insurance payments	32	0	(32)
Reversal of policy reserve	-	38,885	38,885
Reversal of reserve for employees' retirement benefits	226	198	(28)
Other ordinary income	0	0	0
<b>Ordinary expenses</b>	102,907	73,073	(29,833)
<b>Insurance claims and other payments</b>	17,083	21,926	4,843
Insurance claims	3,433	3,276	(157)
Annuity payments	1,484	1,594	109
Insurance benefits	4,395	5,232	836
Surrender payments	4,604	7,912	3,307
Other payments	2,189	2,530	341
Reinsurance premiums	976	1,380	404
<b>Provision for policy and other reserves</b>	66,332	167	(66,164)
Provision for reserve for outstanding claims	14	166	151
Provision for policy reserve	66,315	-	(66,315)
Interest portion of reserve for policyholder dividends	1	0	(0)
<b>Investment expenses</b>	15,307	48,429	33,122
Interest expenses	0	0	0
Losses from monetary trusts, net	15,263	-	(15,263)
Losses on sales of securities	35	21	(14)
Other investment expenses	8	8	(0)
Losses on separate accounts, net	-	48,399	48,399
<b>Operating expenses</b>	3,580	2,197	(1,383)
<b>Other ordinary expenses</b>	603	352	(250)
Payments related to withheld insurance claims	125	129	4
Taxes	317	97	(219)
Depreciation	149	116	(33)
Provision for reserve for directors' and corporate auditors' retirement benefits	9	6	(2)
Other ordinary losses	0	1	0
<b>Ordinary profit (loss)</b>	828	(3,034)	(3,862)

(Millions of yen)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Increase (decrease)
	Amount	Amount	Amount
<b>Extraordinary gains</b>	1	3	2
Reversal of reserve for price fluctuations	-	3	3
Reversal of reserve for possible loan losses	1	0	(0)
<b>Extraordinary losses</b>	6	16	9
Losses on disposal of fixed assets	0	0	(0)
Provision for reserve for price fluctuations	6	-	(6)
Loss on adjustment for changes of accounting standard for asset retirement obligations	-	16	16
<b>Reversal of reserve for policyholder dividends</b>	0	-	(0)
<b>Income (Loss) before income taxes</b>	823	(3,047)	(3,870)
<b>Current income taxes</b>	(325)	(841)	(516)
<b>Deferred income taxes</b>	576	(25)	(601)
<b>Total income taxes</b>	251	(866)	(1,118)
<b>Net income (loss)</b>	571	(2,180)	(2,751)