

# NON-CONSOLIDATED FINANCIAL SUMMARY

(For the nine months ended December 31, 2009)

February 12, 2010

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 Nine Months Ended December 31, 2009 (April 1, 2009 - December 31, 2009)

### (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		
			% change	Core Profit			% change	
Nine months ended December 31, 2009	¥723,244 million	(15.5)	¥38,958 million	-	¥34,036 million	23.9	¥14,196 million	-
Nine months ended December 31, 2008	¥856,071 million	-	¥(39,746) million	-	¥27,479 million	-	¥1,050 million	-

	Net Income per Share
Nine months ended December 31, 2009	¥5,678.50
Nine months ended December 31, 2008	¥700.59

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 December 31, 2009	¥5,779,987 million	¥187,404 million	3.2%	¥74,961.64
As of March 31, 2009	¥5,771,192 million	¥145,742 million	2.5%	¥58,297.09

Note: Shareholder's equity: as of December 31, 2009: ¥187,404 million; as of March 31, 2009: ¥145,742 million.

## 2. Forecast for the Year Ending March 31, 2010 (April 1, 2009 - March 31, 2010)

Taiyo Life's forecasts are omitted. Please refer to T&D Holdings' "Consolidated Forecasts for the year ending March 31, 2010" section in this material "Consolidated Financial Summary for the nine months ended December 31, 2009".

## 3. Others

- (1) Adoption of Simple Accounting Methods and Accounting Methods Specific to Preparation for Quarterly Financial Statements: None
- (2) Changes in Accounting Principle and Procedure and Changes in Presentation Method for Interim Financial Statements:
  - Changes due to the revision of accounting standards : None
  - 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 December 31, 2009 : 2,500,000  
as of March 31, 2009 : 2,500,000
  2. Number of treasury stock at the end of the term: None
  3. Average number of outstanding shares during the term: for the nine months ended December 31, 2009 : 2,500,000  
for the nine months ended December 31, 2008 : 1,500,000

# Taiyo Life Unaudited Non-Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2009	As of March 31, 2009
<b>Assets:</b>		
Cash and deposits	56,642	27,616
Cash	643	653
Deposit	55,999	26,962
Call loans	96,400	98,600
Monetary claims purchased	145,492	145,344
Securities	3,746,112	3,675,663
Government bonds	1,052,220	1,280,971
Municipal bonds	372,994	394,958
Corporate bonds	903,237	896,613
Domestic stocks	358,728	292,808
Foreign securities	1,054,747	805,588
Other securities	4,184	4,723
Loans	1,429,689	1,493,880
Policy loans	91,482	96,709
Commercial loans	1,338,207	1,397,170
Tangible fixed assets	161,681	162,457
Land	98,753	98,491
Buildings	60,165	61,780
Lease assets	67	65
Construction in progress	2,271	1,671
Other tangible fixed assets	422	448
Intangible fixed assets	12,477	12,488
Software	12,054	12,065
Other intangible fixed assets	422	422
Due from reinsures	7	113
Other assets	68,927	71,054
Accounts receivable	23,476	25,074
Prepaid expenses	1,927	1,038
Accrued income	28,713	21,705
Deposit for rent	2,367	9,688
Margin for futures contracts	265	6,318
Derivatives	7,646	578
Suspense payable	1,325	3,538
Other assets	3,205	3,113
Deferred tax assets	64,374	85,592
Reserve for possible loan losses	(1,816)	(1,618)
<b>Total assets</b>	<b>5,779,987</b>	<b>5,771,192</b>

(Millions of yen)

	As of December 31, 2009	As of March 31, 2009
<b>Liabilities:</b>		
Policy reserves	5,442,640	5,477,317
Reserve for outstanding claims	19,658	20,522
Policy reserve	5,377,633	5,411,891
Reserve for policyholder dividends	45,348	44,904
Due to reinsures	83	36
Subordinated bond	14,000	-
Other liabilities	67,937	90,485
Subordinated payable	36,000	35,000
Income taxes payable	106	-
Accounts payable	2,305	1,136
Accrued expenses	7,802	9,387
Unearned income	537	611
Deposit received	4,109	616
Guarantee deposits	5,647	6,289
Derivatives	9,345	35,890
Lease obligations	71	69
Suspense receipt	2,008	1,480
Other liabilities	3	3
Reserve for bonus to directors and corporate auditors	42	33
Reserve for employees' retirement benefits	35,650	35,415
Reserve for directors' and corporate auditors' retirement benefits	1,649	1,486
Reserve for price fluctuations	20,037	10,000
Deferred tax liabilities on land revaluation	10,541	10,674
<b>Total liabilities</b>	<b>5,592,583</b>	<b>5,625,450</b>
<b>Net Assets:</b>		
Common stock	62,500	62,500
Capital surplus	62,500	62,500
Capital reserve	62,500	62,500
Retained earnings	75,929	67,685
Other retained earnings	75,929	67,685
Provision for advanced depreciation on real estate	571	582
General reserve	40,000	40,000
Unappropriated retained earnings	35,357	27,102
Total stockholders' equity	200,929	192,685
Net unrealized gains on securities	34,456	917
Deferred gains on hedging instruments	19	(55)
Land revaluation	(48,001)	(47,805)
Total valuation and translation adjustments	(13,525)	(46,942)
<b>Total net assets</b>	<b>187,404</b>	<b>145,742</b>
<b>Total liabilities and net assets</b>	<b>5,779,987</b>	<b>5,771,192</b>

# Taiyo Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
<b>Ordinary revenues</b>	856,071	723,244
<b>Income from insurance premiums</b>	460,433	539,815
Insurance premiums	460,369	539,747
Ceded reinsurance recoveries	64	68
<b>Investment income</b>	166,641	128,389
Interest, dividends and income from real estate for rent	92,908	96,657
Interest income from deposits	76	19
Interest income and dividends from securities	61,776	65,380
Interest income from loans	22,530	23,269
Interest from real estate for rent	5,822	5,497
Other income from interest and dividends	2,702	2,490
Gains on sales of securities	73,201	30,877
Foreign exchange gains, net	413	-
Other income from interest and dividends	117	253
Gains on separate account, net	-	600
<b>Other ordinary income</b>	228,996	55,040
Income related to withheld insurance claims and other payments for future annuity payments	215	243
Income due to withheld insurance payments	25,714	18,057
Reversal of reserve for outstanding claims	1,643	863
Reversal of policy reserve	199,800	34,258
Other ordinary income	1,621	1,617
<b>Ordinary expenses</b>	895,817	684,286
<b>Insurance claims and other payments</b>	624,624	557,896
Insurance claims	246,395	247,381
Annuity payments	119,494	125,054
Insurance benefits	79,950	71,926
Surrender payments	76,076	66,834
Other payments	102,508	46,523
Reinsurance premiums	199	176
<b>Provision for policy and other reserves</b>	79	63
Interest portion of reserve for policyholder dividends	79	63
<b>Investment expenses</b>	174,431	30,910
Interest expenses	1,186	1,140
Losses on sales of securities	135,497	12,426
Devaluation losses on securities	31,334	529
Losses from derivatives, net	863	12,021
Foreign exchange losses, net	-	527
Provision for reserve for possible loan losses	-	198
Write-off of loans	83	16
Depreciation of real estate for rent	1,759	1,710
Other investment expenses	2,730	2,339
Losses on separate account, net	975	-
<b>Operating expenses</b>	59,331	61,624
<b>Other ordinary expenses</b>	37,350	33,790
Payments related to withheld insurance claims	26,837	23,471
Taxes	3,601	3,872
Depreciation	3,613	4,087
Provision of reserve for employee's retirement benefits	1,620	234
Other ordinary losses	1,677	2,123
<b>Ordinary profit(loss)</b>	<u>(39,746)</u>	<u>38,958</u>

(Millions of yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
<b>Extraordinary gains</b>	62,848	349
Gains on disposal of fixed assets	-	343
Reversal for reserve for price fluctuations	61,885	-
Reversal of reserve for possible loan losses	962	-
Recoveries of bad debts previously written-off	0	6
<b>Extraordinary losses</b>	501	10,648
Losses on disposal of fixed assets	501	426
Impairment losses	-	184
Provision for reserve for price fluctuations	-	10,037
<b>Provision for reserve for policyholder dividends</b>	8,510	9,932
<b>Income before income taxes</b>	14,089	18,727
<b>Current income taxes</b>	469	863
<b>Deferred income taxes</b>	12,569	3,667
<b>Total income taxes</b>	13,038	4,531
<b>Net income</b>	1,050	14,196