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File No. 82-34783
February 7, 2007

Office of International Corporate Finance
Division of Corporation Finance
Securities and Exchange Commission
100 F Street, N.E.
Washington, D.C. 20549
U.S.A.

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T&D Holdings, Inc. - 12g3-2(b) Exemption

Ladies and Gentlemen:

In connection with the exemption of T&D Holdings, Inc. (the "Company") as a foreign private issuer pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934, we, on behalf of the Company, hereby furnish the Securities and Exchange Commission with the following information required by Rule 12g3-2(b):

1. Press release dated October 31, 2006 and entitled "Revisions of Consolidated Earnings Forecasts for the Interim Period Ended September 30, 2006";
2. Consolidated Financial Summary (For the six months ended September 30, 2006) dated November 16, 2006;
3. Non-Consolidated Financial Summary (For the six months ended September 30, 2006) dated November 16, 2006;
4. Non-Consolidated Financial Summary (Financial Summary for Taiyo Life Insurance Company) dated November 16, 2006 and Supplementary Materials for the Six Months Ended September 30, 2006;
5. Non-Consolidated Financial Summary (Financial Summary for Daido Life Insurance Company) dated November 16, 2006 and Supplementary Materials for the Six Months Ended September 30, 2006;
6. Non-Consolidated Financial Summary (Financial Summary for T&D Financial Life Insurance Company) dated November 16, 2006 and Supplementary Materials for the Six Months Ended September 30, 2006; and

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FINANCIAL

7. Brief Description of Japanese Language Documents:

If you have any questions or requests for additional information, please do not hesitate to contact Akiko Kimura or Hironori Shibata of Anderson Mori & Tomotsune, Japanese counsels to the Company, with offices at Izumi Garden Tower, 6-1, Roppongi 1-chome, Minato-ku, Tokyo 106-6036, Japan (telephone +813-6888-1182, facsimile +813-6888-3182).

Very truly yours,

A handwritten signature in black ink, appearing to read 'H. Shibata', written over a horizontal line.

Hironori Shibata

Enclosure



T&D Life Group

File No.82-34783

October 31, 2006

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OFFICE OF INTERNATIONAL
CORPORATE FINANCE

T&D Holdings, Inc.
Naoteru Miyato, President
(Security Code: 8795)

Revisions of Consolidated Earnings Forecasts for the Interim Period Ended September 30, 2006

T&D Holdings, Inc. hereby revises its consolidated earnings forecasts for the interim period ended September 30, 2006. The non-consolidated earnings forecasts for the interim period ended September 30, 2006, and projected shareholders' dividends for the fiscal year ending March 2007, remain unchanged.

The company has made no changes to the full-year earnings forecasts for the fiscal year ending March 2007, as announced on May 17, 2006. These will be promptly addressed, however, if it becomes necessary to do so.

Revisions of Consolidated Earnings Forecasts for T&D Holdings for the Interim Period Ended September 30, 2006 (April 1, 2006, to September 30, 2006)

(Billions of yen)

	Previous Forecast (A) (as of May 17, 2006)	Revised Forecast (B)	Amount of Change (B) - (A)	Percentage of Change (%)
Ordinary revenues	1,150	1,110	(40)	(3.5)
Ordinary profit	53	83	30	56.6
Net income	13	28	15	115.4

Principal Reasons for the Revisions to Earnings Forecasts:

The forecasts for ordinary profit and net income are expected to revise upward by 30 billion yen and 15 billion yen, respectively. These mainly reflect that investment income from interest and dividends exceeded the previous forecast by 18 billion yen mainly due to the increase in dividends from investment trusts and private equities, and that net gains on sale of securities improved the previous forecast by 18 billion yen mainly due to the sale of domestic stocks.

(Reference)

Preliminary Non-Consolidated Earnings Forecasts of the Three Life Insurance Companies for the Interim Period Ended September 30, 2006 (April 1, 2006, to September 30, 2006)

(Billions of yen)

	Taiyo Life	Daido Life	T&D Financial Life
Ordinary revenues	518	524	91
Ordinary profit	40	54	(7)
Core profit	28	60	(4)
Net income	17	19	(6)

For inquiries regarding the above, please contact:

T&D Holdings, Inc. Investor Relations

Tel: +81-3-3434-9142

E-mail: ir.request@td-holdings.co.jp

CONSOLIDATED FINANCIAL SUMMARY

(For the six months ended September 30, 2006)

November 16, 2006

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/>
 Date of Board Meeting for Settlement of Accounts: November 16, 2006
 Application of U.S. Accounting Standards: No

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CORPORATE FINANCE

1. Consolidated Operating Results for the Six Months Ended September 30, 2006 (April 1, 2006 – Sep. 30, 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
Six months ended Sep. 30, 2006	¥1,110,683 million	(8.5)	¥83,291 million	32.4	¥27,805 million	47.8
Six months ended Sep. 30, 2005	¥1,213,326 million	(0.1)	¥62,893 million	7.3	¥18,809 million	(27.7)
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)
Six months ended Sep. 30, 2006	¥112.91	-
Six months ended Sep. 30, 2005	¥77.90	-
Year Ended March 31, 2006	¥146.19	-

Notes:

- Equity in net gain of affiliated companies: ¥14 million for the six months ended September 30, 2006; ¥12 million for the six months ended September 30, 2005; ¥22 million for the year ended March 31, 2006
- Average number of outstanding shares during the term (consolidated): six months ended September 30, 2006: 246,266,882; six months ended September 30, 2005: 241,455,798; year ended March 31, 2006: 241,664,575
- Changes in method of accounting: Applicable
- % 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 September 30, 2006	¥13,811,844 million	¥982,323 million	7.1%	¥3,982.71
As of September 30, 2005	¥13,384,178 million	¥798,204 million	6.0%	¥3,305.88
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 September 30, 2006: 246,261,148; as of September 30, 2005: 241,449,580; 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
Six months ended Sep. 30, 2006	¥37,751 million	¥87,648 million	¥(1,865) million	¥954,773 million
Six months ended Sep. 30, 2005	¥18,099 million	¥(118,418) million	¥(15,438) million	¥751,756 million
Year Ended March 31, 2006	¥138,640 million	¥(196,333) million	¥27,346 million	¥834,403 million

(4) Scope of Consolidation and Application of Equity Method

Number of consolidated subsidiaries: 16
 Number of non-consolidated subsidiaries accounted for by the equity method: None
 Number of affiliates accounted for by the equity method: 2

2. 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	¥2,280,000 million	¥105,000 million	¥26,000 million

Notes:

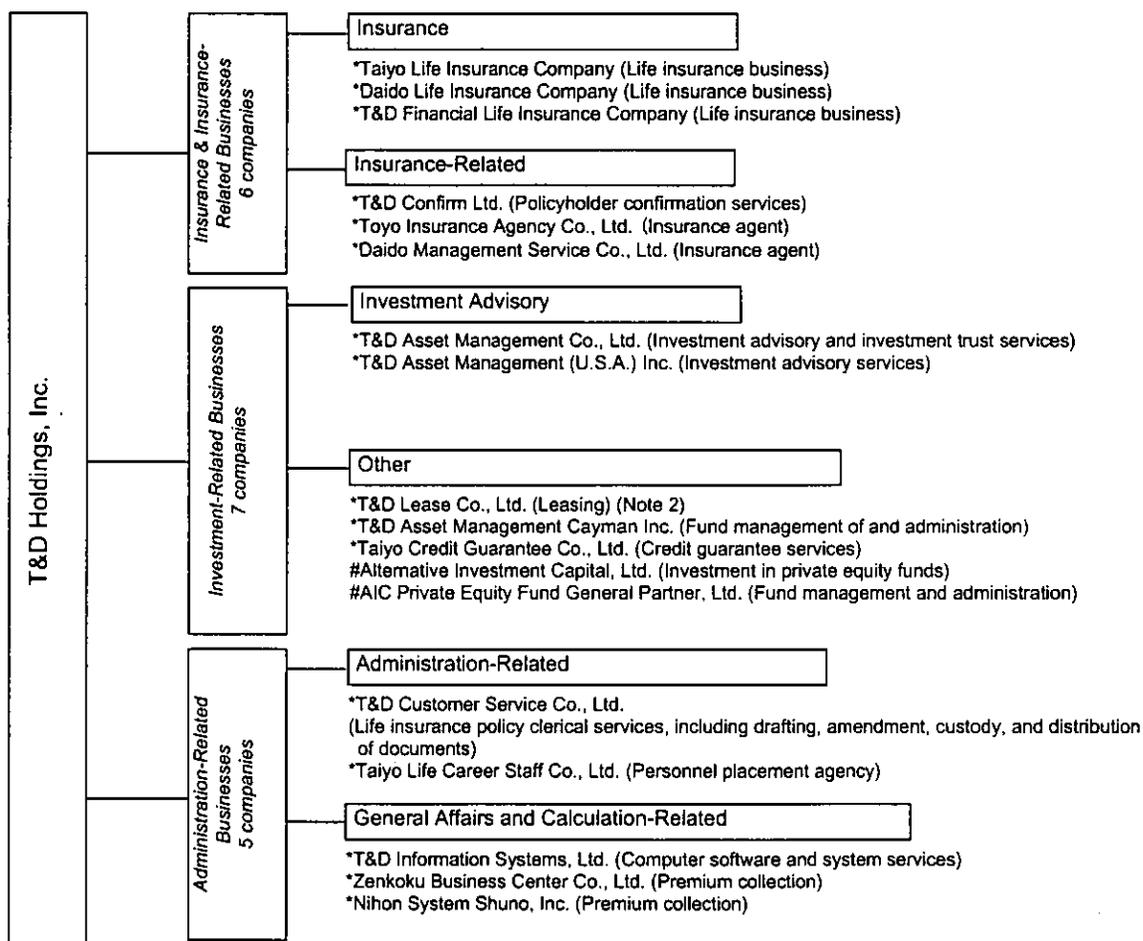
- The above forecasts have not been changed from the previous forecasts announced on May 17, 2006.
- Projected net income per share for the year ending March 31, 2007 is ¥105.57.

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.

I. Subsidiaries and Affiliates

T&D Holdings, Inc. (“T&D Holdings” and the “Company”), was established on April 1, 2004, as a holding company through the joint transfer of the stock of Taiyo Life Insurance Company (“Taiyo Life”), Daido Life Insurance Company (“Daido Life”), and T&D Financial Life Insurance Company (“T&D Financial Life”) (collectively, referred to below as the “Three Life Insurance Companies”).

T&D Holdings and its subsidiaries (referred to below as the “T&D Life Group” or the “Group”) comprise the holding company, 16 subsidiaries and 2 affiliated companies as of September 30, 2006. Centered on the life insurance business, the Group’s operations are outlined below:



Notes:

1. Companies marked by * are consolidated subsidiaries, and companies marked by # are affiliated companies accounted for by the equity method.
2. T&D Taiyo Daido Lease Co., Ltd. was renamed T&D Lease Co., Ltd. on August 1, 2006.

II. Management Principles and Goals

1. Basic Management Principles

With our "Try & Discover" motto for creating value, we aim to be a group that contributes to all people and societies the Group's four management visions are as follows:

- (1) Aim to provide the best products and services to increase customer satisfaction.
- (2) Aim to increase the value of the Group by expanding and creating value in areas where the Group can take full advantage of its strengths.
- (3) Broadly fulfill our social responsibilities with high ethical standards and strict compliance practices.
- (4) Aim to be an energetic group whose employees are encouraged to be creative and to take action.

2. Basic Profit Distribution Policy

T&D Holdings' basic policy is to retain necessary internal reserves for the Group as a whole while seeking to maintain a sound business base for the subsidiaries. T&D Holdings simultaneously pursues policies aimed at increasing shareholder value and paying stable dividends. The Company plans to pay a dividend of ¥55 per share in fiscal year 2006 ending March 31, 2007.

3. Management Goals

The T&D Life Group aims at sustainable growth in its Embedded Value (EV)*, which is a yardstick to evaluate the corporate value of a life insurance company. Crucial for EV enhancement are "solid growth in new policy amount and the expansion of policy amount in force" as well as "attainment of higher managerial efficiency." Based on a time-driven management style, the Group will meet the said crucial challenges and strive to enhance its corporate value.

*Embedded value (EV) is the sum of adjusted book value calculated from the balance sheet, and existing business value, calculated from existing policies in force. In Europe and Canada, along with other information, EV is used to evaluate the corporate value of a stock life insurance company.

4. Medium-Term Management Strategy

T&D Life Group is pursuing the following five group strategies, along with the philosophies of "growing and expanding the insurance business" by further leveraging the unique strengths inherent in the business models of each of the Three Life Insurance Companies and "increasing operational efficiency and strategic concentration of investment" through consolidation of the Group's management resources.

(1) Growing and expanding the life insurance business

To grow and expand the Group's core business, a life insurance business, through the further reinforcement of the individual strengths of Taiyo Life, Daido Life, and T&D Financial Life — each of which has independent product strategies and sales strategies—within the Group.

(2) Strategically reallocating the Group resources

To enhance the Group's corporate value through strategic reallocation of group management resources to fields with high growth potentiality and profitability.

(3) Increasing operational efficiency

To achieve greater efficiency and the provision of high-quality services through the integration of such common group infrastructure as back-office services and systems.

(4) Strengthening profit management and risk management

To win trust from customers by establishing a stronger financial basis through appropriate profit management and risk management.

(5) Expanding the Group presence

To achieve the medium- and long-term growth of the Group by expanding the insurance businesses and entering into new business areas through alliances and M&A.

5. Future Tasks

The Japanese economy is expected to continue a moderate expansion reflecting a steady trend in domestic and overseas demand, despite the influences of slowdown in the U.S. economy and soaring oil price. In the Japanese life insurance market, competition is expected to intensify in offering new products and services to meet diversifying customer needs for living protection products such as medical, nursing care and annuities, reflecting a changing business environment characterized by liberalization and deregulation in the entire financial sector. In such an environment, the T&D Life Group will strive to realize its management philosophy and win the trust of customers by offering new products and services which will fulfill customer satisfaction. From a broader and long-term viewpoint, the Group will aim at sustainable business growth in harmony with society, and will address "Business Operations to Fulfill its Corporate Social Responsibility (CSR)" through proactive communication with all of its stakeholders.

6. Relationships with the Parent Company

T&D Holdings does not have the parent company.

III. Financial Review

1. Consolidated Results of Operations

For the six months ended September 30, 2006, ordinary revenues decreased ¥102.6 billion, or 8.5 percent from the level of the same term of the previous fiscal year, to ¥1,110.6 billion, which was a total of income from insurance premiums of ¥881.0 billion (down 8.8 percent), investment income of ¥195.9 billion (down 6.7 percent), other ordinary income of ¥33.6 billion (down 8.9 percent) and others.

Ordinary expenses decreased ¥123.0 billion, or 10.7 percent from the level of the same term of the previous fiscal year, to ¥1,027.3 billion, which were a total of insurance claims and other payments of ¥815.6 billion (down 13.8 percent), provision for policy and other reserves of ¥2.2 billion (down 88.2 percent), investment expenses of ¥72.5 billion (up 66.7 percent), operating expenses of ¥103.0 billion (down 2.1 percent), other ordinary expenses of ¥33.9 billion (down 8.7 percent) and others.

As a result, ordinary profit increased ¥20.3 billion, or 32.4 percent, to ¥83.2 billion. Ordinary profit increased mainly due to an increase in income from interest and dividends.

Extraordinary gains increased 33.5 percent, to ¥0.4 billion, and extraordinary losses increased 10.8 percent, to ¥14.6 billion. Extraordinary losses mainly consisted of impairment loss of ¥1.8 billion (down 43.6 percent), provision for reserve for price fluctuations of ¥10.8 billion (up 57.7 percent) and headquarters removal costs of ¥1.2 billion (-).

After accounting for extraordinary gains and losses, the provision for reserve for policyholder dividends, and income taxes, net income increased ¥8.9 billion, or 47.8 percent from the level of the same term of the previous fiscal year, to ¥27.8 billion.

2. Consolidated Financial Position

(1) Balance Sheets

As of September 30, 2006, total assets amounted to ¥13,811.8 billion (down 1.2 percent from March 31, 2006), mainly consisting of securities centered on public and corporate bonds amounting to ¥9,686.8 billion (down 1.5 percent), loans of ¥2,451.4 billion (down 2.7 percent), monetary claims purchased of ¥406.1 billion (up 44.8 percent), cash and deposits of ¥360.7 billion (down 19.4 percent) and tangible fixed assets of ¥317.4 billion (down 0.4 percent).

Total liabilities were ¥12,829.5 billion (down 0.6 percent), and policy reserves accounting for a substantial portion of them amounted to ¥12,239.5 billion (down 0.1 percent).

Total net assets were ¥982.3 billion (total shareholders' equity as of March 31, 2006 was ¥1,080.0 billion), of which net unrealized gains on securities was ¥583.8 billion (down 16.3 percent).

(2) Cash Flows

Cash flows for the six months ended September 30, 2006, were as follows.

Net cash provided by operating activities was ¥37.7 billion in revenue, up ¥19.6 billion from the level of the same term of the previous fiscal year. This was mainly due to an increase in income from interest and dividends and a decrease in insurance claims and other payments.

Net cash provided by investing activities was ¥87.6 billion in revenue, an increase of gain of ¥206.0 billion compared with the expenditure of ¥118.4 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 sale and redemption of securities.

Net cash used in financing activities was ¥1.8 billion, down ¥13.5 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 September 30, 2006 totaled ¥954.7 billion, up ¥120.3 billion from the beginning of the fiscal year.

(3) Equity Ratio and Market Capitalization Ratio

	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Equity ratio ((Equity / Total assets) × 100)	6.0%	7.1%	7.7%
Market capitalization ratio ((Market capitalization / Total assets) × 100)	12.2%	15.2%	16.2%

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

(1) Results of Operations

Taiyo Life Insurance Company:

For the six months ended September 30, 2006, Taiyo Life's ordinary revenues decreased ¥57.1 billion, or 9.9 percent from the level of the same term of the previous fiscal year, to ¥518.6 billion, which was a total of income from insurance premiums of ¥363.3 billion (down 14.2 percent), investment income of ¥116.3 billion (up 28.5 percent), and other ordinary income of ¥38.9 billion (down 37.0 percent).

Ordinary expenses decreased ¥74.5 billion, or 13.5 percent from the level of the same term of the previous fiscal year, to ¥478.9 billion, which was a total of insurance claims and other payments of ¥386.5 billion (down 17.7 percent), investment expenses of ¥34.7 billion (up 44.6 percent), operating expenses of ¥39.5 billion (down 4.9 percent) and others.

As a result, ordinary profit increased ¥17.3 billion, or 77.9 percent, to ¥39.7 billion. Ordinary profit increased mainly due to an increase in income from interest and dividends, and an improvement in capital gains and losses, including gains on sales of securities.

Extraordinary gains decreased 13.3 percent, to ¥0.0 billion, and extraordinary losses decreased 26.1 percent, to ¥4.9 billion. Extraordinary losses mainly consisted of impairment loss of ¥1.3 billion (down 55.7 percent), and provision for reserve for price fluctuations of ¥3.3 billion (up 0.2 percent).

Net income increased ¥12.3 billion, or 259.8 percent from the level of the same term of the previous fiscal year, to ¥17.1 billion.

Daido Life Insurance Company:

For the six months ended September 30, 2006, Daido Life's ordinary revenues decreased ¥34.0

billion, which was a total of income from insurance premiums of ¥432.0 billion (down 0.8 percent), investment income of ¥79.2 billion (down 4.9 percent), and other ordinary income of ¥13.0 billion (down 67.1 percent).

Ordinary expenses decreased ¥42.8 billion, or 8.3 percent from the level of the same term of the previous fiscal year, to ¥470.3 billion, which was a total of insurance claims and other payments of ¥381.2 billion (down 11.9 percent) and investment expenses of ¥25.4 billion (up 37.3 percent), operating expenses of ¥55.9 billion (up 1.7 percent) and others.

As a result, ordinary profit increased ¥8.8 billion, or 19.5 percent, to ¥54.0 billion. Ordinary profit increased mainly due to an increase in income from interest and dividends.

Extraordinary gains increased 9.5 percent, to ¥0.4 billion, and extraordinary losses increased 106.5 percent, to ¥8.8 billion. Extraordinary losses mainly consisted of impairment loss of ¥0.5 billion (up 94.1 percent), and provision for reserve for price fluctuations of ¥7.4 billion (up 115.3 percent).

Net income decreased ¥0.4 billion, or 2.0 percent from the level of the same term of the previous fiscal year, to ¥19.5 billion. This was due to an increase in extraordinary losses such as provision for reserve for price fluctuations and deferred income taxes, while ordinary profit increased.

T&D Financial Life Insurance Company:

For the six months ended September 30, 2006, T&D Financial Life's ordinary revenues decreased ¥57.6 billion, or 38.7 percent from the level of the same term of the previous fiscal year, to ¥91.3 billion, which was a total of income from insurance premiums of ¥85.6 billion (down 20.4 percent), investment income of ¥2.6 billion (down 93.1 percent), and other ordinary income of ¥3.1 billion (down 8.8 percent).

Ordinary expenses decreased ¥56.9 billion, or 36.7 percent from the level of the same term of the previous fiscal year, to ¥98.1 billion, which was a total of insurance claims and other payments of ¥47.8 billion (up 10.2 percent), provision for policy and other reserves of ¥27.5 billion (down 71.0 percent), investment expenses of ¥13.7 billion (up 547.5 percent), and operating expenses of ¥7.8 billion (down 21.4 percent) and others.

As a consequence, ordinary losses increased ¥0.6 billion, or 11.1 percent, to ¥6.7 billion.

Extraordinary gains were ¥0.0 billion (up 865.9 percent), and extraordinary losses were ¥0.9 billion (down 57.7 percent). Extraordinary losses mainly consisted of headquarter removal costs of ¥0.8 billion (-).

Net loss decreased ¥0.4 billion, or 7.8 percent from the same term of the previous fiscal year, to ¥5.8 billion. This was due to a decrease in extraordinary losses, while ordinary losses increased.

(2) Sales Results

Taiyo Life Insurance Company:

The new policy amount of individual insurance and annuities (including the net increase from conversions) for the six months ended September 30, 2006, decreased 20.3 percent compared with the same term of the previous fiscal year, to ¥1,176.5 billion.

On the other hand, the amount of surrender and lapse of individual insurance and annuities decreased 7.8 percent compared with the same term of the previous fiscal year, to ¥749.4 billion.

As a consequence, the total policy amount in force of individual insurance and annuities as of September 30, 2006, increased 2.4 percent from the level of the same term-end of the previous

fiscal year (increased 0.9 percent from the previous fiscal year-end), to ¥17,749.2 billion.

Daido Life Insurance Company:

The new policy amount of individual insurance and annuities (including the net increase from conversions) for the six months ended September 30, 2006 increased 4.4 percent compared with the same term of the previous fiscal year, to ¥2,239.2 billion.

On the other hand, the amount of surrender and lapse of individual insurance and annuities increased 12.1 percent compared with the same term of the previous fiscal year, to ¥1,765.4 billion.

As a consequence, the total policy amount in force of individual insurance and annuities as of September 30, 2006 increased 0.5 percent from the level of the same term-end of the previous fiscal year (decreased 0.0 percent from the previous fiscal year-end), to ¥39,990.1 billion.

T&D Financial Life Insurance Company:

The new policy amount of individual insurance and annuities for the six months ended September 30, 2006 decreased 47.5 percent compared with the same term of the previous fiscal year, to ¥54.0 billion.

On the other hand, the amount of surrender and lapse of individual insurance and annuities decreased 37.9 percent compared with the same term of the previous fiscal year, to ¥138.8 billion.

As a consequence, the total policy amount in force of individual insurance and annuities as of September 30, 2006, decreased 9.1 percent from the level of the same term-end of the previous fiscal year (decreased 5.1 percent from the previous fiscal year-end), to ¥2,529.2 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 six months ended September 30, 2006, recorded ¥27.7 billion, up 69.9 percent compared with the same term of the previous fiscal year, after compensating for a negative spread of ¥12.6 billion (down 42.2 percent).

As of September 30, 2006, Taiyo Life's solvency margin ratio (a measure of insurance companies' financial soundness) was 1,016.6 percent, down 28.6 points from the 1,045.2 percent at the end of the previous fiscal year. Furthermore, the value of adjusted net assets (adjusted assets at fair value less liabilities, excluding quasi-equity liabilities) amounted to ¥686.2 billion, down ¥71.3 billion from the ¥757.5 billion posted at the previous fiscal year-end.

Daido Life Insurance Company:

Daido Life posted ¥59.7 billion in its core profit for the six months ended September 30, 2006, an increase of 36.8 percent compared with the same term of the previous fiscal year, after compensating for a negative spread of ¥5.2 billion (down 67.9 percent).

As of September 30, 2006, Daido Life's solvency margin ratio was 1,199.1 percent, down 55.3 points from the 1,254.4 percent at the end of the previous fiscal year. Furthermore, the value of adjusted net assets amounted to ¥1,001.9 billion, down ¥60.4 billion from the ¥1,062.3 billion posted at the previous fiscal year-end.

T&D Financial Life Insurance Company:

T&D Financial Life marked a loss of ¥3.2 billion (down 28.3 percent) in its core profit for the six months ended September 30, 2006, after compensating for a negative spread of ¥2.0 billion (up 1.1 percent).

As of September 30, 2006, T&D Financial Life's solvency margin ratio was 1,559.0 percent, down 352.8 points from the 1,911.8 percent at the end of the previous fiscal year. Furthermore, the value of adjusted net assets amounted to ¥63.3 billion, down ¥1.2 billion from the ¥64.5 billion posted at the end of the previous fiscal year.

(4) Financial Position

Taiyo Life Insurance Company:

As of September 30, 2006, total assets amounted to ¥6,491.3 billion (down 1.5 percent from March 31, 2006), mainly consisting of securities centered on public and corporate bonds amounting to ¥4,462.8 billion (down 2.1 percent), loans of ¥1,496.6 billion (down 2.6 percent), tangible fixed assets of ¥166.2 billion (down 1.6 percent) and monetary claims purchased of ¥142.4 billion (up 14.5 percent).

Total liabilities were ¥6,120.4 billion (down 0.9 percent), and policy reserves accounting for a substantial portion of them amounted to ¥5,872.5 billion (down 0.5 percent).

Total net assets were ¥370.8 billion (total shareholders' equity as of March 31, 2006 was ¥418.5 billion), of which net unrealized gains on securities was ¥255.0 billion (down 19.0 percent).

Daido Life Insurance Company:

As of September 30, 2006, total assets amounted to ¥6,302.0 billion (down 1.6 percent from March 31, 2006), mainly consisting of securities centered on public and corporate bonds amounting to ¥4,368.3 billion (down 1.5 percent), loans of ¥959.3 billion (down 2.7 percent), monetary claims purchased of ¥263.7 billion (up 68.8 percent), cash and deposits of ¥228.5 billion (down 24.9 percent), monetary trusts of ¥142.9 billion (down 41.1 percent) and tangible fixed assets of ¥142.9 billion (down 0.0 percent).

Total liabilities were ¥5,754.4 billion (down 1.1 percent), and policy reserves accounting for a substantial portion of them amounted to ¥5,459.6 billion (down 0.3 percent).

Total net assets were ¥547.6 billion (total shareholders' equity as of March 31, 2006 was ¥590.2 billion), of which net unrealized gains on securities was ¥329.3 billion (down 14.0 percent).

T&D Financial Life Insurance Company:

As of September 30, 2006, total assets amounted to ¥956.3 billion (up 2.4 percent from March 31, 2006), mainly consisting of securities amounting to ¥862.1 billion (up 2.1 percent), cash and deposits of ¥29.0 billion (down 30.2 percent), call loans of ¥20.0 billion (no held as of March 31, 2006) and loans of ¥11.8 billion (down 11.1 percent).

Total liabilities were ¥917.0 billion (up 3.2 percent), and policy reserves accounting for a substantial portion of them amounted to ¥901.9 billion (up 3.1 percent).

Total net assets were ¥39.3 billion (total shareholders' equity as of March 31, 2006 was ¥45.2 billion), of which net unrealized gains on securities was ¥ (0.5) billion (up 11.4 percent).

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

(1) Consolidated

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

(Billions of yen)

	Ordinary revenues	Ordinary profit	Net income
Year-end	2,280	105	26

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	940	1,010	310
Ordinary profit	30	86	(14)
Core profit	38	88	(8)
Net income	4	32	(12)

(2) Non-consolidated

The forecasts for the fiscal year ending March 31, 2007 have not been changed from those announced on May 17, 2006, as follows. The projected shareholders' dividends for the fiscal year ending March 31, 2007 remain unchanged.

(Billions of yen)

	Operating income	Ordinary profit	Net income	Annual Dividends per Share		
				Interim	Year-end	
Year-end	16	13	13	-	¥55.00	¥55.00

Unaudited Consolidated Condensed Balance Sheets

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Assets:						
Cash and deposits	393,566	2.9	360,760	2.6	447,376	3.2
Call loans	218,305	1.6	294,500	2.1	192,534	1.4
Monetary claims purchased	246,633	1.8	406,160	2.9	280,577	2.0
Monetary trusts	229,905	1.7	153,130	1.1	250,472	1.8
Securities	9,134,116	68.3	9,686,885	70.1	9,830,655	70.3
Loans	2,685,998	20.1	2,451,437	17.8	2,518,726	18.0
Property and equipment	324,055	2.4	-	-	318,610	2.3
Tangible fixed assets	-	-	317,457	2.3	-	-
Intangible fixed assets	-	-	22,500	0.2	-	-
Due from agencies	1,477	0.0	1,445	0.0	1,548	0.0
Due from reinsurers	6,869	0.1	6,558	0.1	7,196	0.0
Other assets	143,864	1.1	113,549	0.8	141,437	1.0
Deferred tax assets	482	0.0	694	0.0	830	0.0
Deferred tax assets on land revaluation	4,121	0.0	-	-	-	-
Reserve for possible loan losses	(5,220)	(0.0)	(3,236)	(0.0)	(3,732)	(0.0)
Total assets	13,384,178	100.0	13,811,844	100.0	13,986,233	100.0
Liabilities:						
Policy reserves	12,100,241	90.4	12,239,547	88.6	12,250,835	87.6
Reserve for outstanding claims	70,031	-	70,392	-	68,674	-
Policy reserve	11,831,409	-	11,980,782	-	11,985,462	-
Reserve for policyholder dividends	198,799	-	188,372	-	196,698	-
Due to agencies	1,211	0.0	1,240	0.0	849	0.0
Due to reinsurers	619	0.0	508	0.0	549	0.0
Short-term debenture	15,000	0.1	30,000	0.2	20,000	0.1
Subordinated bonds	20,000	0.2	20,000	0.2	20,000	0.1
Other liabilities	178,516	1.3	167,305	1.2	183,379	1.3
Reserve for bonus to directors and corporate auditors	-	-	84	0.0	-	-
Reserve for employees' retirement benefits	110,006	0.8	108,112	0.8	108,382	0.8
Reserve for directors' and corporate auditors' retirement benefits	3,125	0.0	3,590	0.0	3,368	0.0
Reserve for price fluctuations	49,550	0.4	84,845	0.6	73,995	0.6
Deferred tax liabilities	106,262	0.8	163,022	1.2	231,764	1.7
Deferred tax liabilities on land revaluations	-	-	11,262	0.1	11,494	0.1
Total liabilities	12,584,533	94.0	12,829,521	92.9	12,904,619	92.3
Minority interests	1,440	0.0	-	-	1,514	0.0
Stockholders' equity:						
Common stock						
Authorized - 966,000,000 shares						
Issued - 246,330,000 shares	100,000	0.7	-	-	118,595	0.8
Capital surplus	87,515	0.7	-	-	106,104	0.7
Retained earnings	189,051	1.4	-	-	205,889	1.5
Land revaluation	(31,948)	(0.2)	-	-	(47,724)	(0.3)
Net unrealized gains on securities	453,826	3.4	-	-	697,511	5.0
Transaction adjustment	16	0.0	-	-	44	0.0
Treasury stock	(257)	(0.0)	-	-	(322)	(0.0)
Total stockholders' equity	798,204	6.0	-	-	1,080,098	7.7
Total liabilities, minority interests and stockholders' equity	13,384,178	100.0	-	-	13,986,233	100.0
Net assets:						
Common stock						
Authorized - 966,000,000 shares						
Issued - 246,330,000 shares	-	-	118,595	0.8	-	-
Capital surplus	-	-	106,105	0.8	-	-
Retained earnings	-	-	219,868	1.6	-	-
Treasury stock	-	-	(412)	(0.0)	-	-
Total stockholders' equity	-	-	444,157	3.2	-	-
Net unrealized gains on securities	-	-	583,829	4.2	-	-
Gains on deferred hedge	-	-	426	0.0	-	-
Land revaluation	-	-	(47,660)	(0.3)	-	-
Foreign currency translation adjustments	-	-	33	0.0	-	-
Total valuation and translation adjustments	-	-	536,629	3.9	-	-
Minority interests	-	-	1,536	0.0	-	-
Total net assets	-	-	982,323	7.1	-	-
Total liabilities and net assets	-	-	13,811,844	100.0	-	-

Unaudited Consolidated Condensed Statements of Operations

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Ordinary revenues	1,213,326	100.0	1,110,683	100.0	2,444,295	100.0
Income from insurance premiums	966,311		881,065		1,902,318	
Investment income	210,036		195,918		465,671	
Interest, dividends and income from real estate for rent	114,824		133,474		236,154	
Gains on investment in trading securities, net	9,561		3,147		22,157	
Gains on sales of securities	35,091		57,927		87,559	
Gains on redemption of securities	467		0		467	
Other investment income	1,391		1,368		2,762	
Gains on separate accounts, net	48,699		-		116,568	
Other ordinary income	36,966		33,685		76,282	
Reversal of policy reserve	-		4,679		-	
Other ordinary income	36,966		29,006		76,282	
Equity in net income of affiliated companies	12		14		22	
Ordinary expenses	1,150,432	94.8	1,027,391	92.5	2,307,448	94.4
Insurance claims and other payments	945,853		815,634		1,746,057	
Insurance claims	441,760		349,896		790,900	
Annuity payments	73,830		79,946		148,093	
Insurance benefits	153,878		146,857		298,774	
Surrender payments	189,353		184,621		369,103	
Other payments	87,030		54,312		139,185	
Provision for policy and other reserves	18,628		2,201		173,171	
Provision for reserve for outstanding claims	-		1,717		-	
Provision for policy reserve	18,117		-		172,169	
Interest portion of reserve for policyholder dividends	511		483		1,001	
Investment expenses	43,501		72,519		103,132	
Interest expenses	823		868		1,663	
Losses from monetary trust, net	920		207		1,055	
Losses on sales of securities	9,954		28,043		26,833	
Devaluation losses on securities	744		1,200		873	
Losses from redemption of securities	1		-		1	
Losses from derivatives, net	21,148		18,772		52,295	
Foreign exchange losses, net	2,393		2,918		5,147	
Write-off of loans	32		15		23	
Depreciation of real estate for rent	2,705		2,446		5,391	
Other investment expenses	4,774		6,216		9,846	
Losses on separate accounts, net	-		11,831		-	
Operating expenses	105,275		103,095		209,728	
Other ordinary expenses	37,173		33,941		75,358	
Ordinary profit	62,893	5.2	83,291	7.5	136,846	5.6
Extraordinary gains	351	0.0	468	0.1	1,883	0.0
Gains on sales of property and equipment	219		-		908	
Gains on sales of fixed assets	-		17		-	
Reversal of reserve for possible loan losses	92		407		606	
Recoveries of bad debts previously written-off	38		43		224	
Other extraordinary gains	-		-		143	
Extraordinary losses	13,209	1.1	14,642	1.3	39,316	1.6
Losses on sales, disposal and devaluation of property and equipment	1,140		-		1,962	
Losses on sales, disposal and devaluation of fixed assets	-		578		-	
Impairment loss	3,370		1,899		3,593	
Provision for reserve for price fluctuations	6,880		10,849		31,325	
Headquarters removal costs	-		1,271		-	
Other extraordinary losses	1,818		44		2,434	
Provision for reserve for policyholder dividends	20,703	1.7	20,638	1.9	44,476	1.8
Income before income taxes	29,331	2.4	48,479	4.4	54,936	2.2
Current income taxes	9,180	0.7	25,449	2.3	30,696	1.2
Deferred income taxes	1,267	0.1	(4,842)	(0.4)	(11,428)	(0.5)
Minority interests	74	0.0	67	0.0	123	0.0
Net income	18,809	1.6	27,805	2.5	35,545	1.5

Unaudited Consolidated Condensed Statements of Surplus

(Millions of yen)

	Six months ended	Year ended March 31,
	September 30, 2005	2006
	Amount	Amount
Capital surplus:		
Balance at beginning of period	87,515	87,515
Total additions	0	18,589
Issuance of new shares for capital increase	-	18,587
Gains on sale of treasury stock	0	1
Balance at end of period	87,515	106,104
Retained earnings:		
Balance at beginning of period	180,592	180,592
Total additions	19,552	36,391
Net income	18,809	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
Bonus to directors	201	201
Bonus to corporate auditors	26	26
Balance at end of period	189,051	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			27,805		27,805
Acquisition of treasury stock				(91)	(91)
Disposal of treasury stock		1		2	3
Reversal of land revaluation			(64)		(64)
Net changes of items other than stockholders' equity					-
Total changes in the period	-	1	13,979	(89)	13,890
Balance as of September 30, 2006	118,595	106,105	219,868	(412)	444,157

	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							27,805
Acquisition of treasury stock							(91)
Disposal of treasury stock							3
Reversal of land revaluation							(64)
Net changes of items other than stockholders' equity	(113,682)	426	64	(11)	(113,201)	21	(113,180)
Total changes in the period	(113,682)	426	64	(11)	(113,201)	21	(99,289)
Balance as of September 30, 2006	583,829	426	(47,660)	33	536,629	1,536	982,323

Unaudited Consolidated Condensed Statements of Cash Flows

(Millions of yen)

	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
	Amount	Amount	Amount
Cash flows from operating activities:			
Income before income taxes	29,331	48,479	54,936
Depreciation of real estate for rent	2,705	2,446	5,391
Other depreciation and amortization	10,412	7,075	20,903
Impairment loss	3,370	1,899	3,593
Increase (decrease) in reserve for outstanding claims	(5,002)	1,717	(6,358)
Increase (decrease) in policy reserve	18,117	(4,679)	172,169
Increase in interest portion of reserve for policyholder dividends	511	483	1,001
Increase in provision for reserve for policyholder dividends	20,703	20,638	44,476
Decrease in reserve for possible loan losses	(100)	(495)	(716)
Increase in reserve for bonus to directors and corporate auditors	-	84	-
Decrease in reserve for employees' retirement benefits	(910)	(270)	(2,534)
Increase in reserve for directors' and corporate auditors' retirement benefits	82	222	326
Increase in reserve for price fluctuations	6,880	10,849	31,325
Interest, dividends and income from real estate for rent	(114,824)	(133,474)	(236,154)
Gains on investment securities	(83,118)	(20,000)	(199,045)
Interest expense	823	868	1,663
Exchange losses	2,492	2,991	5,203
Losses on sale or disposal of property and equipment	621	-	667
Losses on sale or disposal of tangible fixed assets	-	502	-
Equity in net income of affiliated companies	(12)	(14)	(22)
Increase (decrease) in amount due from agencies	59	102	(11)
Increase (decrease) in amount due from reinsurers	(788)	638	(1,115)
Increase (decrease) in other assets (excluding investment activities-related and financing activities-related)	1,721	1,051	(10,766)
Increase (decrease) in amount due to agencies	217	391	(144)
Decrease in amount due to reinsurers	(138)	(40)	(208)
Decrease in other liabilities (excluding investment activities-related and financing activities-related)	(5,791)	(934)	(4,038)
Other, net	25,338	23,680	61,046
Subtotal	(87,299)	(35,785)	(58,411)
Interest, dividends and income from real estate for rent received	120,611	127,828	239,809
Interest paid	(819)	(879)	(1,671)
Policyholder dividends	(27,078)	(29,356)	(53,462)
Other, net	1,629	3,805	6,901
Income taxes received (paid)	11,056	(27,860)	5,474
Net cash provided by operating activities	18,099	37,751	138,640
Cash flows from investing activities:			
Net decrease in short-term investments	-	(0)	19
Investments in monetary claims purchased	(69,394)	(85,251)	(136,593)
Proceeds from sale and redemption of monetary claims purchased	45,993	10,395	77,863
Investments in monetary trusts	(93,700)	(17,500)	(142,200)
Proceeds from monetary trusts	99,346	106,050	144,346
Purchase of securities	(1,287,303)	(1,219,123)	(2,817,782)
Sale and redemption of securities	1,168,453	1,281,425	2,545,276
Investments in loans	(370,780)	(302,286)	(695,338)
Collection of loans	422,225	371,322	913,847
Other, net	(32,063)	(50,226)	(83,459)
Subtotal	(117,224)	94,806	(194,021)
Total of net cash provided by (used in) operating activities and investment transactions as above	(99,124)	132,557	(55,380)
Purchase of property and equipment	(1,644)	-	(5,406)
Purchase of tangible fixed assets	-	(7,791)	-
Proceeds from sale of property and equipment	450	-	3,094
Proceeds from sale of tangible fixed assets	-	634	-
Net cash provided by (used in) investing activities	(118,418)	87,648	(196,333)
Cash flows from financing activities:			
Income from short-term debenture	-	10,000	-
Redemption of short-term debenture	(5,000)	-	-
Proceeds from debt	3,000	4,500	6,750
Repayments of debt	(2,909)	(3,128)	(5,903)
Proceeds from issuance of stocks	-	-	37,183
Purchase of treasury stock	(70)	(91)	(139)
Sale of treasury stock	3	3	7
Dividends paid	(10,429)	(13,117)	(10,520)
Dividends paid to minority interests	(32)	(30)	(32)
Net cash provided by (used in) financing activities	(15,438)	(1,865)	27,346
Effect of exchange rate changes on cash and cash equivalents	(2,549)	(3,164)	(5,312)
Net increase (decrease) in cash and cash equivalents	(118,306)	120,370	(35,659)
Cash and cash equivalents at beginning of year	870,062	834,403	870,062
Cash and cash equivalents at end of year	751,756	954,773	834,403

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the six months ended September 30, 2006)

RECEIVED November 16, 2006

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/>
 Date of Board Meeting for Settlement of Accounts: November 16, 2006
 Application of Share Unit System: Yes (50 shares for a unit)

2007 FEB 12 P 12:40
OFFICE OF INTERNATIONAL
CORPORATE FINANCE**1. Non-Consolidated Operating Results for the Six Months Ended September 30, 2006 (April 1, 2006 – Sep. 30, 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	% change	Operating Profit	% change	Ordinary Profit	% change
Six months ended Sep. 30, 2006	¥14,949 million	22.0	¥13,519 million	23.5	¥13,532 million	23.5
Six months ended Sep. 30, 2005	¥12,255 million	48.9	¥10,948 million	69.7	¥10,961 million	94.1
Year Ended March 31, 2006	¥13,643 million	(47.6)	¥11,216 million	(51.5)	¥10,994 million	(50.8)

	Net Income	% change	Net Income per Share
Six months ended Sep. 30, 2006	¥13,456 million	23.3	¥54.64
Six months ended Sep. 30, 2005	¥10,916 million	80.9	¥45.21
Year Ended March 31, 2006	¥10,930 million	(51.4)	¥45.07

Notes:

- Average number of outstanding shares during the term: six months ended September 30, 2006: 246,266,882; six months ended September 30, 2005: 241,455,798; year ended March 31, 2006: 241,664,575.
- Changes in method of accounting: Applicable
- % 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 September 30, 2006	¥613,016 million	¥591,482 million	96.5%	¥2,401.85
As of September 30, 2005	¥564,189 million	¥554,564 million	98.3%	¥2,296.81
As of March 31, 2006	¥619,277 million	¥591,698 million	95.5%	¥2,402.47

Notes:

- Number of outstanding shares at the end of the term: as of September 30, 2006: 246,261,148; as of September 30, 2005: 241,449,580; as of March 31, 2006: 246,271,247.
- Number of treasury stock at the end of the term: as of September 30, 2006: 68,852; as of September 30, 2005: 50,420; as of March 31, 2006: 58,753.

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

	Operating Income	Ordinary Profit	Net Income
Year ending March 31, 2007	¥16,000 million	¥13,000 million	¥13,000 million

Notes:

- The forecasts have not been changed from the previous forecasts announced on May 17, 2006.
- Projected net income per share for the year ending March 31, 2007 is ¥52.79.

3. Dividends

	Cash Dividends per Share		
	Interim	Year-End	Annual
Year Ended March 31, 2006	¥-	¥55.00	¥55.00
Year Ending March 31, 2007 (Result)	¥-	-	¥55.00
Year Ending March 31, 2007 (Forecast)	¥-	¥55.00	

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 Sheets

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Assets:						
Current assets:						
Cash and deposits	15,485		20,124		19,056	
Other current assets	9,285		19,782		27,209	
Total current assets	24,770	4.4	39,907	6.5	46,266	7.5
Fixed assets:						
Tangible fixed assets	121		143		68	
Intangible fixed assets	6		4		5	
Investments and other assets						
Investments in subsidiaries	539,066		571,066		571,066	
Other fixed assets	225		1,894		1,871	
Total fixed assets	539,418	95.6	573,109	93.5	573,011	92.5
Total assets	564,189	100.0	613,016	100.0	619,277	100.0
Liabilities:						
Current liabilities:						
Other current liabilities	9,502		19,779		25,873	
Total current liabilities	9,502	1.7	19,779	3.2	25,873	4.2
Fixed liabilities:						
Reserve for directors' and corporate auditors' retirement benefits	121		209		160	
Other fixed liabilities	-		1,545		1,545	
Total fixed liabilities	121	0.0	1,754	0.3	1,705	0.3
Total liabilities	9,624	1.7	21,533	3.5	27,579	4.5
Stockholders' equity:						
Common stock	100,000	17.7	-		118,595	19.2
Capital surplus:						
Additional paid-in capital	432,316		-		450,903	
Other capital surplus:						
Gains on sale of treasury stock	0		-		1	
Total capital surplus	432,316	76.6	-		450,905	72.8
Retained earnings:						
Unappropriated retained earnings	22,505		-		22,520	
Total retained earnings	22,505	4.0	-		22,520	3.6
Treasury stock	(257)	(0.0)	-		(322)	(0.1)
Total stockholders' equity	554,564	98.3	-		591,698	95.5
Total liabilities and stockholders' equity	564,189	100.0	-		619,277	100.0
Net Assets:						
Stockholders' equity:						
Common stock	-		118,595	19.3	-	
Capital surplus:						
Additional paid-in capital	-		450,903		-	
Other capital surplus	-		2		-	
Total capital surplus	-		450,906	73.6	-	
Retained earnings:						
Unappropriated retained earnings	-		22,392		-	
Total retained earnings	-		22,392	3.7	-	
Treasury Stock	-		(412)	(0.1)	-	
Total stockholders' equity	-		591,482	96.5	-	
Total net assets	-		591,482	96.5	-	
Total liabilities and net assets	-		613,016	100.0	-	

Unaudited Non-Consolidated Condensed Statement of Operations

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Operating income:						
Dividends on investments in subsidiaries	10,867		13,546		10,867	
Fees and commissions received from subsidiaries	1,388	12,255	1,402	14,949	2,776	13,643
		100.0		100.0		100.0
Operating expenses:						
General and administrative expenses		1,307		1,429		2,427
		10.7		9.6		17.8
Operating profit		10,948		13,519		11,216
		89.3		90.4		82.2
Non-operating income		13		13		17
		0.1		0.1		0.1
Non-operating expenses		-		-		239
		-		-		1.7
Ordinary profit		10,961		13,532		10,994
		89.4		90.5		80.6
Extraordinary Losses		-		124		-
		-		0.8		-
Income before income taxes		10,961		13,408		10,994
		89.4		89.7		80.6
Current income taxes	27		(51)		105	
Deferred income taxes	18	45	3	(48)	(41)	63
		0.3		(0.3)		0.5
Net income		10,916		13,456		10,930
		89.1		90.0		80.1
Unappropriated retained earnings at beginning of period		11,589		-		11,589
Unappropriated retained earnings at end of period		22,505		-		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	
		Additional paid-in capital	Other capital surplus	Total capital surplus	Unappropriated retained earnings	Total retained earnings			
Balance as of March 31, 2006	118,595	450,903	1	450,905	22,520	22,520	(322)	591,698	591,698
Changes in the period									
Dividends					(13,544)	(13,544)		(13,544)	(13,544)
Bonus to directors and corporate auditors					(39)	(39)		(39)	(39)
Net income					13,456	13,456		13,456	13,456
Acquisition of treasury stock							(91)	(91)	(91)
Disposal of treasury stock			1	1			2	3	3
Total changes in the period	-	-	1	1	(127)	(127)	(89)	(215)	(215)
Balance as of September 30, 2006	118,595	450,903	2	450,906	22,392	22,392	(412)	591,482	591,482

(Reference)

**Non-Consolidated Financial Data of the Three Life Insurance Companies
for the Six Months Ended September 30, 2006**

1. Sales Results (Individual insurance and annuities)

(Billions of yen)

Six Months Ended September 30, 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	3,469.9	(6.8%)	1,176.5	(20.3%)	2,239.2	4.4%	54.0
Surrender and lapse amount	2,653.7	1.6%	749.4	(7.8%)	1,765.4	12.1%	138.8	(37.9%)
Surrender and lapse rate	-	-	4.26%	(0.53points)	4.41%	0.44points	5.21%	(2.46points)
Policy amount in force	60,268.6	0.6%	17,749.2	2.4%	39,990.1	0.5%	2,529.2	(9.1%)
Annualized premiums of new policies	67.0	(4.4%)	18.7	(11.9%)	42.0	1.0%	6.2	(13.6%)
3rd sector products	8.8	(4.5%)	6.9	(0.1%)	1.8	(5.4%)	0.0	(100.0%)
Annualized premiums of total policies	1,447.9	(1.1%)	679.7	(4.6%)	690.1	1.7%	78.0	6.9%
3rd sector products	178.4	0.8%	111.5	3.8%	59.8	(2.1%)	7.1	(15.7%)

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: 0.9%; Daido Life: (0.0%); T&D Financial Life: (5.1%)

2. Summary of Operations

(Billions of yen)

Six Months Ended September 30, 2006	T&D Holdings Consolidated		Taiyo Life		Daido Life		T&D Financial Life	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
Ordinary revenues	1,110.6	(8.5%)	518.6	(9.9%)	524.4	(6.1%)	91.3	(38.7%)
Income from insurance premiums	881.0	(8.8%)	363.3	(14.2%)	432.0	(0.8%)	85.6	(20.4%)
Investment income	195.9	(6.7%)	116.3	28.5%	79.2	(4.9%)	2.6	(93.1%)
Ordinary expenses	1,027.3	(10.7%)	478.9	(13.5%)	470.3	(8.3%)	98.1	(36.7%)
Insurance claims and other payments	815.6	(13.8%)	386.5	(17.7%)	381.2	(11.9%)	47.8	10.2%
Investment expenses	72.5	66.7%	34.7	44.6%	25.4	37.3%	13.7	547.5%
Ordinary profit (losses)	83.2	32.4%	39.7	77.9%	54.0	19.5%	(6.7)	11.1%
Extraordinary gains	0.4	33.5%	0.0	(13.3%)	0.4	9.5%	0.0	865.9%
Extraordinary losses	14.6	10.8%	4.9	(26.1%)	8.8	106.5%	0.9	(57.7%)
Provision for reserve for policyholder dividends	20.6	(0.3%)	7.2	8.5%	12.7	(4.1%)	0.6	(10.5%)
Income before income taxes	48.4	65.3%	27.5	206.9%	32.9	17.2%	(8.3)	(7.2%)
Income taxes	20.6	97.2%	10.4	147.2%	13.4	63.8%	(2.4)	(5.8%)
Net income (loss)	27.8	47.8%	17.1	259.8%	19.5	(2.0%)	(5.8)	(7.8%)

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)

Six Months Ended September 30, 2006	Total (Sum of Three Companies)		Taiyo Life		Daido Life		T&D Financial Life	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
Core profit	84.2	51.9%	27.7	69.9%	59.7	36.8%	(3.2)	(28.3%)
Amount of negative spread	19.9	(20.3)	12.6	(9.2)	5.2	(11.1)	2.0	0.0

As of September 30, 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	-	-	1,016.6%	(28.6points)	1,199.1%	(55.3points)	1,559.0%	(352.8points)
Adjusted net asset	1,751.5	(132.9)	686.2	(71.3)	1,001.9	(60.4)	63.3	(1.2)
Net unrealized gains on securities	877.4	(175.5)	379.4	(87.1)	498.6	(89.1)	(0.6)	0.7
Domestic bonds	3.9	16.4	(14.7)	8.4	19.9	6.4	(1.2)	1.4
Domestic stocks	596.4	(150.8)	350.7	(98.1)	245.5	(52.6)	0.1	(0.0)
Foreign securities	52.5	19.4	38.3	13.7	14.2	5.7	(0.0)	(0.0)
Other securities	196.7	(54.2)	6.8	(12.1)	189.4	(41.4)	0.3	(0.6)
Monetary trusts	29.9	(7.7)	-	-	29.9	(7.7)	-	-
Net unrealized gains on real estate	(6.4)	3.1	(3.7)	0.8	(2.7)	2.2	-	-
Adjusted book value on EV	1,140.8	(91.6)	472.4	(42.4)	623.3	(43.8)	45.1	(5.3)

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)

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

1. T&D Holdings

(1) Consolidated

(Billions of yen)

	Year Ended March 31, 2006	Forecast for the Year Ending March 31, 2007	Percentage of Change (%)
Ordinary Revenues	2,444.2	2,280	(6.7%)
Ordinary Profit	136.8	105	(23.2%)
Net Income	35.5	26	(26.8%)

(2) Non-Consolidated

(Billions of yen)

	Year Ended March 31, 2006	Forecast for the Year Ending March 31, 2007	Percentage of Change (%)
Operating Income	13.6	16	17.6%
Ordinary Profit	10.9	13	19.3%
Net Income	10.9	13	19.3%

Projected annual dividend per share for the year ending March 31, 2007 is 55.00 yen.

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

(Billions of yen)

	Taiyo Life	Daido Life	T&D Financial Life
Ordinary Revenues	940	1,010	310
% change	(12.7%)	(4.9%)	(0.7%)
Ordinary Profit	30	86	(14)
% change	(36.0%)	(13.5%)	14.8%
Net Income	4	32	(12)
% change	(36.5%)	(17.9%)	5.3%

Note: "% Change" represents the change from the year ended March 31, 2006.

(Billions of yen)

	Sum of Three Companies	Taiyo Life	Daido Life	T&D Financial Life
Core Profit	118	38	88	(8)
% change	(7.2%)	(0.3%)	(8.4%)	14.3%
Income from Insurance Premiums	1,940	770	880	290
% change	2.0%	(6.4%)	1.0%	39.4%
Negative Spread	73	37	32	4
% change	1.1%	(3.9%)	9.2%	(7.0%)
New Policy Amount	6,940	2,270	4,430	240
% change	(4.9%)	(20.0%)	3.2%	47.5%
Policy Amount in Force	60,500	17,750	40,380	2,370
% change	0.4%	0.9%	0.9%	(11.1%)
Surrender and Lapse Rate change	-	8.5% (1.19 points)	7.7% Level-off	12.7% (1.67 points)

Notes:

1. "% Change" represents the change from the year ended March 31, 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.

3. Taiyo Life's forecasts for the year ending March 31, 2007 have been revised as follows:

New policy amount: 3,000 billion yen(initial) to 2,270 billion yen(revised); policy amount in force: 18,480 billion yen(initial) to 17,750 billion yen(revised); surrender and lapse rate: 9.5%(initial) to 8.5%(revised)

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.

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the six months ended September 30, 2006)

November 16, 2006

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/>
 Date of Board Meeting for Settlement of Accounts: November 16, 2006
 Application of Share Unit System: No

1. Non-Consolidated Operating Results for the Six Months Ended September 30, 2006 (April 1, 2006 - Sep. 30, 2006)

(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 % change	Ordinary Profit		Net Income % change
		% change	Core Profit % change	
Six months ended Sep. 30, 2006	¥518,666 million (9.9)	¥39,731 million 77.9	¥27,721 million 69.9	¥17,145 million 259.8
Six months ended Sep. 30, 2005	¥575,778 million (4.0)	¥22,333 million 47.5	¥16,311 million (14.2)	¥4,764 million (46.6)
Year ended March 31, 2006	¥1,076,418 million (5.7)	¥46,954 million 80.2	¥38,199 million 12.9	¥6,319 million (12.0)

	Net Income Per Share
Six months ended Sep. 30, 2006	¥11,430.14
Six months ended Sep. 30, 2005	¥3,176.50
Year ended March 31, 2006	¥4,185.08

Notes:

- Average number of outstanding shares during the term: for the six months ended September 30, 2006: 1,500,000; for the six months ended September 30, 2005: 1,500,000; for the fiscal year ended March 31, 2006: 1,500,000
- Changes in method of accounting: Applicable
- % changes for ordinary revenues and ordinary profit, etc. are presented in comparison with the same term of the previous fiscal year.
- 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 September 30, 2006	¥6,491,309 million	¥370,878 million	5.7%	¥247,252.04
As of September 30, 2005	¥6,409,761 million	¥321,339 million	5.0%	¥214,226.58
As of March 31, 2006	¥6,591,994 million	¥418,573 million	6.3%	¥279,020.59

Notes:

- Number of outstanding shares at the end of the term: as of September 30, 2006: 1,500,000; as of September 30, 2005: 1,500,000; as of March 31, 2006: 1,500,000.
- Number of treasury stock at the end of the term: None

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

Taiyo Life's forecasts are omitted. Please refer to T&D Holdings' "Consolidated Forecasts for the Year Ending March 31, 2007" section in this material "Consolidated Financial Summary for the six months ended September 30, 2006".

3. Dividends

	Cash Dividends per Share		
	Interim	Year-End	Annual
Year Ended March 31, 2006 (Result)	-	¥3,054.00	¥3,054.00
Year Ending March 31, 2007 (Result)	-	-	-

Taiyo Life Unaudited Non-Consolidated Balance Sheets

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Assets:						
Cash and deposits	30,060	0.5	35,960	0.6	46,468	0.7
Cash	1,069		1,061		1,060	
Deposit	28,991		34,899		45,407	
Call loans	103,305	1.6	138,500	2.1	112,534	1.7
Monetary claims purchased	94,251	1.5	142,433	2.2	124,358	1.9
Monetary trusts	50	0.0	-	-	50	0.0
Securities	4,332,662	67.6	4,462,827	68.8	4,556,859	69.1
Government bonds	671,791		749,702		721,570	
Municipal bonds	541,997		588,771		542,817	
Corporate bonds	1,420,192		1,356,394		1,408,631	
Domestic stocks	681,433		834,867		936,417	
Foreign securities	897,743		866,223		865,375	
Other securities	119,503		66,868		82,047	
Loans	1,624,588	25.3	1,496,602	23.1	1,535,833	23.3
Policy loans	110,197		107,009		109,118	
Commercial loans	1,514,390		1,389,592		1,426,715	
Property and equipment	171,019	2.7	-	-	168,936	2.6
Land	101,079		-	-	100,866	
Buildings	69,455		-	-	67,611	
Equipment	484		-	-	455	
Construction in progress	-		-	-	2	
Tangible fixed assets	-	-	166,217	2.6	-	-
Land	-		99,929		-	
Buildings	-		65,758		-	
Construction in progress	-		53		-	
Other tangible fixed assets	-		475		-	
Intangible fixed assets	-	-	9,481	0.1	-	-
Software	-		9,012		-	
Other intangible fixed assets	-		468		-	
Due from reinsurers	11	0.0	9	0.0	11	0.0
Other assets	52,778	0.8	40,909	0.6	48,621	0.7
Accounts receivable	5,969		5,244		3,468	
Prepaid expenses	1,790		1,719		671	
Accrued income	28,459		28,386		27,110	
Deposit for rent	454		853		855	
Derivatives	2,108		88		1,223	
Deferred valuation losses on hedge	344		-		846	
Suspense payable	786		1,502		1,708	
Other assets	12,864		3,113		12,737	
Deferred tax assets on land revaluation	4,121	0.1	-	-	-	-
Reserve for possible loan losses	(3,088)	(0.0)	(1,632)	(0.0)	(1,680)	(0.0)
Total assets	6,409,761	100.0	6,491,309	100.0	6,591,994	100.0

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Liabilities:						
Policy reserves	5,873,436	91.6	5,872,552	90.5	5,899,100	89.5
Reserve for outstanding claims	21,173		21,203		20,477	
Policy reserve	5,784,638		5,785,982		5,811,130	
Reserve for policyholder dividends	67,624		65,365		67,491	
Due to reinsurers	51	0.0	43	0.0	41	0.0
Subordinated bonds	20,000	0.3	20,000	0.3	20,000	0.3
Other liabilities	92,189	1.4	77,349	1.2	71,139	1.1
Subordinated payable	35,000		35,000		35,000	
Income taxes payable	77		2,176		716	
Accounts payable	18,619		11,454		9,018	
Accrued expenses	9,780		9,690		10,060	
Unearned income	589		566		585	
Deposit received	515		855		519	
Guarantee deposits	6,395		6,109		6,268	
Derivatives	18,425		9,795		7,446	
Deferred valuation gains on hedge	1,230		-		219	
Suspense receipt	1,554		1,697		1,301	
Other liabilities	3		3		3	
Reserve for bonus to directors and corporate auditors	-		20	0.0	-	
Reserve for employees' retirement benefits	33,245	0.5	32,327	0.5	32,527	0.5
Reserve for directors' and corporate auditors' retirement benefits	1,184	0.0	1,417	0.0	1,250	0.0
Reserve for price fluctuations	13,170	0.2	29,437	0.5	26,059	0.4
Deferred tax liabilities	55,143	0.9	76,020	1.2	111,807	1.7
Deferred tax liabilities on land revaluation	-	-	11,262	0.2	11,494	0.2
Total liabilities	6,088,421	95.0	6,120,431	94.3	6,173,421	93.7
Stockholders' equity:						
Common stock	37,500	0.6	-	-	37,500	0.6
Capital surplus	37,500	0.6	-	-	37,500	0.6
Retained earnings	74,657	1.2	-	-	76,314	1.2
Appropriated retained earnings	40,639		-	-	40,639	
Provision for advanced depreciation on real estate	639		-	-	639	
General reserve	40,000		-	-	40,000	
Unappropriated retained earnings	34,017		-	-	35,674	
Land revaluation	(31,948)	(0.5)	-	-	(47,724)	(0.7)
Net unrealized gains on securities	203,631	3.2	-	-	314,983	4.8
Total stockholders' equity	321,339	5.0	-	-	418,573	6.3
Total liabilities and stockholders' equity	6,409,761	100.0	-	-	6,591,994	100.0
Net assets:						
Common stock	-	-	37,500	0.6	-	-
Capital surplus	-	-	37,500	0.6	-	-
Retained earnings	-	-	88,771	1.4	-	-
Other retained earnings	-	-	88,771		-	-
Provision for advanced depreciation on real estate	-	-	625		-	-
General reserve	-	-	40,000		-	-
Unappropriated retained earnings	-	-	48,146		-	-
Total stockholders' equity	-	-	163,771	2.5	-	-
Net unrealized gains on securities	-	-	255,034	3.9	-	-
Gains on deferred hedge	-	-	(268)	(0.0)	-	-
Land revaluation	-	-	(47,660)	(0.7)	-	-
Total valuation and translation adjustments	-	-	207,106	3.2	-	-
Total net assets	-	-	370,878	5.7	-	-
Total liabilities and net assets	-	-	6,491,309	100.0	-	-

Taiyo Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Ordinary revenues	575,778	100.0	518,666	100.0	1,076,418	100.0
Income from insurance premiums	423,442		363,388		823,011	
Insurance premiums	423,424		363,258		822,946	
Ceded reinsurance recoveries	18		130		64	
Investment income	90,535		116,357		198,089	
Interest, dividends and income from real estate for rent	60,938		69,054		126,092	
Interest income from deposits	1		31		2	
Interest income and dividends from securities	39,392		45,728		83,751	
Interest income from loans	17,302		15,309		33,677	
Interest from real estate for rent	3,689		3,625		7,348	
Other income from interest and dividends	553		4,360		1,311	
Gains from monetary trust, net	-		0		-	
Gains on sales of securities	28,968		47,202		70,593	
Gains from derivatives, net	-		17		-	
Other investment income	88		83		213	
Gains on separate accounts, net	539		-		1,189	
Other ordinary income	61,800		38,919		55,318	
Income related to withheld insurance claims and other payments for future annuity payments	142		457		363	
Income due to withheld insurance payments	15,456		11,879		33,467	
Reversal of reserve for outstanding claims	-		-		205	
Reversal of policy reserve	44,738		25,147		18,246	
Reversal of reserve for employees' retirement	517		199		1,235	
Other ordinary profit	945		1,235		1,800	
Ordinary expenses	553,444	96.1	478,935	92.3	1,029,464	95.6
Insurance claims and other payments	469,709		386,532		857,053	
Insurance claims	258,115		197,175		458,262	
Annuity payments	58,039		64,023		115,815	
Insurance benefits	53,877		51,171		106,390	
Surrender payments	76,061		47,940		127,283	
Other payments	23,452		26,080		49,004	
Reinsurance premiums	163		141		295	
Provision for policy and other reserves	538		767		88	
Provision for reserve for outstanding claims	490		726		-	
Interest portion of reserve for policyholder dividends	47		41		88	
Investment expenses	24,016		34,717		54,893	
Interest expenses	808		810		1,624	
Losses on investment in trading securities, net	0		-		0	
Losses on sales of securities	8,846		21,598		25,458	
Devaluation losses on securities	176		22		269	
Losses from derivatives, net	10,728		8,858		21,068	
Foreign exchange losses, net	69		-		221	
Provision for reserve for possible loan losses	265		-		-	
Write-off of loans	15		8		-	
Depreciation of real estate for rent	1,341		1,223		2,692	
Other investment expenses	1,764		2,185		3,558	
Losses on separate accounts, net	-		10		-	
Operating expenses	41,616		39,558		82,533	
Other ordinary expenses	17,563		17,359		34,895	
Payments related to withheld insurance claims	11,436		11,297		22,764	
Taxes	2,713		2,475		5,234	
Depreciation	2,651		2,610		5,339	
Other ordinary losses	762		976		1,557	
Ordinary profit	22,333	3.9	39,731	7.7	46,954	4.4

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Extraordinary gains	67	0.0	58	0.0	402	0.0
Gains on sale of property and equipment	57		-		117	
Gains on sale of fixed assets	-		12		-	
Reversal of reserve for possible loan losses	-		46		270	
Recoveries of bad debts previously written-off	10		0		14	
Extraordinary losses	6,765	1.2	4,998	1.0	19,887	1.8
Losses on sales, disposal and devaluation of property and equipment	296		-		306	
Losses on sales, disposal and devaluation of fixed assets	-		45		-	
Impairment loss	3,099		1,373		3,322	
Provision for reserve for price fluctuations	3,369		3,377		16,258	
Headquarters removal costs	-		202		-	
Provision for reserve for policyholder dividends	6,653	1.2	7,219	1.4	15,932	1.5
Income before income taxes	8,982	1.6	27,572	5.3	11,537	1.1
Current income taxes	1,633	0.3	12,426	2.4	8,934	0.8
Deferred income taxes	2,585	0.4	(1,999)	(0.4)	(3,716)	(0.3)
Net income	4,764	0.8	17,145	3.3	6,319	0.6
Unappropriated retained earnings at beginning of period	28,509		-		28,509	
Transfer from land revaluation	743		-		845	
Unappropriated retained earnings at end of period	34,017		-		35,674	

Supplementary Materials for the Six Months Ended September 30, 2006

Percentages are rounded to the nearest relevant percentage point.
Therefore, the sums of each percentage do not always amount to 100%.

1. Insurance Business Highlights

(1) Total Policy Amount in Force	P3
(2) New Policy Amount	P3
(3) Annualized Premiums	P4
(4) Policy Amount by Dividend Type	P4
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1. Insurance Business Highlights

(1) Total Policy Amount in Force

(Number: Thousands, 100 Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006						As of March 31, 2006	
	Number	Amount	Number			Amount			Number	Amount
				% Change	% Change from previous FYE		% Change	% Change from previous FYE		
Individual insurance	3,473	131,966	3,272	94.2	97.2	138,328	104.8	101.9	3,368	135,720
Individual annuities	1,402	41,370	1,339	95.5	97.8	39,163	94.7	97.4	1,368	40,194
Sub total	4,876	173,337	4,611	94.6	97.4	177,492	102.4	100.9	4,736	175,915
Group insurance	-	105,502	-	-	-	104,002	98.6	99.6	-	104,469
Group annuities	-	7,166	-	-	-	7,830	109.3	101.0	-	7,754

- Notes: 1. Policy amounts 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.
3. % Changes are presented in comparison with the same term of previous fiscal year (hereinafter, same if not mentioned otherwise).

(2) New Policy Amount

(Number: Thousands, 100 Millions of Yen, %)

Category	Six months ended September 30, 2005					
	Number	% Change	Amount			Net increase from conversion
			% Change	New policies		
Individual insurance	155	93.9	14,885	102.5	12,088	2,797
Individual annuities	1	76.3	(131)	-	58	(190)
Sub total	157	93.6	14,754	101.9	12,147	2,606
Group insurance	-	-	398	171.4	398	-
Group annuities	-	-	0	12.5	0	-

Category	Six months ended September 30, 2006					
	Number	% Change	Amount			Net increase from conversion
			% Change	New policies		
Individual insurance	144	92.7	11,712	78.7	8,427	3,284
Individual annuities	5	341.8	53	-	149	(96)
Sub total	149	95.3	11,765	79.7	8,577	3,188
Group insurance	-	-	221	55.6	221	-
Group annuities	-	-	-	0.0	-	-

Category	Year ended March 31, 2006					
	Number	% Change	Amount			Net increase from conversion
			% Change	New policies		
Individual insurance	310	92.6	28,615	98.6	23,219	5,395
Individual annuities	3	86.2	(232)	-	126	(358)
Sub total	314	92.5	28,383	98.2	23,345	5,037
Group insurance	-	-	1,298	471.4	1,298	-
Group annuities	-	-	0	21.9	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.

(3) Annualized Premiums**a) Policies in force**

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006			As of March 31, 2006	
	Amount	% Change	Amount	% Change	% Change from previous FYE	Amount	% Change
Individual insurance	501,808	93.9	473,739	94.4	97.2	487,367	94.2
Individual annuities	210,849	96.9	205,966	97.7	99.1	207,775	97.0
Total	712,657	94.8	679,706	95.4	97.8	695,143	95.0
3rd sector products, included	107,446	102.7	111,500	103.8	101.9	109,472	103.2

b) New policies

(Millions of Yen, %)

Category	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	% Change	Amount	% Change	Amount	% Change
Individual insurance	21,709	92.1	17,927	82.6	42,386	90.9
Individual annuities	(398)	-	842	-	(648)	-
Total	21,311	90.6	18,769	88.1	41,737	89.9
3rd sector products, included	6,919	99.1	6,909	99.9	14,249	101.0

- 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 single premiums by the insurance period.

(4) Policy Amount by Dividend Type (Individual insurance and annuities)**a) Policy amount in force**

(100 Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	75,808	43.7	67,149	37.8	71,093	40.4
Semi-participating	42,675	24.6	41,637	23.5	42,273	24.0
Non-participating	54,852	31.6	68,705	38.7	62,548	35.6
Total	173,337	100.0	177,492	100.0	175,915	100.0

b) New policy amount

(100 Millions of Yen, %)

Category	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	2	0.0	2	0.0	2	0.0
Semi-participating	1,531	12.6	1,256	14.6	2,979	12.8
Non-participating	10,613	87.4	7,318	85.3	20,363	87.2
Total	12,147	100.0	8,577	100.0	23,345	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.

(5) Average Amount of New Policies and Policies in Force (Individual insurance)

(Thousands of Yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Average amount of new policies	8,540	6,727	8,234
Average policy amount in force	3,798	4,226	4,029

Note: The average amount of new policies does not include increase from conversion.

(6) New Policy Rate (New policy amount / Policy amount in force at the beginning of fiscal year)

(%)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Individual insurance	9.51	6.21	18.27
Individual annuities	0.14	0.37	0.30
Sub total	7.16	4.88	13.76
Group insurance	0.38	0.21	1.22

Notes: 1. The above figures do not include increase from conversion.
2. The figures of the six months ended September 30, 2006 and 2005 are not annualized.

(7) Surrender and Lapse Rate (Surrender and lapse amount / Policy amount in force at the beginning of fiscal year)

(%)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Individual insurance	6.05	5.27	12.29
Individual annuities	1.02	0.84	1.94
Sub total	4.79	4.26	9.69
Group insurance	0.03	0.08	6.28

Note: The figures of the six months ended September 30, 2006 and 2005 are not annualized.

(8) Surrender and Lapse Amount

(Number: Thousands, 100 Millions of Yen, %)

Category	Six months ended September 30, 2005				Six months ended September 30, 2006				Year ended March 31, 2006	
	Number	Amount		Number	Amount		Number	Amount		
		% Change	% Change		% Change	% Change				
Individual insurance	97	96.1	7,691	122.1	82	84.6	7,158	93.1	190	15,613
Individual annuities	14	81.1	436	82.4	11	77.3	336	77.1	28	826
Sub total	112	93.8	8,127	119.0	94	83.7	7,494	92.2	218	16,440
Group insurance	-	-	34	158.0	-	-	84	246.4	-	6,658

Note: Surrender and lapse amounts 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.

(9) Average Premium Amount of New Policies (Individual insurance, Monthly payment)

(Yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Average premium Amount	12,769	11,943	12,582

Note: The above figures do not include increase from conversion.

(10) Average Assumed Investment Yield and Negative Spread

(Millions of yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Amount of negative spread	21,956	12,692	38,525
Investment yield on core profit (annualized)	2.04%	2.30%	2.10%
Average assumed investment yield (annualized)	2.81%	2.75%	2.78%
Individual insurance & Individual annuities, included	3.03%	2.98%	3.01%
Policy reserve in general account	5,708,704	5,685,477	5,676,724

- Notes: 1. Method of calculating negative spread:
(Investment yield on core profit [1.14%] - Average assumed investment yield [1.36%])
x Policy reserve in general account [5,685.4 billion yen]
2. While investment yield on core profit and average assumed investment yield as in 1 above are not annualized as in the notes 3 and 4 hereunder.
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 beginning of fiscal year + Policy reserve at end of fiscal year - Assumed interest) x (1/2)

(11) Mortality Rate (Based on principal policies of individual insurance)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Rate based on number of policies	3.00‰	3.14‰	6.31‰
Rate based on policy amount	1.17‰	1.11‰	2.38‰

- Notes: 1. The above figures represent the rates of paid policies against passed policies.
2. 1‰ (per mille) represents 1/1000.
3. The figures of the six months ended September 30, 2006 and 2005 are not annualized.

2. Indices Concerning Accounting

(1) Reserve for Outstanding Claims

(Millions of Yen)

Category		As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Insurance claims	Death benefits	7,869	7,381	7,586
	Accidental death benefits	269	335	380
	Disability benefits	819	831	779
	Maturity benefits	565	922	468
	Others	162	342	206
	Sub total	9,686	9,813	9,420
Annuity payments		441	714	492
Insurance benefits		5,858	5,568	5,635
Surrender payments		4,647	4,614	4,458
Deferred insurance benefits		83	90	77
Total, including others		21,173	21,203	20,477

(2) Policy Reserve

(Millions of Yen)

Category		As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Policy reserve (excluding contingency reserve)	Individual insurance	2,456,147	2,401,013	2,424,366
	General accounts	2,455,468	2,400,326	2,423,660
	Separate accounts	679	687	706
	Individual annuities	2,538,609	2,510,862	2,525,028
	General accounts	2,538,609	2,510,862	2,525,028
	Separate accounts	-	-	-
	Group insurance	10,327	11,152	11,086
	General accounts	10,327	11,152	11,086
	Separate accounts	-	-	-
	Group annuities	716,630	783,019	775,481
	General accounts	716,630	783,019	775,481
	Separate accounts	-	-	-
	Others	3,838	3,968	3,922
	General accounts	3,838	3,968	3,922
	Separate accounts	-	-	-
	Sub total	5,725,553	5,710,016	5,739,885
General accounts	5,724,874	5,709,328	5,739,179	
Separate accounts	679	687	706	
Contingency reserve	I	44,287	45,195	44,713
	II	14,786	30,760	26,520
	III	10	10	10
	Sub total	59,084	75,966	71,244
Total		5,784,638	5,785,982	5,811,130
General accounts		5,783,959	5,785,295	5,810,424
Separate accounts		679	687	706

(3) Policy Reserve Calculating Methods and Ratios

Category		As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Calculating methods	Policies subject to Standard Policy Reserve Method	Net level premium reserve method	Net level premium reserve method	Net level premium reserve method
	Policies not subject to Standard Policy Reserve Method	Net level premium reserve method	Net level premium reserve method	Net level premium reserve method
Ratio of "amount of the company's policy reserve (excluding contingency reserve)" to "policy reserve required by regulatory standards"		100.0%	100.0%	100.0%

Notes: 1. The calculating methods and the ratios are set for individual insurance and individual annuity. The concept of accumulation method is not targeted at policy reserve for group insurance and group annuity, so these insurance policies are not included.
2. The ratio for policies to which the standard policy reserve method is applied is indicated in the method laid down in Notice No. 48 from the Ministry of Finance. The ratio for policies to which the standard policy reserve method is not applied is indicated for accumulated reserve for claims and unearned premiums calculated with the net level premium reserve method.

(4) Other Reserves

(Millions of Yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Increase (Decrease)	Amount	Increase (Decrease)	Amount	Increase (Decrease)
Reserve for possible loan losses	3,088	259	1,632	(47)	1,680	(1,148)
General reserve	1,567	(184)	1,431	(50)	1,482	(269)
Specific reserve	1,520	443	200	3	197	(878)
Reserve for bonus to directors and corporate auditors	-	-	20	20	-	-
Reserve for employees' retirement benefits	33,245	(517)	32,327	(199)	32,527	(1,235)
Reserve for directors' and corporate auditors' retirement benefits	1,184	117	1,417	167	1,250	183
Reserve for price fluctuations	13,170	3,369	29,437	3,377	26,059	16,258

Note: Increase (Decrease) is presented in comparison with the end of the previous fiscal year.

(5) Insurance Premiums

a) Payment method

(Millions of Yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Individual insurance	263,547	242,446	519,100
[Single premiums]	46,401	39,791	92,143
[Annual payment]	6,101	5,516	11,414
[Semi-annual payment]	690	641	1,343
[Monthly payment]	210,353	196,496	414,199
Individual annuities	46,389	46,932	90,146
[Single premiums]	1,734	7,387	3,201
[Annual payment]	0	-	0
[Semi-annual payment]	-	-	-
[Monthly payment]	44,653	39,544	86,944
Group insurance	17,009	17,221	35,525
Group annuities	95,920	56,076	177,017
Total, including others	423,424	363,258	822,946

b) Year

(Millions of Yen)

Category		Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Individual insurance and annuities	First year	64,347	61,585	127,351
	Second and subsequent years	245,588	227,793	481,895
	Subtotal	309,936	289,378	609,247
Group insurance	First year	60	216	219
	Second and subsequent years	16,948	17,004	35,305
	Subtotal	17,009	17,221	35,525
Group annuities	First year	88	3,910	1,096
	Second and subsequent years	95,831	52,166	175,921
	Subtotal	95,920	56,076	177,017
Total, including others	First year	64,521	65,733	128,713
	Second and subsequent years	358,903	297,524	694,232
	Total	423,424	363,258	822,946
	% Change	7.5%	(14.2%)	4.4%

(6) Insurance Claims

(Millions of Yen)

Category	Six months ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six months ended September 30, 2006	Year ended March 31, 2006
Death benefits	24,843	13,606	1,847	9,024	-	-	1	24,480	50,924
Accidental death benefits	624	548	-	28	-	-	-	576	1,288
Disability benefits	1,103	624	66	442	-	-	-	1,133	2,158
Maturity benefits	231,432	149,582	-	1	21,172	-	-	170,755	403,596
Others	112	228	-	-	-	-	0	228	295
Total	258,115	164,590	1,914	9,496	21,172	-	1	197,175	458,262

(7) Annuity Payments

(Millions of Yen)

Six months ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six months ended September 30, 2006	Year ended March 31, 2006
58,039	-	56,645	210	7,123	43	-	64,023	115,815

(8) Insurance Benefits

(Millions of Yen)

Category	Six months ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six months ended September 30, 2006	Year ended March 31, 2006
Death benefits	2,983	441	2,531	2	-	-	-	2,975	6,272
Hospitalization benefits	10,981	10,844	128	12	-	-	39	11,025	22,277
Operation benefits	4,988	4,998	86	-	-	-	-	5,084	10,201
Injury benefits	28	23	-	8	-	-	-	32	56
Survival benefits	17,558	13,688	-	-	-	66	-	13,754	37,841
Others	17,337	41	10	5	18,239	-	1	18,299	29,741
Total	53,877	30,038	2,757	28	18,239	66	40	51,171	106,390

(9) Surrender Payments

(Millions of Yen)

Six months ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six months ended September 30, 2006	Year ended March 31, 2006
76,061	28,122	14,647	2	5,113	55	-	47,940	127,283

(10) Operating Expenses

(Millions of Yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Sales Activity Related Expenses	12,820	10,792	24,712
In-house sales representative expenses	12,415	10,452	23,909
Sales agent expenses	144	108	270
Selection expenses	259	231	532
Sales Administrative Expenses	3,866	3,762	7,563
Administrative / operational expenses	3,058	2,602	5,914
Expenses for training of in-house sales representatives	776	1,107	1,565
Advertising expenses	30	51	83
General Administrative Expenses	24,930	25,004	50,258
Personnel expenses	10,477	10,839	21,017
Non-Personnel Expenses	13,469	13,188	27,274
[Donation and others]	[12]	[12]	[19]
Contributions	337	334	676
Burden charges	645	642	1,289
Total	41,616	39,558	82,533

- Notes:
1. Major non-personnel expenses are system-related costs, shop costs and welfare expenses.
 2. The contributions are burden charges paid to former Life Insurance Policyholders' Protection Fund taken over by the current Life Insurance Policyholders' Protection Corporation in accordance with the provision of Clause 5, Article 140 of bylaws to the Law Concerning Establishment of Laws Related to the Financial System Reformation.
 3. The burden charges are paid to the Life Insurance Policyholders' Protection Corporation in accordance with the provision of Article 259 of the Insurance Business Law.

(11) Operating Expense Ratio (Against insurance premiums)

Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
9.8%	10.9%	10.0%

3. Investment in General Account Assets for the Six Months Ended September 30, 2006

(1) Six Months Ended September 30, 2006 Investment

a) Investment performances

Taiyo Life's general account assets as of September 30, 2006 totaled ¥6,484.6 billion, down ¥100.6 billion from the previous fiscal year-end. Of these assets, net unrealized gains on "available-for-sale securities" resulting from application of the fair value accounting decreased by ¥93.8 billion from the previous fiscal year-end, to ¥399.1 billion. Out of such net unrealized gains, ¥255.0 billion was added directly to stockholders' equity as net unrealized gains on securities.

In terms of major asset allocation, while decreasing loans, the Company focused on investments to yen fixed income assets such as domestic public and corporate bonds to pursue stable income flow. Also, while decreasing foreign bonds considering interest rates, the Company made new investments to foreign investment trusts.

b) Investment income/ expenses

Investment income of general account assets for six months ended September 30, 2006 increased by ¥26.3 billion from the same term of the previous fiscal year, to ¥116.3 billion, due to increase of interest, dividend and income from real estate for rent as well as increase of gains on sales of securities.

Investment expenses totaled ¥34.7 billion, up ¥10.6 billion, due mainly to increase of losses on sales of securities.

As a result, net investment income totaled ¥81.6 billion, up ¥15.6 billion from the same term of the previous fiscal year.

Net unrealized gains/ losses on securities (*See Note*) were ¥379.4 billion, down ¥87.1 billion from the previous fiscal year-end, since net unrealized gains/ losses on domestic stocks decreased, due mainly to a fall in stock prices.

Note: Net unrealized gains/ losses on securities represent those with market value.

(2) Assets Composition

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	133,207	2.1	174,144	2.7	158,706	2.4
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	94,251	1.5	142,433	2.2	124,358	1.9
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	50	0.0	-	-	50	0.0
Securities	4,326,710	67.6	4,456,510	68.7	4,550,498	69.1
Domestic bonds	2,632,177	41.1	2,693,084	41.5	2,671,153	40.6
Domestic stocks	679,112	10.6	832,491	12.8	933,993	14.2
Foreign securities	895,916	14.0	864,065	13.3	863,303	13.1
Bonds	687,847	10.7	596,229	9.2	619,201	9.4
Stocks, etc.	208,069	3.2	267,836	4.1	244,102	3.7
Other securities	119,503	1.9	66,868	1.0	82,047	1.2
Loans	1,624,588	25.4	1,496,602	23.1	1,535,833	23.3
Policy loans	110,197	1.7	107,009	1.7	109,118	1.7
Commercial loans	1,514,390	23.6	1,389,592	21.4	1,426,715	21.7
Property and equipment	170,535	2.7	165,742	2.6	168,480	2.6
Deferred tax assets	-	-	-	-	-	-
Deferred tax assets concerning revaluation	4,121	0.1	-	-	-	-
Other assets	53,248	0.8	50,845	0.8	49,049	0.7
Reserve for possible loan losses	(3,088)	(0.0)	(1,632)	(0.0)	(1,680)	(0.0)
Total	6,403,625	100.0	6,484,645	100.0	6,585,297	100.0
Foreign currency denominated assets, included	850,999	13.3	788,790	12.2	793,354	12.0

(3) Changes in the Amount of Assets by Categories

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Cash and deposits, call loans	(40,828)	15,437	(15,329)
Securities repurchased under resale agreements	-	-	-
Pledged money for bond borrowing transaction	-	-	-
Monetary claims purchased	10,908	18,074	41,016
Securities under proprietary accounts	-	-	-
Monetary trusts	-	(50)	-
Securities	251,659	(93,987)	475,447
Domestic bonds	61,383	21,931	100,360
Domestic stocks	131,551	(101,501)	386,431
Foreign securities	55,497	761	22,883
Bonds	6,809	(22,971)	(61,836)
Stocks, etc.	48,687	23,733	84,720
Other securities	3,227	(15,179)	(34,228)
Loans	(74,578)	(39,231)	(163,333)
Policy loans	(3,768)	(2,108)	(4,847)
Commercial loans	(70,810)	(37,123)	(158,485)
Property and equipment	(5,541)	(2,738)	(7,595)
Deferred tax assets	(3,349)	-	(3,349)
Deferred tax assets concerning revaluation	1,253	-	(2,868)
Other assets	(6,568)	1,796	(10,767)
Reserve for possible loan losses	(259)	47	1,148
Total	132,696	(100,652)	314,368
Foreign currency denominated assets, included	54,192	(4,563)	(3,451)

(4) Investment Income

(Millions of Yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interests, dividends and income from real estate for rent	60,938	69,054	126,092
Interest income from deposits	1	31	2
Interest income and dividends from securities	39,392	45,728	83,751
Interest income from loans	17,302	15,309	33,677
Income from real estate for rent	3,689	3,625	7,348
Other income from interest and dividends	553	4,360	1,311
Gain on securities under proprietary accounts	-	-	-
Gains from monetary trusts, net	-	0	-
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	28,968	47,202	70,593
Gains on sale of domestic bonds	661	429	1,592
Gains on sale of domestic stocks	17,171	40,258	46,687
Gains on sale of foreign securities	9,584	6,514	19,797
Other	1,551	-	2,516
Gains on redemption of securities	-	-	-
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	17	-
Other investment income	88	83	213
Total	89,995	116,357	196,899

(5) Investment Expenses

(Millions of Yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interest expenses	808	810	1,624
Losses on securities under proprietary accounts	-	-	-
Losses from monetary trusts, net	0	-	0
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	8,846	21,598	25,458
Losses on sale of domestic bonds	851	2,317	9,689
Losses on sale of domestic stocks	4,784	12,593	8,326
Losses on sale of foreign securities	3,155	6,687	7,325
Others	55	-	117
Devaluation losses on securities	176	22	269
Devaluation losses on domestic bonds	-	-	-
Devaluation losses on domestic stocks	22	22	34
Devaluation losses on foreign securities	-	-	-
Others	154	-	235
Amortization of securities	-	-	-
Losses from derivatives, net	10,728	8,858	21,068
Foreign exchange losses, net	69	-	221
Provision for reserve for possible loan losses	265	-	-
Write-offs of loans	15	8	-
Depreciation of real estate for rent	1,341	1,223	2,692
Other investment expenses	1,764	2,185	3,558
Total	24,016	34,707	54,893

(6) Net Investment Income

(Millions of Yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Total	65,979	81,650	142,006

[Reference] Breakdown of gains / losses from derivatives, net

(Millions of Yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interest-rate-related gains / losses	28	15	297
Currency-related gains / losses	(8,540)	(8,691)	(17,675)
Stock-related gains / losses	(2,216)	(182)	(3,690)
Bond-related gains / losses	-	-	-
Other gains / losses	-	-	-
Total	(10,728)	(8,858)	(21,068)

(7) Securities

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Government bonds	670,091	15.5	748,021	16.8	719,807	15.8
Municipal bonds	541,997	12.5	588,771	13.2	542,817	11.9
Corporate bonds	1,420,088	32.8	1,356,292	30.4	1,408,528	31.0
Public corporation bonds, included	1,084,097	25.1	1,080,078	24.2	1,104,679	24.3
Domestic Stocks	679,112	15.7	832,491	18.7	933,993	20.5
Foreign securities	895,916	20.7	864,065	19.4	863,303	19.0
Foreign bonds	687,847	15.9	596,229	13.4	619,201	13.6
Foreign stocks	208,069	4.8	267,836	6.0	244,102	5.4
Other securities	119,503	2.8	66,868	1.5	82,047	1.8
Total	4,326,710	100.0	4,456,510	100.0	4,550,498	100.0

(8) Stock Holdings by Industry

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006		
	Amount	Percentage	Amount	Percentage	Amount	Percentage	
Fishery, agriculture and forestry	313	0.0	202	0.0	386	0.0	
Mining	6,491	1.0	1,559	0.2	5,020	0.5	
Construction	15,885	2.3	14,170	1.7	19,921	2.1	
Manufacturing industries	Food products	5,573	0.8	6,305	0.8	5,236	0.6
	Textiles and clothing	8,544	1.3	8,079	1.0	11,698	1.3
	Pulp and paper	6,361	0.9	4,891	0.6	5,782	0.6
	Chemicals	35,609	5.2	38,577	4.6	44,081	4.7
	Medicals	11,755	1.7	17,908	2.2	12,047	1.3
	Oil and coal products	1,483	0.2	1,837	0.2	3,626	0.4
	Rubber products	3,284	0.5	2,410	0.3	3,453	0.4
	Glass and stone products	7,063	1.0	2,600	0.3	8,361	0.9
	Steel	41,931	6.2	33,543	4.0	44,782	4.8
	Non-steel metals	8,280	1.2	4,864	0.6	13,691	1.5
	Metal products	572	0.1	3,300	0.4	2,983	0.3
	Machinery	120,794	17.8	144,048	17.3	171,957	18.4
	Electric appliances	47,280	7.0	75,189	9.0	75,603	8.1
	Transportation vehicles	21,659	3.2	32,641	3.9	27,302	2.9
Precision machinery	12,953	1.9	13,606	1.6	14,696	1.6	
Others	5,552	0.8	6,981	0.8	10,062	1.1	
Electric and gas utilities	15,846	2.3	20,905	2.5	17,314	1.9	
Transportation / information telecommunications	Ground transportation	53,643	7.9	66,754	8.0	70,279	7.5
	Water transportation	8,270	1.2	2,563	0.3	5,126	0.5
	Air transportation	110	0.0	273	0.0	206	0.0
	Warehouses / transportation	915	0.1	830	0.1	1,089	0.1
	Information / telecommunications	17,689	2.6	15,664	1.9	18,455	2.0
Commerce	Wholesaling	20,374	3.0	22,659	2.7	28,526	3.1
	Retailers	13,106	1.9	14,398	1.7	18,940	2.0
Financial services / insurance	Banking	74,814	11.0	122,185	14.7	119,452	12.8
	Securities and commodity futures trading	22,451	3.3	36,650	4.4	43,231	4.6
	Insurance	18,170	2.7	23,418	2.8	23,228	2.5
	Other financial services	18,718	2.8	22,896	2.8	23,237	2.5
Real estate	43,382	6.4	62,947	7.6	74,354	8.0	
Service companies	10,225	1.5	7,624	0.9	9,854	1.1	
Total	679,112	100.0	832,491	100.0	933,993	100.0	

(9) Securities by Contractual Maturity Dates

(Millions of Yen)

Category	As of September 30, 2005						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	86,846	81,137	83,174	99,711	173,683	145,538	670,091
Municipal bonds	24,739	75,931	83,690	68,270	279,001	10,364	541,997
Corporate bonds	70,188	313,536	255,635	158,416	459,212	163,097	1,420,088
Domestic Stocks						679,112	679,112
Foreign securities	76,447	95,916	220,023	73,881	160,587	269,060	895,916
Foreign bonds	76,356	93,388	208,521	73,881	160,587	75,110	687,847
Stocks, etc.	90	2,527	11,501	-	-	193,949	208,069
Other securities	61	2,872	4,658	-	-	111,911	119,503
Total	258,283	569,393	647,182	400,280	1,072,485	1,379,084	4,326,710

(Millions of Yen)

Category	As of September 30, 2006						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	77,106	88,358	43,812	86,871	121,371	330,501	748,021
Municipal bonds	20,535	79,837	88,025	68,389	287,805	44,177	588,771
Corporate bonds	64,167	244,927	230,846	189,238	377,232	249,879	1,356,292
Domestic Stocks						832,491	832,491
Foreign securities	42,808	194,007	104,147	80,001	90,105	352,994	864,065
Foreign bonds	42,651	179,736	104,147	80,001	89,295	100,395	596,229
Stocks, etc.	157	14,270	-	-	809	252,598	267,836
Other securities	971	111	6,868	-	2,380	56,537	66,868
Total	205,589	607,242	473,699	424,501	878,896	1,866,581	4,456,510

(Millions of Yen)

Category	As of March 31, 2006						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	88,260	58,664	34,655	86,406	152,885	298,934	719,807
Municipal bonds	21,115	82,474	71,003	71,477	284,067	12,678	542,817
Corporate bonds	64,844	263,871	247,620	143,804	465,641	222,746	1,408,528
Domestic Stocks						933,993	933,993
Foreign securities	39,112	136,468	139,299	77,570	149,815	321,038	863,303
Foreign bonds	39,016	133,228	127,892	77,570	149,815	91,677	619,201
Stocks, etc.	95	3,239	11,406	-	-	229,360	244,102
Other securities	53	5,654	4,142	-	1,109	71,087	82,047
Total	213,385	547,132	496,721	379,259	1,053,520	1,860,479	4,550,498

Note: "Due after Ten Years" includes securities with maturity dates unfixed.

(10) Loans

(Millions of Yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Policy loans	110,197	107,009	109,118
Policyholders loans	107,577	104,464	106,516
Premium loans	2,620	2,545	2,601
Commercial loans	1,514,390	1,389,592	1,426,715
[Loans to non-residents included]	[100,974]	[104,923]	[104,923]
Loans to corporations	1,101,198	972,246	1,019,213
[Loans to domestic corporations included]	[1,002,196]	[869,246]	[916,213]
Loans to Japanese government, government-related organizations and international organizations	9,519	6,101	7,872
Loans to Japanese local governments and public entities	13,441	13,428	10,188
Mortgage loans	241,954	250,890	246,001
Consumer loans	128,353	127,599	123,787
Others	19,924	19,326	19,652
Total	1,624,588	1,496,602	1,535,833

(11) Loans to Domestic Companies by Company Size

(Number, Millions of Yen, %)

Category		As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
		Number	Percentage	Number	Percentage	Number	Percentage
Large-sized corporations	Number of debtors	182	74.6	177	73.4	178	75.4
	Amount	886,036	88.4	756,396	87.0	809,481	88.4
Medium-sized corporations	Number of debtors	7	2.9	4	1.7	5	2.1
	Amount	7,139	0.7	6,929	0.8	7,312	0.8
Small- and medium-sized corporations	Number of debtors	55	22.5	60	24.9	53	22.5
	Amount	109,019	10.9	105,921	12.2	99,419	10.9
Total	Number of debtors	244	100.0	241	100.0	236	100.0
	Amount	1,002,196	100.0	869,246	100.0	916,213	100.0

Notes:

1. Corporations are grouped as follows:

Business type	(i) All except (ii)-(iv)	(ii) Retail & restaurants	(iii) Services	(iv) Wholesalers
Large-sized corporations	With employees With a capital of 1,000 million yen or more	With more than 50 employees, With a capital of 1,000 million yen or more	With more than 100 employees, With a capital of 1,000 million yen or more	With more than 100 employees, With a capital of 1,000 million yen or more
Medium-sized corporations	more than 300, and With a capital of more than 300 million yen and less than 1,000 million yen	and With a capital of more than 50 million yen and less than 1,000 million yen	and With a capital of more than 50 million yen and less than 1,000 million yen	and With a capital of more than 100 million yen and less than 1,000 million yen
Small- and medium-sized corporations	With a capital of 300 million yen or less, or regular employees of 300 or less	With a capital of 50 million yen or less, or regular employees of 50 or less	With a capital of 50 million yen or less, or regular employees of 100 or less	With a capital of 100 million yen or less, or regular employees of 100 or less

2. The number of debtors represents those who have an obligation, net of loans to the Company, not the number of loan transactions.

(12) Loans by Industry

(Millions of Yen, %)

Industry	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006		
	Amount	Percentage	Amount	Percentage	Amount	Percentage	
Domestic	Manufacturing industries	166,277	11.0	123,465	8.9	139,981	9.8
	Food products	740	0.0	1,641	0.1	1,642	0.1
	Textiles and clothing	2,315	0.2	2,105	0.2	2,109	0.1
	Timber and wood products, pulp and paper	2,446	0.2	2,336	0.2	2,491	0.2
	Printing	-	-	-	-	-	-
	Chemicals	21,376	1.4	18,959	1.4	19,799	1.4
	Oil and coal	7,312	0.5	7,187	0.5	7,250	0.5
	Ceramic and stone products	2,383	0.2	1,867	0.1	2,125	0.1
	Steel	73,181	4.8	36,459	2.6	48,066	3.4
	Non-steel metals	4,148	0.3	4,354	0.3	4,355	0.3
	Metal products	-	-	-	-	-	-
	Machinery	11,045	0.7	12,743	0.9	12,369	0.9
	Electric appliances	16,008	1.1	14,704	1.1	14,706	1.0
	Transportation vehicles	22,665	1.5	19,610	1.4	22,361	1.6
	Precision machinery	2,362	0.2	1,204	0.1	2,413	0.2
	Others	290	0.0	290	0.0	290	0.0
	Agriculture, forestry and fisheries	-	-	-	-	-	-
	Mining	-	-	-	-	-	-
	Construction	11,865	0.8	7,232	0.5	7,868	0.6
	Electricity, gas heat supply and water supply	47,627	3.1	29,820	2.1	44,390	3.1
Information and telecommunication	11,589	0.8	12,097	0.9	8,268	0.6	
Transportation	70,570	4.7	61,610	4.4	63,308	4.4	
Wholesalers	109,121	7.2	101,287	7.3	106,304	7.5	
Retailers	18,456	1.2	12,357	0.9	16,431	1.2	
Financial services/insurance	397,938	26.3	350,664	25.2	363,226	25.5	
Real estate	72,741	4.8	69,156	5.0	68,580	4.8	
Service companies	113,244	7.5	112,997	8.1	110,093	7.7	
Local governments	3,748	0.2	6,162	0.4	3,898	0.3	
Mortgage and consumer and others	390,232	25.8	397,816	28.6	389,440	27.3	
Total	1,413,416	93.3	1,284,669	92.4	1,321,792	92.6	
Overseas	Government organizations	1,973	0.1	1,923	0.1	1,923	0.1
	Financial institutions	8,001	0.5	7,000	0.5	7,000	0.5
	Commerce and industry companies	91,000	6.0	96,000	6.9	96,000	6.7
	Total	100,974	6.7	104,923	7.6	104,923	7.4
Grand total	1,514,390	100.0	1,389,592	100.0	1,426,715	100.0	

(13) Loans by Contractual Maturity Dates

(Millions of Yen)

Category	As of September 30, 2005						Total
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	
Floating rates loans	63,414	92,244	45,374	62,281	43,550	61,089	367,953
Fixed rates loans	197,896	231,013	173,218	260,199	207,197	76,911	1,146,437
Total	261,310	323,258	218,592	322,481	250,748	138,000	1,514,390

(Millions of Yen)

Category	As of September 30, 2006						Total
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	
Floating rates loans	25,000	80,909	57,967	70,467	24,139	45,773	304,258
Fixed rates loans	113,146	222,328	216,317	283,337	157,680	92,522	1,085,333
Total	138,147	303,238	274,285	353,805	181,820	138,295	1,389,592

(Millions of Yen)

Category	As of March 31, 2006						Total
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	
Floating rates loans	24,929	89,196	48,743	72,907	23,665	46,614	306,055
Fixed rates loans	152,162	229,163	213,012	287,226	157,026	82,067	1,120,659
Total	177,091	318,360	261,755	360,134	180,691	128,681	1,426,715

Note: "Due after Ten Years" includes loans with maturity dates unfixed.

(14) Foreign Investments

a. Investments by asset category

(i) Foreign currency denominated assets (yen amount not fixed)

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	754,264	67.2	640,092	60.4	665,534	62.7
Foreign stocks	74,770	6.7	98,992	9.3	99,334	9.4
Cash, deposits & others	21,964	2.0	49,705	4.7	28,485	2.7
Total	850,999	75.8	788,790	74.4	793,354	74.7

(ii) Foreign currency denominated assets of which the amount in yen is fixed

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	-	-	-	-	-	-
Cash, deposits & others	-	-	-	-	-	-
Total	-	-	-	-	-	-

(iii) Yen-denominated assets

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Loans to nonresidents	100,974	9.0	104,923	9.9	104,923	9.9
Foreign bonds	58,674	5.2	46,770	4.4	46,787	4.4
Foreign stocks & other securities	111,501	9.9	119,379	11.3	116,406	11.0
Others	-	-	-	-	-	-
Total	271,151	24.2	271,073	25.6	268,117	25.3

(iv) Total [(i)+(ii)+(iii)]

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign investments and loans	1,122,150	100.0	1,059,864	100.0	1,061,472	100.0
(Real estate held abroad included)	-	-	-	-	-	-

Note: "Foreign currency denominated assets of which the amount in yen is fixed" are assets whose amounts in yen to be received at the settlement are fixed by making exchange contracts, and are included in the Balance Sheet.

b. Foreign currency denominated assets by currency

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
US dollar	316,333	37.2	263,383	33.4	251,494	31.7
Euro	335,901	39.5	330,606	41.9	344,261	43.4
British pound	16,632	2.0	25,343	3.2	18,190	2.3
Canadian dollar	87,421	10.3	62,143	7.9	85,796	10.8
Swedish krona	67,148	7.9	67,775	8.6	56,960	7.2
Hong Kong dollar	27,561	3.2	39,539	5.0	36,651	4.6
Others	0	0.0	-	-	-	-
Total	850,999	100.0	788,790	100.0	793,354	100.0

c. Investments by region

(Millions of Yen, %)

Region	As of September 30, 2005							
	Foreign securities						Loans to non-residents	
	Foreign bonds		Foreign stocks & other securities		Amount	Percentage		
Amount	Percentage	Amount	Percentage					
North America	371,488	41.5	321,234	46.7	50,254	24.2	9,000	8.9
Europe	319,660	35.7	308,158	44.8	11,501	5.5	59,000	58.4
Oceania	-	-	-	-	-	-	-	-
Asia	27,629	3.1	-	-	27,629	13.3	1,001	1.0
Latin America	145,369	16.2	26,685	3.9	118,683	57.0	31,000	30.7
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International organizations	31,769	3.5	31,769	4.6	-	-	973	1.0
Total	895,916	100.0	687,847	100.0	208,069	100.0	100,974	100.0

(Millions of Yen, %)

Region	As of September 30, 2006							
	Foreign securities						Loans to non-residents	
	Foreign bonds		Foreign stocks & other securities		Amount	Percentage		
Amount	Percentage	Amount	Percentage					
North America	320,595	37.1	255,088	42.8	65,507	24.5	9,000	8.6
Europe	343,864	39.8	319,277	53.5	24,586	9.2	64,000	61.0
Oceania	-	-	-	-	-	-	-	-
Asia	37,514	4.3	-	-	37,514	14.0	-	-
Latin America	154,830	17.9	14,603	2.4	140,227	52.4	31,000	29.5
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International organizations	7,259	0.8	7,259	1.2	-	-	923	0.9
Total	864,065	100.0	596,229	100.0	267,836	100.0	104,923	100.0

(Millions of Yen, %)

Region	As of March 31, 2006							
	Foreign securities						Loans to non-residents	
	Foreign bonds		Foreign stocks & other securities		Amount	Percentage		
Amount	Percentage	Amount	Percentage					
North America	333,718	38.7	271,111	43.8	62,606	25.6	9,000	8.6
Europe	341,663	39.6	322,568	52.1	19,095	7.8	64,000	61.0
Oceania	-	-	-	-	-	-	-	-
Asia	36,801	4.3	-	-	36,801	15.1	-	-
Latin America	138,448	16.0	12,849	2.1	125,599	51.5	31,000	29.5
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International organizations	12,671	1.5	12,671	2.0	-	-	923	0.9
Total	863,303	100.0	619,201	100.0	244,102	100.0	104,923	100.0

(15) Valuation Gains on Trading Securities

(Millions of Yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses
Trading securities	-	-	-	-	-	-

(16) Fair Value Information on Securities (with current fair value out of securities excluding trading securities)

(Millions of Yen)

Category	As of September 30, 2005				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Gains	Losses
Held-to-maturity securities	305,909	305,920	11	2,190	2,179
Domestic bonds	223,335	223,130	(205)	1,868	2,074
Monetary claims purchased	77,573	77,790	217	322	105
Certificates of deposit	5,000	4,999	(0)	-	0
Policy reserve matching bonds	1,666,718	1,672,603	5,884	14,084	8,200
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,015,354	2,334,031	318,677	329,074	10,397
Domestic bonds	730,821	742,122	11,300	15,000	3,700
Domestic stocks	398,737	660,739	262,001	263,604	1,602
Foreign securities	762,960	794,988	32,028	36,970	4,941
Bonds	661,348	687,847	26,498	29,787	3,288
Stocks, etc.	101,611	107,141	5,529	7,182	1,653
Other securities	106,116	119,503	13,387	13,456	69
Money claims purchased	16,718	16,677	(41)	43	84
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	3,987,983	4,312,555	324,572	345,350	20,778
Domestic bonds	2,620,876	2,637,855	16,978	30,953	13,974
Domestic stocks	398,737	660,739	262,001	263,604	1,602
Foreign securities	762,960	794,988	32,028	36,970	4,941
Bonds	661,348	687,847	26,498	29,787	3,288
Stocks, etc.	101,611	107,141	5,529	7,182	1,653
Other securities	106,116	119,503	13,387	13,456	69
Monetary claims purchased	94,292	94,468	175	365	190
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 considered as equivalent to securities defined in the Securities and Exchange Law.

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

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(Millions of Yen)

Category	As of September 30, 2005
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stock of subsidiaries and affiliated companies	6,375
Available-for-sale securities	112,981
Unlisted domestic stocks	11,997
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	100,983
Total	119,356

(Millions of Yen)

Category	As of September 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	356,671	349,745	(6,926)	1,254	8,180
Domestic bonds	230,925	225,338	(5,587)	979	6,566
Monetary claims purchased	120,746	119,406	(1,339)	274	1,614
Certificates of deposit	5,000	5,000	0	0	-
Policy reserve matching bonds	1,783,176	1,770,604	(12,571)	4,735	17,307
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	1,932,301	2,331,226	398,924	416,312	17,388
Domestic bonds	675,613	678,982	3,369	7,881	4,512
Domestic stocks	460,015	810,728	350,713	358,171	7,458
Foreign securities	714,609	752,958	38,348	42,742	4,393
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	138,309	156,728	18,419	20,479	2,059
Other securities	59,969	66,868	6,899	7,495	596
Money claims purchased	22,094	21,687	(406)	21	427
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,072,149	4,451,576	379,426	422,302	42,876
Domestic bonds	2,689,715	2,674,925	(14,789)	13,596	28,386
Domestic stocks	460,015	810,728	350,713	358,171	7,458
Foreign securities	714,609	752,958	38,348	42,742	4,393
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	138,309	156,728	18,419	20,479	2,059
Other securities	59,969	66,868	6,899	7,495	596
Monetary claims purchased	142,840	141,094	(1,745)	296	2,042
Certificates of deposit	5,000	5,000	0	0	-
Others	-	-	-	-	-

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

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(Millions of Yen)

Category	As of September 30, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stock of subsidiaries and affiliated companies	6,993
Available-for-sale securities	125,686
Unlisted domestic stocks	14,769
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	110,916
Total	132,679

(Millions of Yen)

Category	As of March 31, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	340,401	336,474	(3,926)	1,342	5,268
Domestic bonds	229,004	227,019	(1,984)	1,305	3,290
Monetary claims purchased	106,397	104,454	(1,942)	36	1,978
Certificates of deposit	5,000	5,000	0	0	-
Policy reserve matching bonds	1,773,298	1,750,945	(22,353)	2,700	25,053
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	1,949,006	2,441,908	492,902	508,904	16,002
Domestic bonds	667,801	668,850	1,049	7,442	6,393
Domestic stocks	466,882	915,698	448,816	449,644	827
Foreign securities	732,794	757,349	24,554	32,807	8,252
Bonds	609,075	619,201	10,125	16,301	6,176
Stocks, etc.	123,719	138,148	14,429	16,505	2,076
Other securities	63,045	82,047	19,001	19,004	2
Money claims purchased	18,482	17,961	(520)	4	525
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,062,706	4,529,328	466,622	512,946	46,324
Domestic bonds	2,670,104	2,646,815	(23,288)	11,448	34,737
Domestic stocks	466,882	915,698	448,816	449,644	827
Foreign securities	732,794	757,349	24,554	32,807	8,252
Bonds	609,075	619,201	10,125	16,301	6,176
Stocks, etc.	123,719	138,148	14,429	16,505	2,076
Other securities	63,045	82,047	19,001	19,004	2
Monetary claims purchased	124,879	122,416	(2,463)	41	2,504
Certificates of deposit	5,000	5,000	0	0	-
Others	-	-	-	-	-

Notes: 1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.

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

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(Millions of Yen)

Category	As of March 31, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stock of subsidiaries and affiliated companies	6,375
Available-for-sale securities	117,893
Unlisted domestic stocks	11,919
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	105,974
Total	124,268

*The followings are total amount of unrealized gains/losses on the carrying value for the yen-valuated foreign securities out of securities without current fair value, and the securities with current fair value.

(Millions of Yen)

Category	As of September 30, 2005				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	305,909	305,920	11	2,190	2,179
Domestic bonds	223,335	223,130	(205)	1,868	2,074
Monetary claims purchased	77,573	77,790	217	322	105
Certificates of deposit	5,000	4,999	(0)	-	0
Policy reserve matching bonds	1,666,718	1,672,603	5,884	14,084	8,200
Stocks of subsidiaries and affiliated companies	6,375	6,375	-	-	-
Available-for-sale securities	2,128,336	2,447,007	318,671	329,074	10,403
Domestic bonds	730,821	742,122	11,300	15,000	3,700
Domestic stocks	410,735	672,737	262,001	263,604	1,602
Foreign securities	863,893	895,916	32,023	36,970	4,946
Bonds	661,348	687,847	26,498	29,787	3,288
Stocks, etc.	202,545	208,069	5,524	7,182	1,658
Other securities	106,116	119,503	13,387	13,456	69
Money claims purchased	16,718	16,677	(41)	43	84
Certificates of deposit	-	-	-	-	-
Others	50	50	-	-	-
Total	4,107,340	4,431,907	324,567	345,350	20,783
Domestic bonds	2,620,876	2,637,855	16,978	30,953	13,974
Domestic stocks	417,110	679,112	262,001	263,604	1,602
Foreign securities	863,893	895,916	32,023	36,970	4,946
Bonds	661,348	687,847	26,498	29,787	3,288
Stocks, etc.	202,545	208,069	5,524	7,182	1,658
Other securities	106,116	119,503	13,387	13,456	69
Monetary claims purchased	94,292	94,468	175	365	190
Certificates of deposit	5,000	4,999	(0)	-	0
Others	50	50	-	-	-

(Millions of Yen)

Category	As of September 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	356,671	349,745	(6,926)	1,254	8,180
Domestic bonds	230,925	225,338	(5,587)	979	6,566
Monetary claims purchased	120,746	119,406	(1,339)	274	1,614
Certificates of deposit	5,000	5,000	0	0	-
Policy reserve matching bonds	1,783,176	1,770,604	(12,571)	4,735	17,307
Stocks of subsidiaries and affiliated companies	6,993	6,993	-	-	-
Available-for-sale securities	2,057,987	2,457,103	399,115	416,504	17,389
Domestic bonds	675,613	678,982	3,369	7,881	4,512
Domestic stocks	474,785	825,498	350,713	358,171	7,458
Foreign securities	825,525	864,065	38,539	42,934	4,394
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	249,225	267,836	18,610	20,670	2,060
Other securities	59,969	66,868	6,899	7,495	596
Money claims purchased	22,094	21,687	(406)	21	427
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,204,829	4,584,446	379,617	422,494	42,877
Domestic bonds	2,689,715	2,674,925	(14,789)	13,596	28,386
Domestic stocks	481,778	832,491	350,713	358,171	7,458
Foreign securities	825,525	864,065	38,539	42,934	4,394
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	249,225	267,836	18,610	20,670	2,060
Other securities	59,969	66,868	6,899	7,495	596
Monetary claims purchased	142,840	141,094	(1,745)	296	2,042
Certificates of deposit	5,000	5,000	0	0	-
Others	-	-	-	-	-

Notes: 1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.

2. Monetary trusts include securities other than trading securities and their carrying value and the current fair value were 50 million yen as of September 30, 2005 (There were no unrealized gains/losses).

(Millions of Yen)

Category	As of March 31, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized	
				Gains	Losses
Held-to-maturity securities	340,401	336,474	(3,926)	1,342	5,268
Domestic bonds	229,004	227,019	(1,984)	1,305	3,290
Monetary claims purchased	106,397	104,454	(1,942)	36	1,978
Certificates of deposit	5,000	5,000	0	0	-
Policy reserve matching bonds	1,773,298	1,750,945	(22,353)	2,700	25,053
Stocks of subsidiaries and affiliated companies	6,375	6,375	-	-	-
Available-for-sale securities	2,066,899	2,559,831	492,931	508,934	16,003
Domestic bonds	667,801	668,850	1,049	7,442	6,393
Domestic stocks	478,801	927,617	448,816	449,644	827
Foreign securities	838,719	863,303	24,584	32,837	8,253
Bonds	609,075	619,201	10,125	16,301	6,176
Stocks, etc.	229,643	244,102	14,458	16,535	2,077
Other securities	63,045	82,047	19,001	19,004	2
Money claims purchased	18,482	17,961	(520)	4	525
Certificates of deposit	-	-	-	-	-
Others	50	50	-	-	-
Total	4,186,975	4,653,627	466,651	512,977	46,325
Domestic bonds	2,670,104	2,646,815	(23,288)	11,448	34,737
Domestic stocks	485,176	933,993	448,816	449,644	827
Foreign securities	838,719	863,303	24,584	32,837	8,253
Bonds	609,075	619,201	10,125	16,301	6,176
Stocks, etc.	229,643	244,102	14,458	16,535	2,077
Other securities	63,045	82,047	19,001	19,004	2
Monetary claims purchased	124,879	122,416	(2,463)	41	2,504
Certificates of deposit	5,000	5,000	0	0	-
Others	50	50	-	-	-

Notes: 1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.

2. Monetary trusts include securities other than trading securities and their carrying value and the current fair value were 50 million yen as of March 31, 2006 (There were no unrealized gains/losses).

(17) Fair Value Information on Monetary Trusts

(Millions of Yen)

Category	As of September 30, 2005					As of September 30, 2006				
	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, 2006				
	Carrying value	Current fair value	Net unrealized gains/losses		
			Gains	Losses	
Monetary trusts	50	50	-	-	

*** Monetary trusts for investment**

(Millions of Yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses
Monetary trusts for investment	-	-	-	-	-	-

*** Monetary trusts for held-to-maturity securities, policy reserve matching bonds and available-for-sale securities**

(Millions of Yen)

Category	As of September 30, 2005					As of September 30, 2006				
	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	-	-	-	-	-	-	-	-	-	
Other monetary trusts	50	50	-	-	-	-	-	-	-	
Jointly operated and designed monetary trusts	50	50	-	-	-	-	-	-	-	
Total	50	50	-	-	-	-	-	-	-	

Category	As of March 31, 2006				
	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	-	-	-	-	
Other monetary trusts	50	50	-	-	
Jointly operated and designed monetary trusts	50	50	-	-	
Total	50	50	-	-	

(18) Fair Value Information on Real Estate

(Millions of Yen)

Category	As of September 30, 2005					As of September 30, 2006				
	Carrying value	Current fair value	Net unrealized gains/losses		Carrying value	Current fair value	Net unrealized gains/losses			
			Gains	Losses			Gains	Losses		
Land	101,079	91,562	(9,516)	3,498	13,014	99,929	96,212	(3,717)	8,153	11,870
Leasehold	156	110	(46)	10	57	156	106	(49)	11	61
Total	101,235	91,673	(9,562)	3,508	13,071	100,086	96,318	(3,767)	8,164	11,931

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains/losses		
			Gains	Losses	
Land	100,866	96,268	(4,597)	8,099	12,697
Leasehold	156	109	(46)	11	58
Total	101,023	96,378	(4,644)	8,111	12,755

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

(19) 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)

(Millions of Yen)

Category	As of September 30, 2005					
	Interest-rate-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	1,726	(17,030)	-	-	-	(15,303)
Hedge accounting not applied	-	(635)	(1,710)	-	-	(2,345)
Total	1,726	(17,665)	(1,710)	-	-	(17,649)

Note: Accrued interest of interest-related net gains/losses applied hedge accounting [96 million yen], currency-related net gains/losses with fair value hedge accounting [(17,030) million yen], and net gains/losses not applied hedge accounting are recorded on the statement of

Category	As of September 30, 2006					
	Interest-rate-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(682)	(8,450)	-	-	-	(9,133)
Hedge accounting not applied	-	(816)	-	-	-	(816)
Total	(682)	(9,267)	-	-	-	(9,950)

Note: Accrued interest of interest-related net gains/losses applied hedge accounting [91 million yen], currency-related net gains/losses with fair value hedge accounting [(8,450) million yen], and net gains/losses not applied hedge accounting are recorded on the statement of

Category	As of March 31, 2006					
	Interest-rate-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(2,083)	(5,577)	-	-	-	(7,660)
Hedge accounting not applied	-	(322)	(986)	-	-	(1,309)
Total	(2,083)	(5,900)	(986)	-	-	(8,969)

Note: Accrued interest of interest-related net gains/losses applied hedge accounting [94 million yen], currency-related net gains/losses with fair value hedge accounting [(5,577) million yen], and net gains/losses not applied hedge accounting are recorded on the statement of

(ii) Interest-rate-related derivative transactions

(Millions of Yen)

Category	Type	As of September 30, 2005			As of September 30, 2006			As of March 31, 2006			
		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
OTC	Interest rate swaps Receipts fixed, payments floating	185,939	125,572	1,726	144,598	133,033	(682)	138,286	123,240	(2,083)	(2,083)
	Total			1,726			(682)			(2,083)	(2,083)

Note: Valuation gains(losses) indicates the current market or fair value.

(Reference) Balance of notional principal of interest rate swapping by term to maturity
(Millions of Yen)

Type	As of September 30, 2005						
	1 year or shorter	1 year to 3 years	3 year to 5 years	5 year to 7 years	7 year to 10 years	Over 10 years	Total
Receipts fixed, payments floating	60,367	55,066	29,665	19,650	21,190	-	185,939
Average rate received	2.89%	1.17%	1.58%	1.65%	1.50%	-	1.88%
Average rate paid	0.51%	0.39%	0.59%	0.55%	0.51%	-	0.49%

Type	As of September 30, 2006						
	1 year or shorter	1 year to 3 years	3 year to 5 years	5 year to 7 years	7 year to 10 years	Over 10 years	Total
Receipts fixed, payments floating	11,565	49,971	37,348	35,400	10,312	-	144,598
Average rate received	1.21%	1.15%	1.53%	1.55%	1.79%	-	1.40%
Average rate paid	0.64%	0.74%	0.97%	0.84%	0.64%	-	0.81%

Type	As of March 31, 2006						
	1 year or shorter	1 year to 3 years	3 year to 5 years	5 year to 7 years	7 year to 10 years	Over 10 years	Total
Receipts fixed, payments floating	15,046	53,413	27,496	34,000	8,330	-	138,286
Average rate received	1.59%	1.18%	1.38%	1.58%	1.63%	-	1.39%
Average rate paid	0.87%	0.38%	0.60%	0.65%	0.28%	-	0.54%

(iii) Currency-related derivative transactions

(Millions of Yen)

Category	Type	As of September 30, 2005			As of September 30, 2006			As of March 31, 2006					
		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 contract												
	Sold	532,273	-	549,939	(17,665)	439,793	-	449,061	(9,267)	422,754	-	428,654	(5,900)
	US dollar	184,273	-	190,080	(5,807)	91,988	-	95,300	(3,312)	84,888	-	86,555	(1,667)
	Euro	243,875	-	248,795	(4,919)	241,818	-	245,460	(3,641)	239,526	-	243,893	(4,366)
	British pound	-	-	-	-	9,948	-	10,093	(144)	-	-	-	-
	Canadian dollar	58,579	-	65,222	(6,643)	47,635	-	49,066	(1,431)	65,459	-	65,005	453
	Swedish krona	45,546	-	45,841	(295)	48,401	-	49,139	(738)	32,879	-	33,199	(320)
Hong Kong dollar	-	-	-	-	0	-	0	(0)	-	-	-	-	
	Total				(17,665)			(9,267)				(5,900)	

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 September 30, 2005			As of September 30, 2006			As of March 31, 2006			
		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
OTC	Stock index futures										
	Bought Put	79,983	-					19,996	-		
		[2,237]	[-]	527	(1,710)			[1,326]	[-]	340	(986)
	Total				(1,710)						(986)

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

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 September 30, 2006 and 2005, and March 31, 2006.

(vi) Others

The Company did not have any balances as of September 30, 2006 and 2005, and March 31, 2006.

4. Status of Separate Account Assets

(1) Balance of Separate Account Assets

(Millions of Yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
	Amount	Amount	Amount
Individual variable insurance	6,137	6,665	6,700
Individual variable annuities	-	-	-
Group annuities	-	-	-
Total of separate account	6,137	6,665	6,700

(2) Status of Individual Variable Insurance (Separate Accounts)

a. Total policy amount in force

(Number, Millions of Yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Number	Amount	Number	Amount	Number	Amount
Variable insurance (term-life)	326	358	307	339	316	349
Variable insurance (whole-life)	543	1,722	533	1,708	541	1,720
Total	869	2,081	840	2,047	857	2,069

b. Asset composition

(Millions of Yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	158	2.6	316	4.7	295	4.4
Securities	5,952	97.0	6,317	94.8	6,361	94.9
Domestic bonds	1,804	29.4	1,783	26.8	1,865	27.8
Domestic stocks	2,321	37.8	2,376	35.6	2,423	36.2
Foreign securities	1,826	29.8	2,158	32.4	2,072	30.9
Foreign bonds	669	10.9	752	11.3	724	10.8
Stocks, etc.	1,157	18.9	1,405	21.1	1,347	20.1
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Others	26	0.4	31	0.5	43	0.6
Reserve for possible loan losses	-	-	-	-	-	-
Total	6,137	100.0	6,665	100.0	6,700	100.0

c. Net investment gains/losses

(Millions of Yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
	Amount	Amount	Amount
Interests, dividends and income from real estate for rent	54	60	106
Gains on sale of securities	126	65	282
Gains on redemption of securities	-	-	-
Valuation gains on securities	1,011	1,226	1,471
Foreign exchange gains, net	0	0	0
Gains from derivatives, net	-	-	-
Other investment income	0	0	0
Losses on sale of securities	133	30	170
Amortization of securities	-	-	-
Devaluation losses on securities	518	1,331	499
Foreign exchange losses, net	1	0	2
Losses from derivatives, net	-	-	-
Other investment expenses	0	0	0
Net investment gains/losses	539	(10)	1,189

d. Valuation gains/losses on trading securities

(Millions of Yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses
Trading securities	5,952	493	6,317	(105)	6,361	972

e. Fair value information on monetary trusts

The Company did not have any balances of monetary trusts as of September 30, 2006 and 2005, and March 31, 2006.

f. Fair value information on derivative transactions

Interest-rate-related derivative transactions	} The Company did not have any balances of these transactions as of September 30, 2006 and 2005, and March 31, 2006.
Currency-related derivative transactions	
Stock-related derivative transactions	
Bond-related derivative transactions	
Others	

(3) Status of Individual Variable Annuities (Separate Accounts)

The Company did not have any balances of individual variable annuities separate accounts as of September 30, 2006 and 2005, and March 31, 2006.

5. Reconciliation to Core Profit and Ordinary Profit

(1) Reconciliation to Core Profit

(Millions of Yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Core Revenues	549,469	476,169	1,020,645
Income from Insurance Premiums	423,442	363,388	823,011
Insurance premiums	423,424	363,258	822,946
Ceded reinsurance recoveries	18	130	64
Investment Income	61,566	69,138	127,495
Interest, dividends and income from real estate for rent	60,938	69,054	126,092
Other investment income	88	83	213
Gains on separate accounts, net	539	-	1,189
Other Ordinary Income	64,460	43,642	70,138
Income related to withheld insurance claims and other payments for future annuity payments	142	457	363
Income due to withheld insurance payments	15,456	11,879	33,467
Reversal of reserve for outstanding claims	-	-	205
Reversal of policy reserves (except contingency reserve)	47,398	29,869	33,066
Reversal of reserve for employees' retirement benefits	517	199	1,235
Other ordinary profit	945	1,235	1,800
Other Core Revenues	-	0	-
Core Expenses	533,158	448,447	982,446
Insurance Claims and Other Payments	469,709	386,532	857,053
Insurance claims	258,115	197,175	458,262
Annuity payments	58,039	64,023	115,815
Insurance benefits	53,877	51,171	106,390
Surrender payments	76,061	47,940	127,283
Other payments	23,452	26,080	49,004
Reinsurance payments	163	141	295
Provision for Policy and Other Reserves	538	767	88
Investment Expenses	3,729	4,229	7,875
Interest expense	808	810	1,624
Provision for general reserve for possible loan losses	(184)	-	-
Depreciation of real estate for rent	1,341	1,223	2,692
Other investment expenses	1,764	2,185	3,558
Losses on separate accounts, net	-	10	-
Operating Expenses	41,616	39,558	82,533
Other Ordinary Expenses	17,563	17,359	34,895
Payments related to withheld insurance claims	11,436	11,297	22,764
Taxes	2,713	2,475	5,234
Depreciation	2,651	2,610	5,339
Provision for reserve for employees' retirement benefits	-	-	-
Other ordinary losses	762	976	1,557
Other Core Expenses	0	-	0
Core Profit	16,311	27,721	38,199

(2) Reconciliation to Ordinary Profit

(Millions of Yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Core profit (A)	16,311	27,721	38,199
Capital gains	28,968	47,219	70,593
Gains from monetary trusts, net	-	-	-
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	28,968	47,202	70,593
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	17	-
Others	-	-	-
Capital losses	19,820	30,479	47,017
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	8,846	21,598	25,458
Devaluation losses on securities	176	22	269
Losses from derivatives, net	10,728	8,858	21,068
Foreign exchange losses, net	69	-	221
Others	-	-	-
Total capital gains/losses (B)	9,147	16,739	23,575
Core profit reflecting capital gains/losses (A) + (B)	25,459	44,461	61,774
Other one-time gains	-	-	-
Ceding reinsurance commissions	-	-	-
Reversal of contingency reserve	-	-	-
Others	-	-	-
Other one-time losses	3,125	4,730	14,819
Reinsurance premiums	-	-	-
Provision for contingency reserve	2,660	4,722	14,819
Provision for specific reserve for possible loans losses	449	-	-
Provision for specific reserve for loans to refinancing countries	-	-	-
Write-off of loans	15	8	-
Others	-	-	-
Other one-time gains/losses (C)	(3,125)	(4,730)	(14,819)
Ordinary profit (A) + (B) + (C)	22,333	39,731	46,954

- Notes:
- As regards six months ended September 30, 2005, income losses of (0) million yen on losses from monetary trusts are included in other core expenses of core profit instead of losses from monetary trusts, net.
 - As regards six months ended September 30, 2006, income gains of 0 million yen on gains from monetary trusts are included in other core revenues of core profit instead of gains from monetary trusts, net.
 - As regards year ended March 31, 2006, income losses of (0) million yen on losses from monetary trusts are included in other core revenues of core profit instead of losses from monetary trusts, net.

6. Disclosed Claims under the Insurance Business Law

(Millions of Yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Claims against bankrupt and quasi-bankrupt obligors a	364	702	632
Claims with collection risk b	1,842	0	0
Claims for special attention c	5,085	4,150	4,748
Sub total a + b + c	7,293	4,854	5,381
% of Total	0.45%	0.32%	0.35%
Claims against normal obligors d	1,623,088	1,497,067	1,535,628
Total a + b' + c + d	1,630,381	1,501,921	1,541,010

- Notes: 1. Claims against bankrupt and quasi-bankrupt obligors are loans to borrowers who are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings and other borrowers in serious financial difficulties.
2. Claims with collection risk are loans to obligors (other than bankrupt and quasi-bankrupt obligors) with deteriorated financial condition and results of operations from which it is unlikely that the principal and interest on the loans will be recovered.
3. Claims for special attention are loans on which principal and/or interest are past due for three months or more and loans with a concessionary interest rate, as well as loans with renegotiated conditions in favor of the borrower, including renegotiated schedule and/or waivers, in each case, other than the loans described in Notes 1 or 2 above.
4. Claims against normal obligors are all other loans.

7. Risk Monitored Loans (Under the Insurance Business Law)

(Millions of Yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Loans to bankrupt companies a	179	430	193
Past due loans Restructured loans b	2,027	272	439
Loans overdue for three months or more c	5,024	4,109	4,698
Restructured loans d	61	40	49
Total a + b + c + d	7,293	4,854	5,381
% of total loans =e	0.45%	0.32%	0.35%
Specific reserve for possible loan losses f	1,518	196	193
General reserve for possible loan losses g	1,567	1,431	1,482
Amount covered by collateral and guarantees h	5,515	4,521	5,015
Sub total e - f - g - h	(1,309)	(1,296)	(1,310)
Coverage ratio A [f + g] / e	42.3%	33.6%	31.2%
Coverage ratio B [f + g + h] / e	117.9%	126.7%	124.4%

- Notes: 1. Certain Past due loans and loans to bankrupt companies were written off and charged to the reserve for possible loan losses. Past due loans decreased due to write-offs in the amounts of 15 million yen, 8 million yen and 871 million yen as of September 30, 2005, September 30, 2006 and March 31, 2006, respectively.
2. Loans to bankrupt companies are loans to obligors that are subject to bankruptcy, corporate reorganization, or rehabilitation or other similar proceedings on which a company has stopped accruing interest after determining that collection or repayment of principal or interest is impossible due to a significant delay in payment of principal or interest or for some other reason.
3. Past due loans are loans (other than the loans described in Note 2 above and the loans for which due dates for interest payments have been rescheduled for purposes of restructuring or supporting the obligor) on which a company has stopped accruing interest based on self-assessment.
4. Loans overdue for three months or more are loans, other than the loans described in Note 2 or 3 above, on which principal and/or interest are in arrears for three months or more.
5. Restructured loans are loans, other than the loans described in Note 2, 3, or 4 above, for which agreements have been made between the relevant parties to provide a concessionary interest rate, rescheduling of due dates for interest and/or principal payments, waiver of claims, and/or other terms in favor of the obligor for purposes of restructuring or supporting the obligor.

(Reference) Reserve for Possible Loan Losses

(1) Reserve for Possible Loan Losses

(Millions of Yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
General reserve for possible loan losses	1,567	1,431	1,482
Specific reserve for possible loan losses	1,520	200	197
Specific reserve for loans to refinancing countries	-	-	-
Total	3,088	1,632	1,680

(2) Specific Reserve for Possible Loan Losses

(Millions of Yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Transfer	1,520	200	197
Reversal	1,070	196	199
Net transfer	449	3	(1)

Note: The amount of reversal indicated above does not include the amount of reversal made for any specific purpose.

(3) Specific Reserve for Loans to Refinancing Countries

a. Specific reserve for loans to refinancing countries

The Company held no specific reserve for loans to refinancing countries as of September 30, 2005, September 30, 2006 and March 31, 2006.

b. Loan outstanding by country

The Company held no loan outstanding by country as of September 30, 2005, September 30, 2006 and March 31, 2006.

(4) Write-off of Loans

(Millions of Yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Write-off of loans	15	8	-

Note: The amounts of loan write-offs are those representing the portions of the relevant collateralized or guaranteed credits to Bankrupt Debtors and Effectively Bankrupt Debtors that remain unrecoverable, after deduction of the amounts equivalent to those deemed recoverable by way of valuation of collateral or execution of guarantee, and are reduced directly from the relevant aggregate credits.

(Reference) Self-Assessment of Loans

Self-assessment of assets means individually reviewing each asset, and categorizing it according to risks in collection or deterioration of the value as an asset, which should provide the basis for adequate write-offs or reservation, and creation of reliable financial statements.

According to their risks in collection or deterioration of the value as an asset, assets are categorized into four classes from Class I - IV. Class I is composed of assets with no problem.

Taiyo Life has established the internal criteria for self-assessment, and write-offs and reservation, and is carrying out strict self-assessment, and write-offs and reserve.

In the results of self-assessment as of September 30, 2006, the Company deducted all assets categorized Class IV as uncollectible, and calculated the expected losses on each asset in Class III, and added the adequate reserve. Thus, the Company is making efforts to keep soundness of its assets.

Self-Assessment of Loans

(Millions of Yen)

Classifications	As of September 30, 2005		As of September 30, 2006		As of March 31, 2005	
	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation
Class I	1,605,976	1,607,494	1,482,617	1,482,814	1,518,782	1,518,976
Class II	22,800	22,800	19,107	19,107	22,033	22,033
Class III	1,604	86	196	0	193	0
Class IV	15	-	8	-	871	-
Total exposures	1,630,397	1,630,381	1,501,929	1,501,921	1,541,881	1,541,010

Note: The total exposures include securities lent, guarantee endorsements, interest payable and suspense payments in addition to loans. The interest payable and suspense payments included here are limited to those related to loans and securities lent.

8. Solvency Margin Ratio

(Millions of Yen)

Items	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Total solvency margin (A)	667,812	787,501	844,762
Net assets (less certain items)	116,586	161,971	98,966
Reserve for price fluctuations	13,170	29,437	26,059
Contingency reserve	59,084	75,966	71,244
Reserve for possible loan losses	1,567	1,431	1,482
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent, if gains; x 100 per cent, if losses)	286,804	359,203	443,638
Net unrealized gains (losses) on real estate (x 85 per cent, if gains; x 100 per cent, if losses)	(9,562)	(40,164)	(4,644)
Excess of amount of policy surrender payment	79,703	66,723	72,383
Unallotted portion of reserve for policyholder dividends	22,179	22,458	22,295
Future profits	5,856	6,339	6,339
Deferred tax assets	37,421	49,134	51,996
Subordinated debt	55,000	55,000	55,000
Deductible items	-	-	-
Total risk $\sqrt{R_1^2 + (R_2 + R_3 + R_4)^2} + R_5$ (B)	134,947	154,921	161,631
Insurance risk R_1	36,505	37,080	36,831
Assumed investment yield risk R_2	24,780	24,109	24,255
Investment risk R_3	101,726	122,501	129,193
Business risk R_4	3,260	3,674	3,805
Minimum guarantee risk R_5	18	19	19
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	989.7%	1,016.6%	1,045.2%

- Notes: 1. The above figures are 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.
2. "Net assets (less certain items)" as of September 30, 2006 represents net assets on the balance sheet less total valuation and translation adjustments, and estimated appropriation paid in cash. As of September 30, 2005 and March 31, 2006, "Net assets (less certain items)" above represents equity capital on the balance sheet less net unrealized gains on securities, and estimated appropriation paid in cash.
3. The figures of "minimum guarantee risk" are calculated on the basis of the regulatory standard.

9. Adjusted Net Assets

(Millions of Yen)

Item	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Adjusted net assets	606,852	686,278	757,580

Note: Foregoing were calculated according to the orders providing classifications, etc. that are stipulated in 132.2 of Insurance Business Law, and descriptions provided in Notification No. 2 issued in January 1999 by Financial Supervisory Agency and Ministry of Finance.

**Supplementary Data for the Six Months Ended September 30, 2006
Non-Consolidated Financial Results at Press Conference**

(1) Sales Results

		Six Months Ended September 30, 2006	% Change from Fiscal Year Ended Mar. 31, 2006	% Change from Six Months Ended Sept. 30, 2005	Fiscal Year Ended March 31, 2006	Six Months Ended September 30, 2005
Annualized Premiums of New Policies	(MY)	18,769	-	(11.9%)	41,737	21,311
3rd Sector Products	(MY)	6,909	-	(0.1%)	14,249	6,919
Annualized Premiums of Total Policies	(MY)	679,706	(2.2%)	(4.6%)	695,143	712,657
3rd Sector Products	(MY)	111,500	1.9%	3.8%	109,472	107,446
Income from Insurance Premiums	(MY)	363,388	-	(14.2%)	823,011	423,442
Individual Insurance and Annuities	(MY)	289,378	-	(6.6%)	609,247	309,936
Group Insurance and Annuities	(MY)	73,298	-	(35.1%)	212,543	112,929
New Policy Amount	(MY)	1,176,571	-	(20.3%)	2,838,316	1,475,419
Policy Amount in Force	(MY)	17,749,273	0.9%	2.4%	17,591,527	17,333,730
Surrender and Lapse Amount	(MY)	749,477	-	(7.8%)	1,644,026	812,767
Surrender and Lapse Rate	(%)	4.26	-	(0.53 points)	9.69	4.79

Notes:

1. The above figures excluding income from insurance premiums represent total amounts of individual insurance and annuities.
2. The annualized premiums are calculated by multiplying monthly premiums by 12, and dividing lump-sum payments by the insurance period.
3. Surrender and lapse amount does not include reinstatement.
4. Surrender and lapse rates for the six months ended September 30, 2006 and 2005 are not annualized.

(2) Assets

		As of September 30, 2006	% Change from Mar. 31, 2006	% Change from Sept. 30, 2005	As of March 31, 2006	As of September 30, 2005
Total Assets	(MY)	6,491,309	(1.5%)	1.3%	6,591,994	6,409,761
Adjusted Net Asset	(MY)	686,278	(9.4%)	13.1%	757,580	606,852
Adjusted Net Asset/ General Account Assets	(%)	10.6	(0.9 points)	1.1 points	11.5	9.5
Solvency Margin Ratio	(%)	1,016.6	(28.6 points)	26.9 points	1,045.2	989.7

Note: Adjusted net asset is calculated based on the regulatory standard.

(3) Core Profit / Negative Spread

		Six Months Ended September 30, 2006	% Change from Fiscal Year Ended Mar. 31, 2006	% Change from Six Months Ended Sept. 30, 2005	Fiscal Year Ended March 31, 2006	Six Months Ended September 30, 2005
Core Profit	(MY)	27,721	-	69.9%	38,199	16,311

		Fiscal Year Ending March 31, 2007 (Forecast)	Fiscal Year Ended March 31, 2006
Negative Spread	(MY)	37,000	38,525

(4) Policy and Other Reserves

		As of September 30, 2006	Change from Mar. 31, 2006	Change from Sept. 30, 2005	As of March 31, 2006	As of September 30, 2005
Policy Reserve (Note)	(MY)	5,710,016	(29,869)	(15,537)	5,739,885	5,725,553
General Account	(MY)	5,709,328	(29,850)	(15,546)	5,739,179	5,724,874
Separate Account	(MY)	687	(18)	8	706	679
Reserve for Price Fluctuations	(MY)	29,437	3,377	16,266	26,059	13,170
Contingency Reserve	(MY)	75,966	4,722	16,881	71,244	59,084
Contingency Reserve 1	(MY)	45,195	482	907	44,713	44,287
Contingency Reserve 2	(MY)	30,760	4,240	15,974	26,520	14,786
Contingency Reserve 3	(MY)	10	-	0	10	10
Contingency Reserve Fund	(MY)	-	-	-	-	-
Price Fluctuation Reserve Fund	(MY)	-	-	-	-	-
Appropriated Retained Earnings for General Purpose	(MY)	40,000	-	-	40,000	40,000

Notes:

- The amount of policy reserve excludes the amount of contingency reserve.
- Appropriated retained earnings for general purposes as of March 31, 2006 is total amount after the appropriation of profit.

(5) Unrealized Gains/ Losses

		As of September 30, 2006	Change from Mar. 31, 2006	Change from Sept. 30, 2005	As of March 31, 2006	As of September 30, 2005
Securities	(MY)	379,426	(87,195)	54,853	466,622	324,572
Domestic Stocks	(MY)	350,713	(98,103)	88,711	448,816	262,001
Domestic Bonds	(MY)	(14,789)	8,498	(31,768)	(23,288)	16,978
Foreign Securities	(MY)	38,348	13,794	6,320	24,554	32,028
Real Estate (domestic land and lease)	(MY)	(3,767)	877	5,795	(4,644)	(9,562)

(6) Impairment of Fixed Assets

		Six Months Ended September 30, 2006	% Change from Fiscal Year Ended Mar. 31, 2006	% Change from Six Months Ended Sept. 30, 2005	Fiscal Year Ended March 31, 2006	Six Months Ended September 30, 2005
Impairment Loss	(MY)	1,373	(58.7%)	(55.7%)	3,322	3,099

(7) Investment for the Six Months Ended September 30, 2006

		Net Increase (decrease)	Second Half Year Ending March 31, 2007 (Planned)
Domestic Stocks	(MY)	(3,398)	Level-Off
Domestic Bonds	(MY)	19,611	Increase
Foreign Stocks	(MY)	19,582	Slight increase
Foreign Bonds	(MY)	(32,775)	Level-Off
Real Estate	(MY)	(2,738)	Level-Off

Note: Net increase (decrease) is based on carrying value before mark-to-market.

(8) Level of Indices where Unrealized Gains/ Losses on Assets are Break-even as of September 30, 2006

		As of September 30, 2006	
NIKKEI Average	(yen)	approx.	9,150
TOPIX	(point)	approx.	910
Domestic Bonds	(%)	approx.	1.6
Foreign Securities	(yen)	approx.	108

Notes:

1. The indices for Yen-Denominated Bonds are calculated on a 10-Year JGB yield basis (September 30, 2006: 1.67%).
2. The indices of Foreign Securities is calculated based on a U.S. dollar/ yen rate basis (September 30, 2006: 117.90 yen). Currency hedged position to which hedge accounting rule is applied are excluded in the calculation.

(9) Performance Forecast for the Fiscal Year Ending March 31, 2007

		Fiscal Year Ending March 31, 2007
Income from Insurance Premiums	(BY)	770
Core Profit	(BY)	38
Policy Amount in Force	(BY)	17,750
Annualized Premiums of Total Policies	(BY)	670

Notes:

1. Policy amount in force includes individual insurance and annuities.
2. 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 of risks and uncertainties that may affect the Company's businesses.

(10) Cross Holdings with Domestic Banks as of September 30, 2006**a. Contributions from Domestic Banks**

		As of September 30, 2006
Funds	(MY)	-
Subordinated Loans and Debentures	(MY)	30,000

b. Contributions to Domestic Banks

		As of September 30, 2006
Bank Stocks Held	(MY)	122,185
Subordinated Loans and Debentures	(MY)	318,054

(11) Number of Employees

		As of September 30, 2006	% Change from Mar. 31, 2006	% Change from Sept. 30, 2005	As of March 31, 2006	As of September 30, 2005
In-house Sales Representatives	(number)	8,400	(6.3%)	(6.6%)	8,963	8,997
Administrative personnel	(number)	2,765	2.3%	(0.1%)	2,704	2,769

(12) OTC Sales through Banks

The Company is not applicable since the Company does not offer its products OTC through banks.

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the six months ended September 30, 2006)

November 16, 2006

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/>
 Date of Board Meeting for Settlement of Accounts: November 16, 2006
 Application of Share Unit System: No

1. Non-Consolidated Operating Results for the Six Months Ended September 30, 2006 (April 1, 2006 - Sep. 30, 2006)**(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
Six months ended Sep. 30, 2006	¥524,406 million	(6.1)	¥54,051 million	19.5	¥59,755 million	36.8	¥19,500 million (2.0)
Six months ended Sep. 30, 2005	¥558,424 million	0.3	¥45,244 million	(4.7)	¥43,684 million	(15.9)	¥19,905 million 51.5
Year ended March 31, 2006	¥1,062,452 million	0.3	¥99,445 million	3.8	¥96,105 million	(6.4)	¥39,099 million 17.4

	Net Income Per Share
Six months ended Sep. 30, 2006	¥13,000.30
Six months ended Sep. 30, 2005	¥13,270.12
Year ended March 31, 2006	¥26,004.80

Notes:

- Average number of outstanding shares during the term: for the six months ended September 30, 2006: 1,500,000; for the six months ended September 30, 2005: 1,500,000; for the fiscal year ended March 31, 2006: 1,500,000
- Changes in method of accounting: Applicable
- % changes for ordinary revenues and ordinary profit, etc. are presented in comparison with the same term of the previous fiscal year.
- 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 September 30, 2006	¥6,302,087 million	¥547,681 million	8.7%	¥365,120.92
As of September 30, 2005	¥6,106,722 million	¥437,832 million	7.2%	¥291,888.52
As of March 31, 2006	¥6,406,113 million	¥590,221 million	9.2%	¥393,419.43

Notes:

- Number of outstanding shares at the end of the term: as of September 30, 2006: 1,500,000; as of September 30, 2005: 1,500,000; as of March 31, 2006: 1,500,000.
- Number of treasury stock at the end of the term: None

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

Daido Life's forecasts are omitted. Please refer to T&D Holdings' "Consolidated Forecasts for the Year Ending March 31, 2007" section in this material "Consolidated Financial Summary for the six months ended September 30, 2006".

3. Dividends

	Cash Dividends per Share		
	Interim	Year-End	Annual
Year Ended March 31, 2006 (Result)	¥-	¥5,977.00	¥5,977.00
Year Ending March 31, 2007 (Result)	¥-	¥-	¥-

Daido Life Unaudited Non-Consolidated Condensed Balance Sheets

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Assets:						
Cash and deposits	249,006	4.1	228,503	3.6	304,368	4.8
Cash	70		91		71	
Deposit	248,935		228,411		304,296	
Call loans	115,000	1.9	136,000	2.2	80,000	1.3
Monetary claims purchased	152,382	2.5	263,726	4.2	156,218	2.4
Monetary trusts	222,697	3.6	142,992	2.3	242,674	3.8
Securities	4,095,173	67.1	4,368,341	69.3	4,435,668	69.2
Government bonds	254,879		239,089		246,175	
Municipal bonds	996,650		922,845		960,107	
Corporate bonds	1,095,174		1,038,000		1,079,760	
Domestic stocks	487,680		547,149		609,122	
Foreign securities	572,944		773,346		673,504	
Other securities	687,844		847,910		866,998	
Loans	1,064,562	17.4	959,308	15.2	986,252	15.4
Policy loans	81,206		79,734		81,278	
Commercial loans	983,356		879,574		904,974	
Property and equipment	145,298	2.4	-	-	143,009	2.2
Land	82,291		-	-	81,141	
Buildings	60,709		-	-	58,567	
Equipment	1,193		-	-	1,159	
Construction in progress	1,104		-	-	2,141	
Tangible fixed assets	-	-	142,961	2.3	-	-
Land	-	-	80,207		-	-
Buildings	-	-	57,616		-	-
Construction in progress	-	-	3,937		-	-
Other tangible fixed assets	-	-	1,199		-	-
Intangible fixed assets	-	-	7,458	0.1	-	-
Software	-	-	6,338		-	-
Other intangible fixed assets	-	-	1,119		-	-
Due from agencies	1,477	0.0	1,445	0.0	1,548	0.0
Due from reinsurers	1,201	0.0	1,191	0.0	1,261	0.0
Other assets	61,501	1.0	51,518	0.8	56,800	0.9
Accounts receivable	16,643		20,325		15,596	
Prepaid expenses	3,948		4,587		2,676	
Accrued income	17,677		18,660		18,606	
Deposit for rent	3,825		4,198		4,262	
Margin for futures contracts	-		31		1,739	
Derivatives	435		1,272		3,772	
Deferred valuation losses on hedge	329		-		-	
Suspense payable	9,109		751		756	
Other assets	9,532		1,690		9,389	
Reserve for possible loan losses	(1,580)	(0.0)	(1,361)	(0.0)	(1,687)	(0.0)
Total assets	6,106,722	100.0	6,302,087	100.0	6,406,113	100.0

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Liabilities:						
Policy reserves	5,446,550	89.2	5,459,613	86.6	5,476,012	85.5
Reserve for outstanding claims	42,292		44,178		43,721	
Policy reserve	5,276,589		5,295,400		5,306,524	
Reserve for policyholder dividends	127,668		120,034		125,766	
Due to reinsurers	429	0.0	334	0.0	448	0.0
Commercial paper	15,000	0.2	30,000	0.5	20,000	0.3
Other liabilities	45,898	0.8	46,132	0.7	76,844	1.2
Cash collateral receiving under security landing contracts	5,048		-		20,275	
Income taxes payable	1,938		2,645		2,730	
Accounts payable	10,706		12,329		23,631	
Accrued expenses	8,532		9,109		9,382	
Unearned income	3,546		3,746		3,527	
Deposit received	601		553		781	
Guarantee deposits	5,636		5,667		5,536	
Margin for futures contracts	450		-		-	
Derivatives	5,851		8,985		4,257	
Deferred valuation gains on hedge	-		-		3,360	
Suspense receipt	3,584		3,095		3,361	
Reserve for bonuses to directors and corporate auditors	-		31	0.0	-	
Reserve for employees' retirement benefits	66,034	1.1	67,412	1.1	67,316	1.1
Reserve for directors' and corporate auditors' retirement benefits	1,645	0.0	1,762	0.0	1,760	0.0
Reserve for price fluctuations	36,045	0.6	55,022	0.9	47,571	0.7
Deferred tax liabilities	57,285	0.9	94,095	1.5	125,937	2.0
Total liabilities	5,668,889	92.8	5,754,405	91.3	5,815,892	90.8
Stockholders' equity:						
Common stock	75,000	1.2	-	-	75,000	1.2
Capital surplus	54	0.0	-	-	54	0.0
Retained earnings	112,942	1.9	-	-	132,137	2.0
Legal reserve for future losses	7,345		-	-	7,345	
Appropriated retained earnings	74,623		-	-	74,619	
Provision for advanced depreciation on real estate	1,559		-	-	1,559	
Provision for 100th anniversary project	64		-	-	60	
General reserve	73,000		-	-	73,000	
Unappropriated retained earnings	30,973		-	-	50,172	
Net unrealized gains on securities	249,836	4.1	-	-	383,030	6.0
Total stockholders' equity	437,832	7.2	-	-	590,221	9.2
Total liabilities and stockholders' equity	6,106,722	100.0	-	-	6,406,113	100.0
Net assets:						
Common stock	-	-	75,000	1.2	-	-
Capital surplus	-	-	54	0.0	-	-
Retained earnings	-	-	142,579	2.3	-	-
Legal reserve for future losses	-	-	9,157		-	-
Other retained earnings	-	-	133,422		-	-
Provision for advanced depreciation on real estate	-	-	1,559		-	-
Provision for 100th anniversary project	-	-	15		-	-
General reserve	-	-	100,000		-	-
Unappropriated retained earnings	-	-	31,846		-	-
Total stockholders' equity	-	-	217,633	3.5	-	-
Net unrealized gains on securities	-	-	329,352	5.2	-	-
Gains on deferred hedge	-	-	694	0.0	-	-
Total valuation and translation adjustments	-	-	330,047	5.2	-	-
Total net assets	-	-	547,681	8.7	-	-
Total liabilities and net assets	-	-	6,302,087	100.0	-	-

Daido Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Ordinary revenues	558,424	100.0	524,406	100.0	1,062,452	100.0
Income from insurance premiums	435,365		432,069		871,153	
Insurance premiums	434,681		431,479		870,134	
Ceded reinsurance recoveries	684		589		1,018	
Investment income	83,365		79,293		180,674	
Interest, dividends and income from real estate for rent	52,369		63,054		106,987	
Interest income from deposits	2,530		3,332		5,343	
Interest income and dividends from securities	36,645		46,036		75,571	
Interest income from loans	9,930		9,520		19,304	
Interest from real estate for rent	3,169		3,165		6,352	
Other income from interest and dividends	93		998		415	
Gains from monetary trust, net	923		1,361		3,664	
Gains on investment in trading securities, net	9,561		3,147		22,157	
Gains on sales of securities	5,856		10,391		16,449	
Gains on redemption of securities	467		-		467	
Other investment income	1,309		1,339		2,595	
Gains on separate accounts, net	12,877		-		28,352	
Other ordinary income	39,694		13,042		10,624	
Income related to withheld insurance claims and other payments for future annuity payments	199		71		297	
Income due to withheld insurance payments	1,376		1,216		3,177	
Reversal of reserve for outstanding claims	5,329		-		3,900	
Reversal of policy reserve	32,123		11,123		2,188	
Other ordinary profit	665		631		1,060	
Ordinary expenses	513,179	91.9	470,354	89.7	963,007	90.6
Insurance claims and other payments	432,693		381,226		791,872	
Insurance claims	170,879		142,561		308,591	
Annuity payments	13,227		13,367		27,259	
Insurance benefits	92,680		88,784		175,698	
Surrender payments	98,811		115,193		203,007	
Other payments	56,583		20,820		76,220	
Reinsurance premiums	510		498		1,093	
Provision for policy and other reserves	460		896		906	
Provision for reserve for outstanding claims	-		457		-	
Interest portion of reserve for policyholder dividends	460		439		906	
Investment expenses	18,571		25,495		46,696	
Interest expenses	11		52		25	
Losses on sales of securities	943		5,637		1,045	
Devaluation losses on securities	512		1,167		547	
Losses from derivatives, net	10,420		9,913		31,227	
Foreign exchange losses, net	2,323		2,936		4,924	
Depreciation of real estate for rent	1,364		1,222		2,698	
Other investment expenses	2,994		4,008		6,227	
Losses on separate accounts, net	-		557		-	
Operating expenses	55,077		55,995		109,262	
Other ordinary expenses	6,376		6,741		14,268	
Payments related to withheld insurance claims	794		1,067		1,914	
Taxes	3,298		3,327		6,572	
Depreciation	2,015		2,042		4,075	
Provision for reserve for employees' retirement benefits	97		96		1,379	
Other ordinary losses	170		207		326	
Ordinary profit	45,244	8.1	54,051	10.3	99,445	9.4

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Extraordinary gains	432	0.1	473	0.1	961	0.1
Gains on sales of property and equipment	162		-		791	
Gains on sales of fixed assets	-		4		-	
Reversal of reserve for possible loan losses	253		326		139	
Recoveries of bad debts previously written-off	16		13		30	
Gains on sales of stocks of affiliated companies	-		128		-	
Extraordinary losses	4,300	0.8	8,879	1.7	16,563	1.6
Losses on sales, disposal and devaluation of property and equipment	525		-		1,257	
Losses on sales, disposal and devaluation of fixed assets	-		510		-	
Impairment loss	270		525		270	
Provision for reserve for price fluctuations	3,461		7,451		14,987	
Provision for 100th anniversary project	43		44		47	
Headquarters removal costs	-		348		-	
Provision for reserve for policyholder dividends	13,280	2.4	12,729	2.4	27,310	2.6
Income before income taxes	28,096	5.0	32,916	6.3	56,532	5.3
Current income taxes	11,396	2.0	15,312	2.9	27,266	2.5
Deferred income taxes	(3,205)	(0.6)	(1,897)	(0.3)	(9,833)	(0.9)
Net income	19,905	3.6	19,500	3.7	39,099	3.7
Unappropriated retained earnings at beginning of period	11,024		-		11,024	
Transfer from provision for 100th anniversary project	43		-		47	
Unappropriated retained earnings at end of period	30,973		-		50,172	

Supplementary Materials for the Six Months Ended September 30, 2006

Percentages are rounded to the nearest relevant percentage point.

Therefore, the sums of each percentage do not always amount to 100%.

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1. Business Highlights

(1) Total Policy Amount in Force

(Number, 100 Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006						As of March 31, 2006	
	Number	Amount	Number			Amount			Number	Amount
			% Change	% change from Previous FYE		% Change	% change from Previous FYE			
Individual insurance	2,000,862	385,608	1,989,397	99.4	99.5	387,520	100.5	100.0	1,998,717	387,711
Individual annuities	146,805	12,202	152,060	103.6	101.2	12,380	101.5	100.1	150,324	12,369
Subtotal	2,147,667	397,810	2,141,457	99.7	99.6	399,901	100.5	100.0	2,149,041	400,080
Group insurance	-	122,123	-	-	-	119,772	98.1	99.6	-	120,196
Group annuities	-	20,440	-	-	-	19,754	96.6	97.4	-	20,279

Notes:

1. Policy amounts 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.

(2) New Policy Amount

(Number, 100 Millions of yen, %)

Category	Six Months Ended September 30, 2006					
	Number		Amount			
	% Change		% Change	New Policies	Increase from Conversion	
Individual insurance	115,113	96.9	21,992	104.8	22,029	(36)
Individual annuities	4,891	100.4	399	86.6	399	0
Subtotal	120,004	97.1	22,392	104.4	22,429	(36)
Group insurance	-	-	412	330.9	412	
Group annuities	-	-	0	408.2	0	

Category	Six Months Ended September 30, 2005				Year Ended March 31, 2006			
	Number	Amount			Number	Amount		
		New Policies	Increase from Conversion			New Policies	Increase from Conversion	
Individual insurance	118,762	20,995	20,972	22	234,082	41,929	41,888	40
Individual annuities	4,872	461	461	(0)	11,471	998	998	0
Subtotal	123,634	21,457	21,434	22	245,553	42,927	42,886	40
Group insurance	-	124	124		-	543	543	
Group annuities	-	0	0		-	0	0	

Notes:

1. The number of new policies includes increase from conversion.
2. The new policy amount including 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 annuity is equal to the initial premium payment.

(3) Annualized Premiums**a. Policies in force**

(Millions of yen, %)

Category	As of September 30, 2005	As of September 30, 2006			As of March 31, 2006
	Amount	Amount	% Change	% Change from Previous FYE	Amount
Individual Insurance	633,137	644,144	101.7	100.8	639,101
Individual annuities	45,452	46,040	101.3	100.9	45,645
Total	678,589	690,185	101.7	100.8	684,746
3rd sector	61,100	59,804	97.9	98.6	60,631

b. New policies

(Millions of yen, %)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006		Year ended March 31, 2006
	Amount	Amount	% Change	Amount
Individual Insurance	40,286	40,426	100.3	79,131
Individual annuities	1,320	1,599	121.1	3,758
Total	41,606	42,025	101.0	82,889
3rd sector	2,008	1,898	94.6	3,916

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.

(4) Term Insurance Policies by Dividend Type (Individual insurance and annuities)

(100 millions of yen, %)

Category	As of September 30, 2005				Six months ended September 30, 2005			
	Policies in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	763,857	53.0	205,146	57.6	22,931	24.4	5,592	27.4
Semi-participating	305,738	21.2	80,659	22.6	17,598	18.8	5,133	25.2
Non-participating	372,779	25.8	70,522	19.8	53,362	56.8	9,678	47.4
Total	1,442,374	100.0	356,327	100.0	93,891	100.0	20,403	100.0

Category	As of September 30, 2006				Six months ended September 30, 2006			
	Policies in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	722,464	49.4	192,220	53.4	17,714	18.8	4,142	19.2
Semi-participating	302,139	20.6	80,391	22.3	6,172	6.5	1,583	7.4
Non-participating	438,499	30.0	87,359	24.3	70,404	74.7	15,825	73.4
Total	1,463,102	100.0	359,972	100.0	94,290	100.0	21,551	100.0

Category	As of March 31, 2006				Year ended March 31, 2006			
	Policies in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	748,570	51.3	200,392	55.8	44,648	24.1	10,877	26.7
Semi-participating	310,352	21.3	82,378	22.9	36,602	19.8	10,362	25.4
Non-participating	399,028	27.4	76,565	21.3	103,810	56.1	19,527	47.9
Total	1,457,950	100.0	359,336	100.0	185,060	100.0	40,767	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 conversions.

(5) Average Amount of New Policies and Amount in Force (Individual insurance)

(Thousands of yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Average amount of new policies	17,868	19,327	18,100
Average amount in force	19,272	19,479	19,398

Note: The average amount of new policies does not include increase from conversion.

(6) New Policy Rate (New policy amount / Amount in force at the beginning of fiscal year)

(%)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Individual insurance	5.45	5.68	10.9
Individual annuities	4.02	3.42	8.7
Subtotal	5.41	5.62	10.8
Group insurance	0.10	0.34	0.5

Notes: 1. The above figures do not include increase from conversion.
2. The figures of the six months ended September 30, 2006 and 2005 are not annualized.

(7) Surrender and Lapse Rate (Surrender and lapse amount / Amount in force at the beginning of fiscal year)

(%)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Individual insurance	4.54	5.01	8.72
Individual annuities	2.28	2.44	4.84
Subtotal	4.47	4.93	8.60
Group insurance	0.90	1.43	3.72

Notes: 1. The figures of the six months ended September 30, 2005 and 2006 are not annualized.

2. Surrender and lapse rate represents adjusted rate including increase and decrease of policy amount and reinstatement.

(Reference) Surrender and lapse rate without adjustments

(%)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Individual insurance and annuities	3.97	4.41	7.66

Note: The figures of the six months ended September 30, 2005 and 2006 are not annualized.

(8) Surrender and Lapse Amount

(Number, 100 Millions of yen, %)

Category	Six Months Ended September 30, 2005			
	Number		Amount	
		% Change		% Change
Individual insurance	94,557	97.1	15,505	98.7
Individual annuities	2,491	108.0	246	107.5
Subtotal	97,048	97.4	15,752	98.8
Group insurance	-	-	64	10.5

Category	Six Months Ended September 30, 2006				Year Ended March 31, 2006	
	Number		Amount		Number	Amount
		Percentage		Percentage		
Individual insurance	97,954	103.6	17,383	112.1	181,901	29,873
Individual annuities	2,804	112.6	271	109.9	5,191	526
Subtotal	100,758	103.8	17,654	112.1	187,092	30,400
Group insurance	-	-	444	690.2	-	25,446

(9) Average Premium Amount of Individual Insurance New Policies (Monthly premium)

(Yen)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Average Premium Amount	227,627	241,554	230,047

Note: The above figures do not include increase from conversion.

(10) Average Assumed Investment Yield and Negative Spread

(Millions of yen, %)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Amount of negative spread	16,364	5,237	29,390
Investment yield on core profit (annualized)	1.95%	2.34%	1.99%
Average assumed investment yield (annualized)	2.60%	2.55%	2.58%
Individual insurance and annuities	3.48%	3.33%	3.41%
Policy reserve in general account	5,047,148	5,054,744	5,028,258

Notes:

- Negative spread is calculated by the following method:
For six months ended September 30, 2006 and 2005: (Investment yield on core-profit-average assumed investment yield) x policy reserves in general accounts x 1/2
For the year ended March 31, 2006: (Investment yield on core-profit-average assumed investment yield) x policy reserves in general accounts*
 - Investment yield on core profit is calculated by the following method:
(Net investment gains / losses (general account only) in core profit - interest portion of reserve for policyholder dividends) / policy reserves in general account.*
 - Average assumed investment yield is an investment yield for policy reserves in general accounts of assumed interests.*
 - Investment yield for six months ended September 30, 2005 and 2006 is annualized.*
 - Policy reserves in general accounts are calculated by the following method:
(Policy reserves* at the beginning of the year + policy reserves* at the end of the year - assumed interests) x 1/2*
- *Policy reserves represent policy reserves within general accounts except contingency reserve.*

(11) Mortality Rate for Individual Insurance

(%o)

Category	Six months ended September 30, 2005	Six months ended September 30, 2006	Year ended March 31, 2006
Rate based on number of policies	1.88	1.75	3.88
Rate based on policy amount	2.00	1.87	3.97

Note: The figures of the six months ended September 30, 2005 and 2006 are not annualized.

(12) Reserve for Outstanding Claims

(Millions of yen)

Category		As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Insurance claims	Death benefits	26,691	26,647	25,989
	Accidental death benefits	437	884	836
	Disability benefits	5,606	5,598	5,301
	Maturity benefits	687	2,072	1,696
	Others	36	63	67
	Subtotal	33,459	35,266	33,890
Annuity payments		118	209	152
Insurance benefits		3,327	3,344	4,874
Surrender payments		4,992	4,865	4,408
Total		42,292	44,178	43,721

(13) Policy Reserve

(Millions of yen)

Category		As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Policy reserve (excluding contingency reserve)	Individual insurance	2,695,053	2,765,062	2,734,610
	General Accounts	2,668,886	2,738,395	2,706,913
	Separate Accounts	26,167	26,667	27,697
	Individual annuities	443,148	459,632	449,211
	General Accounts	442,386	457,939	448,367
	Separate Account	761	1,692	844
	Group insurance	10,821	10,844	10,618
	General Accounts	10,821	10,844	10,618
	Separate Accounts	-	-	-
	Group Annuity	2,043,590	1,974,992	2,027,523
	General Accounts	1,938,743	1,868,935	1,921,082
	Separate Accounts	104,846	106,057	106,440
	Others	5,502	5,328	5,480
	General Accounts	5,502	5,328	5,480
	Separate Accounts	-	-	-
	Subtotal	5,198,114	5,215,860	5,227,444
General Accounts	5,066,339	5,081,444	5,092,462	
Separate Accounts	131,775	134,416	134,982	
Contingency reserve	Contingency reserve I	44,492	44,979	44,764
	Contingency reserve II	33,609	34,181	33,940
	Contingency reserve III	372	378	374
	Subtotal	78,474	79,539	79,079
Total		5,276,589	5,295,400	5,306,524
General accounts		5,144,814	5,160,984	5,171,542
Separate accounts		131,775	134,416	134,982

(14) Policy Reserve Calculating Methods and Ratios

Category		As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Calculating methods	Policies subject to standard policy reserve method	Standard policy reserve method	Standard policy reserve method	Standard policy reserve method
	Policies not subject to standard policy reserve method	Net level premium reserve method	Net level premium reserve method	Net level premium reserve method
Ratio of "Amount of the Company's Policy Reserve (excluding contingency reserve)" to "Policy Reserve Required by Regulatory Standards"		100%	100%	100%

Notes:

- Calculating methods and ratios stated above cover individual insurance and annuity policies only. Group insurance and annuity policies have different calculating methods.
- The ratio for policies to which the standard policy reserve method is applied is indicated in the method laid down in Notice No. 48 from the Ministry of Finance. The ratio for policies to which the standard policy reserve method is not applied is indicated for accumulated reserve for claims and unearned premiums calculated with the net level premium reserve method.

(15) Other Reserves

(Millions of yen)

Category		As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
		Amount	Increase (decrease)	Amount	Increase (decrease)	Amount	Increase (decrease)
Reserve for Possible Loan Losses	General reserve	199	(118)	168	(20)	188	(129)
	Specific reserve	1,380	(134)	1,193	(305)	1,499	(16)
	Specific reserves for loans to refinancing countries	-	-	-	-	-	-
Reserve for bonuses to directors and corporate auditors		-	-	31	31	-	-
Reserve for employees' retirement benefits		66,034	97	67,412	96	67,316	1,379
Reserve for directors' and corporate auditors' retirement benefits		1,645	(33)	1,762	1	1,760	81
Reserve for price fluctuations		36,045	3,461	55,022	7,451	47,571	14,987

(16) Insurance Premium**a. Payment Method**

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Individual insurance	316,363	319,361	634,473
[Single premiums]	[14,964]	[10,501]	[29,554]
[Annual payment]	[85,312]	[91,650]	[170,931]
[Semi-annual payment]	[573]	[540]	[1,137]
[Monthly payment]	[215,512]	[216,668]	[432,849]
Individual annuities	15,849	17,031	33,377
[Single premiums]	[45]	[887]	[73]
[Annual payment]	[2,664]	[2,498]	[6,690]
[Semi-annual payment]	[71]	[69]	[143]
[Monthly payment]	[13,066]	[13,575]	[26,468]
Group insurance	21,498	20,654	46,518
Group annuities	79,848	73,384	153,371
Total	434,681	431,479	870,134

b. Year

(Millions of yen)

Category		Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Individual insurance and annuities	First year	53,924	50,369	106,787
	Second and subsequent year	278,288	286,023	561,062
	Sub total	332,212	336,392	667,850
Group insurance	First year	66	132	153
	Second and subsequent year	21,432	20,522	46,365
	Sub total	21,498	20,654	46,518
Group annuities	First year	425	51	502
	Second and subsequent year	79,423	73,332	152,868
	Sub total	79,848	73,384	153,371
Total	First year	54,443	50,568	107,503
	Second and subsequent year	380,237	380,911	762,631
	Total	434,681	431,479	870,134
	% change	100.2%	99.3%	98.5%

(17) Insurance Claims

(Millions of yen)

Category	Six Months Ended Sep. 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended Sep. 30, 2006	Year Ended Mar. 31, 2006
Death benefits	87,436	66,369	-	11,241	-	-	98	77,708	173,269
Accidental death benefits	1,383	615	-	102	-	-	14	732	2,116
Disability benefits	6,567	4,231	-	618	-	-	-	4,850	12,522
Maturity benefits	74,552	34,925	-	-	23,375	49	-	58,351	119,705
Others	940	-	-	-	886	-	33	919	977
Total	170,879	106,141	-	11,962	24,261	49	145	142,561	308,591

(18) Annuity Payments

(Millions of yen)

Six Months Ended Sep. 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended Sep. 30, 2006	Year Ended Mar. 31, 2006
13,227	48	4,871	53	8,339	54	-	13,367	27,259

(19) Insurance Benefits

(Millions of yen)

Category	Six Months Ended Sep. 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended Sep. 30, 2006	Year Ended Mar. 31, 2006
Death benefits	796	34	624	2	-	0	-	662	1,523
Hospitalization benefits	5,829	5,423	19	142	-	-	29	5,614	11,605
Operation benefits	3,069	3,100	13	-	-	-	-	3,114	6,179
Injury benefits	95	61	-	61	-	-	-	123	208
Survival benefits	532	657	-	-	-	54	-	711	1,814
Others	82,356	30	575	27	77,917	1	5	78,558	154,366
Total	92,680	9,308	1,234	232	77,917	56	35	88,784	175,698

(20) Surrender Payments

(Millions of yen)

Six Months Ended Sep. 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended Sep. 30, 2006	Year Ended March 31, 2006
98,811	100,869	6,838	7	7,299	179	-	115,193	203,007

(21) Operating Expenses

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Sales activity related expenses	15,704	15,792	31,300
In-house sales representative expenses	9,150	9,193	18,428
Sales agent expenses	6,228	6,254	12,233
Selection expenses	324	345	638
Sales administrative expenses	10,506	10,404	20,590
Administrative / operational expenses	9,930	9,749	19,289
Advertising expenses	575	654	1,300
General administrative expenses	28,866	29,798	57,372
Personnel expenses	9,109	9,495	18,030
Expenses for premium collection, computer systems, equipments, offices and others	18,477	18,983	36,783
[Donation / contribution and others]	[33]	[25]	[43]
Contribution to the Policyholder Protection Fund	432	446	864
Contribution to the Policyholder Protection Corporation	847	872	1,693
Total	55,077	55,995	109,262

Notes:

1. Selection expenses represent mainly expense for medical examinations at the time of contract.
2. The contributions are burden charges paid to former Life Insurance Policyholders' Protection Fund taken over by the current Life Insurance Policyholders' Protection Corporation in accordance with the provision of Clause 5, Article 140 of bylaws to the Law Concerning Establishment of Laws Related to the Financial System Reformation.
3. The burden charges are paid to the Life Insurance Policyholders' Protection Corporation in accordance with the provision of Article 259 of the Insurance Business Law.

(22) Operating Expense Ratio (Against insurance premiums)

Item	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Operating expense ratio	12.7 %	13.0%	12.6%

2. Investment in General Account Assets for the Six Months Ended September 30, 2006 **(Non-Consolidated)**

(1) Six Months Ended September 30, 2006 Investment Performance

As of September 30, 2006, general account assets amounted to ¥6,155.3 billion (¥6,255.4 billion), down ¥100.1 billion from the level at the end of the previous fiscal year (hereinafter, figures in parentheses represent levels at the end of the previous fiscal year).

For the interim period ended September 30, 2006, the amount of domestic bonds decreased due mainly to the limitation of new investments. On the other hands, Daido Life increased the amount of investments in foreign currency-denominated bonds and monetary claims purchased.

At the end of the interim term ended September 30, 2006, the percentages of the Company's general account assets in principal categories were as follows: domestic bonds, 34.9% (35.7%); domestic stocks, 8.1% (8.9%); foreign securities, 11.9% (10.1%); and loans, 15.6% (15.8%).

Regarding principal items within investment income and expenses, interest, dividends, and income from real estate for rent amounted to ¥63.0 billion, net gains on investment in trading securities amounted to ¥3.1 billion, gains on sales of securities totaled ¥10.3 billion, while losses on sales of securities totaled ¥5.6 billion. Net gains from monetary trusts amounted to ¥1.3 billion, net losses from derivatives were ¥9.9 billion, devaluation losses on securities were ¥1.1 billion and foreign exchange losses were ¥2.9 billion.

(2) Asset Composition

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	363,995	6.1	364,207	5.9	382,562	6.1
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	152,382	2.6	263,726	4.3	156,218	2.5
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	222,697	3.7	142,992	2.3	242,674	3.9
Securities	3,955,965	66.3	4,222,664	68.6	4,289,684	68.6
Domestic bonds	2,292,187	38.4	2,147,521	34.9	2,236,251	35.7
Domestic stocks	435,645	7.3	496,278	8.1	553,898	8.9
Foreign securities	540,287	9.1	732,508	11.9	632,535	10.1
Foreign bonds	247,728	4.2	342,094	5.6	271,801	4.3
Foreign stocks and other securities	292,558	4.9	390,414	6.3	360,734	5.8
Other securities	687,844	11.5	846,356	13.7	866,998	13.9
Loans	1,064,562	17.8	959,308	15.6	986,252	15.8
Policy loans	81,206	1.4	79,734	1.3	81,278	1.3
Commercial loans	983,356	16.5	879,574	14.3	904,974	14.5
Property and equipment	144,105	2.4	141,762	2.3	141,849	2.3
Deferred tax assets	-	-	-	-	-	-
Other assets	64,568	1.1	62,025	1.0	57,912	0.9
Reserve for possible loan losses	(1,580)	(0.0)	(1,361)	(0.0)	(1,687)	(0.0)
Total assets	5,966,698	100.0	6,155,325	100.0	6,255,467	100.0
Foreign currency denominated assets	324,691	5.4	506,215	8.2	396,855	6.3

(3) Changes in the Amount of Assets by Categories

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Cash and deposits, call loans	58,420	(18,355)	76,987
Securities repurchased under resale agreements	-	-	-
Pledged money for bond borrowing transaction	-	-	-
Monetary claims purchased	63,385	107,508	67,221
Securities under proprietary accounts	-	-	-
Monetary trusts	7,920	(99,682)	27,897
Securities	(34,071)	(67,019)	299,648
Domestic bonds	(274,886)	(88,730)	(330,822)
Domestic stocks	76,194	(57,620)	194,447
Foreign securities	(3,574)	99,972	88,673
Foreign bonds	(60,101)	70,292	(36,029)
Foreign stocks and other securities	56,527	29,680	124,702
Other securities	168,195	(20,642)	347,350
Loans	24,088	(26,943)	(54,221)
Policy loans	334	(1,543)	406
Commercial loans	23,754	(25,399)	(54,627)
Property and equipment	(1,997)	(87)	(4,253)
Deferred tax assets	(950)	-	(950)
Other assets	10,684	4,113	4,029
Reserve for possible loan losses	253	326	145
Total assets	127,733	(100,141)	416,502
Foreign currency denominated assets	12,344	109,359	84,508

(4) Investment Income

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interests, dividends and income from real estate for rent	52,369	63,054	106,987
Interest income from deposits	2,530	3,332	5,343
Interest income and dividends from securities	36,645	46,036	75,571
Interest income from loans	9,930	9,520	19,304
Income from real estate for rent	3,169	3,165	6,352
Other income from interest and dividends	93	998	415
Gains on securities under proprietary accounts	-	-	-
Gains from monetary trusts, net	923	1,361	3,664
Gains on investments in trading securities, net	9,561	3,147	22,157
Gains on sale of securities	5,856	10,391	16,449
Gains on sale of domestic bonds	155	0	237
Gains on sale of domestic stocks	2,366	7,473	8,883
Gains on sale of foreign securities	3,334	2,659	6,836
Other	-	258	491
Gains on redemption of securities	467	-	467
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	-	-
Other investment income	1,309	1,339	2,595
Total	70,487	79,293	152,321

(5) Investment Expenses

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interest expense	11	52	25
Losses on securities under proprietary accounts	-	-	-
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	943	5,637	1,045
Losses on sale of domestic bonds	12	5,219	22
Losses on sale of domestic stocks	2	117	39
Losses on sale of foreign securities	928	300	983
Other	-	-	-
Devaluation losses on securities	512	1,167	547
Devaluation losses on domestic bonds	-	-	-
Devaluation losses on domestic stocks	434	1,059	336
Devaluation losses on foreign securities	27	3	23
Other	50	104	187
Amortization of securities	-	-	-
Losses from derivatives, net	10,420	9,913	31,227
Foreign exchange losses, net	2,323	2,936	4,924
Provision for reserve for possible loan losses	-	-	-
Provision of specific reserve	-	-	-
Provision of general reserve	-	-	-
Write-off of loans	-	-	-
Depreciation of real estate for rent	1,364	1,222	2,698
Other investment expenses	2,994	4,008	6,227
Total	18,571	24,938	46,696

(6) Net Investment Income

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Net investment income	51,916	54,355	105,625

[Reference] Breakdown of gains / losses from derivatives, net

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interest-rate-related gains / losses	(1)	(4)	4
Currency-related gains / losses	(9,156)	(11,939)	(20,476)
Stock-related gains / losses	(1,435)	2,659	(11,442)
Bond-related gains / losses	172	(628)	687
Other gains / losses	-	-	-
Total	(10,420)	(9,913)	(31,227)

(7) Investment Income and Average Daily Balance by Asset Categories*a. Investment income by asset categories*

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Cash and deposits, call loans	34	267	78
Securities repurchased under resale	-	-	-
Pledged money for bond borrowing	-	-	-
Monetary claims purchased	45	838	310
Securities under proprietary accounts	-	-	-
Monetary trusts	765	675	3,637
Domestic bonds	21,209	13,318	41,503
Domestic stocks	2,633	8,408	(833)
Foreign securities	10,863	4,858	25,436
Loans	9,936	9,525	19,321
Commercial loans	8,022	7,667	15,517
Property and equipment	1,346	1,491	2,541
Total general accounts	51,916	54,355	105,625
Other than stocks	49,282	45,947	106,458
Foreign investments	11,074	5,213	25,866

b. Average daily balance

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Cash and deposits, call loans	333,242	327,984	331,922
Securities repurchased under resale	-	-	-
Pledged money for bond borrowing	-	-	-
Monetary claims purchased	137,944	185,076	148,130
Securities under proprietary accounts	-	-	-
Monetary trusts	179,865	179,232	189,103
Domestic bonds	2,370,362	2,185,384	2,298,329
Domestic stocks	235,535	262,427	239,448
Foreign securities	530,457	676,350	546,208
Loans	1,031,263	979,438	1,039,333
Commercial loans	950,425	899,370	958,459
Property and equipment	145,484	142,682	144,218
Total general accounts	5,653,126	5,724,782	5,661,994
Other than stocks	5,417,590	5,462,355	5,422,546
Foreign investments	677,687	846,099	697,464

Notes:

1. Average daily balance represents the average daily balance on a book value basis.
2. Foreign investments represent the total of foreign currency denominated assets and yen denominated assets.
3. Above figures on derivative transactions are included in each asset category.

(8) Securities

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Government bonds	209,355	5.3	193,433	4.6	203,129	4.7
Municipal bonds	995,035	25.2	921,260	21.8	958,516	22.3
Corporate bonds	1,087,797	27.5	1,032,826	24.5	1,074,605	25.1
Public corporation bonds	533,448	13.5	499,391	11.8	534,613	12.5
Domestic stocks	435,645	11.0	496,278	11.8	553,898	12.9
Foreign securities	540,287	13.7	732,508	17.3	632,535	14.7
Foreign bonds	247,728	6.3	342,094	8.1	271,801	6.3
Foreign stocks and other securities	292,558	7.4	390,414	9.2	360,734	8.4
Other securities	687,844	17.4	846,356	20.0	866,998	20.2
Total	3,955,965	100.0	4,222,664	100.0	4,289,684	100.0
Subordinated debentures	27,243	0.7	38,893	0.9	26,974	0.6

Securities by holding purposes categories

(Millions of yen)

Category	As of September 30, 2005				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	77,656	131,699	-	209,355
Municipal bonds	-	565,131	429,903	-	995,035
Corporate bonds	-	669,961	417,835	-	1,087,797
Public corporation bonds	-	378,064	155,383	-	533,448
Domestic stocks	-	-	431,954	3,690	435,645
Foreign securities	113,982	56,195	370,108	-	540,287
Foreign bonds	-	56,195	191,532	-	247,728
Foreign stocks and other securities	113,982	-	178,575	-	292,558
Other securities	-	-	687,844	-	687,844
Total	113,982	1,368,944	2,469,346	3,690	3,955,965

Category	As of September 30, 2006				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	-	193,433	-	193,433
Municipal bonds	-	-	921,260	-	921,260
Corporate bonds	-	5,226	1,027,600	-	1,032,826
Public corporation bonds	-	-	499,391	-	499,391
Domestic stocks	-	-	493,298	2,980	496,278
Foreign securities	166,514	-	565,994	-	732,508
Foreign bonds	-	-	342,094	-	342,094
Foreign stocks and other securities	166,514	-	223,899	-	390,414
Other securities	-	-	846,356	-	846,356
Total	166,514	5,226	4,047,943	2,980	4,222,664

Category	As of March 31, 2006				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	58,861	144,267	-	203,129
Municipal bonds	-	551,254	407,262	-	958,516
Corporate bonds	-	653,398	421,207	-	1,074,605
Public corporation bonds	-	368,058	166,554	-	534,613
Domestic stocks	-	-	550,207	3,690	553,898
Foreign securities	148,605	50,748	433,181	-	632,535
Foreign bonds	-	50,748	221,053	-	271,801
Foreign stocks and other securities	148,605	-	212,128	-	360,734
Other securities	-	-	866,998	-	866,998
Total	148,605	1,314,262	2,823,124	3,690	4,289,684

(9) Securities by Contractual Maturity Dates

(Millions of yen)

Category	As of September 30, 2005						
	Due in one year or less	Due after one year through three years	Due after three years through five years	Due after five years through seven years	Due after seven years through ten years	Due after ten years*	Total
Government bonds	104,021	39,424	8,024	30,056	-	27,828	209,355
Municipal bonds	84,436	253,765	338,283	173,995	130,317	14,235	995,035
Corporate bonds	82,170	222,289	273,009	206,042	55,534	248,752	1,087,797
Domestic stocks	-	-	-	-	-	435,645	435,645
Foreign securities	11,918	75,805	79,793	59,484	39,126	274,159	540,287
Foreign bonds	11,918	74,570	71,648	34,458	21,667	33,464	247,728
Foreign stocks and other securities	-	1,234	8,144	25,025	17,458	240,694	292,558
Other securities	-	280	7,627	2,233	7,584	670,118	687,844
Total	282,546	591,565	706,737	471,811	232,562	1,670,740	3,955,965

Category	As of September 30, 2006						
	Due in one year or less	Due after one year through three years	Due after three years through five years	Due after five years through seven years	Due after seven years through ten years	Due after ten years*	Total
Government bonds	102,128	10,906	32,808	2,602	9,026	35,961	193,433
Municipal bonds	127,651	378,384	214,342	85,061	108,250	7,570	921,260
Corporate bonds	96,596	262,890	300,881	92,768	37,162	242,527	1,032,826
Domestic stocks	-	-	-	2,000	-	494,278	496,278
Foreign securities	23,033	100,043	74,308	42,134	130,323	362,664	732,508
Foreign bonds	22,053	96,847	62,102	26,907	90,400	43,784	342,094
Foreign stocks and other securities	980	3,196	12,206	15,227	39,923	318,879	390,414
Other securities	177	772	17,744	1,795	9,961	815,905	846,356
Total	349,588	752,997	640,085	226,362	294,723	1,958,907	4,222,664

Category	As of March 31, 2006						
	Due in one year or less	Due after one year through three years	Due after three years through five years	Due after five years through seven years	Due after seven years through ten years	Due after ten years*	Total
Government bonds	123,177	120,325	12,559	19,442	-	27,624	203,129
Municipal bonds	99,581	310,927	293,821	118,203	121,839	14,142	958,516
Corporate bonds	62,831	256,071	338,244	117,072	36,588	263,797	1,074,605
Domestic stocks	-	-	-	-	-	553,898	553,898
Foreign securities	32,576	92,470	74,908	44,995	58,057	329,527	632,535
Foreign bonds	31,363	92,062	63,659	17,830	31,355	35,529	271,801
Foreign stocks and other securities	1,212	408	11,248	27,164	26,701	293,997	360,734
Other securities	-	932	7,617	1,281	9,186	847,981	866,998
Total	318,167	680,727	727,152	300,995	225,671	2,036,971	4,289,684

*includes securities with maturity dates unfixed.

(10) Stock Holdings by Industry

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Fisheries, agriculture and forestry	827	0.2	799	0.2	903	0.2
Mining	14	0.0	6	0.0	14	0.0
Construction	17,700	4.1	20,104	4.1	22,660	4.1
Manufacturing industries						
Food products	7,659	1.8	8,764	1.8	8,474	1.5
Textiles and clothing	12,506	2.9	11,365	2.3	14,208	2.6
Pulp and paper	914	0.2	1,096	0.2	1,172	0.2
Chemicals	11,353	2.6	13,764	2.8	16,004	2.9
Medicals	44,602	10.2	35,333	7.1	42,352	7.6
Oil and coal products	-	-	-	-	-	-
Rubber products	9,503	2.2	9,544	1.9	10,327	1.9
Glass and stone products	662	0.2	1,579	0.3	1,244	0.2
Steel	1,668	0.4	1,537	0.3	1,810	0.3
Non-steel metals	-	-	-	-	-	-
Metal products	525	0.1	462	0.1	553	0.1
Machinery	30,498	7.0	34,256	6.9	39,409	7.1
Electric appliances	21,987	5.0	30,035	6.1	29,685	5.4
Transportation vehicles	910	0.2	287	0.1	743	0.1
Precision machinery	5,326	1.2	9,071	1.8	9,026	1.6
Others	2,029	0.5	1,986	0.4	2,098	0.4
Electric and gas utilities	30,699	7.0	36,187	7.3	33,659	6.1
Transportation/ information telecommunications						
Ground transportation	9,111	2.1	11,697	2.4	11,940	2.2
Water transportation	8	0.0	8	0.0	8	0.0
Air transportation	-	-	-	-	-	-
Warehouses/ transportation	219	0.1	193	0.0	260	0.0
Information/ telecommunications	12,833	2.9	16,817	3.4	16,293	2.9
Commerce						
Wholesalers	7,853	1.8	7,619	1.5	9,350	1.7
Retailers	5,679	1.3	6,281	1.3	6,979	1.3
Financial services / insurance						
Banking	143,205	32.9	171,842	34.6	199,202	36.0
Securities and commodity futures trading	28,971	6.7	34,583	7.0	44,924	8.1
Insurance	3,881	0.9	4,092	0.8	4,819	0.9
Other financial services	18,426	4.2	19,242	3.9	17,863	3.2
Real estate	2,398	0.6	3,610	0.7	3,664	0.7
Service companies	3,665	0.8	4,106	0.8	4,238	0.8
Total	435,645	100.0	496,278	100.0	553,898	100.0

Note: Categories of stock holdings by industry are based on the classification by Securities Identification Code Committee.

(11) Loans

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Policy loans	81,206	79,734	81,278
Policyholder loans	79,571	78,469	80,045
Premium loans	1,634	1,264	1,232
Commercial loans	983,356	879,574	904,974
Loans to non-residents	11,135	15,166	15,630
Loans to corporations	708,327	693,735	706,107
Loans to domestic corporations	700,716	682,038	693,960
Loans to Japanese government, government-related organizations and international organizations	74,957	10,282	11,022
Loans to Japanese local governments and public entities	8,193	10,516	9,701
Mortgage loans	17,091	15,119	16,066
Consumer loans	131,653	113,260	121,962
Others	43,133	36,658	40,115
Total	1,064,562	959,308	986,252

(12) Loans to Domestic Companies by Company Size

(Millions of yen, %)

Category		As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
			Percentage		Percentage		Percentage
Large corporations	Number of debtors	142	53.0	129	55.4	135	53.8
	Amount of loans	618,697	88.3	600,431	88.0	616,747	88.9
Medium-sized corporations	Number of debtors	1	0.4	-	-	1	0.4
	Amount of loans	38	0.0	-	-	1,000	0.1
Small corporations	Number of debtors	125	46.6	104	44.6	115	45.8
	Amount of loans	81,980	11.7	81,607	12.0	76,213	11.0
Total	Number of debtors	268	100.0	233	100.0	251	100.0
	Amount of loans	700,716	100.0	682,038	100.0	693,960	100.0

Notes:

1. Corporations are grouped as follows:

Business type	(i) All except (ii)-(iv)		(ii) Retail & restaurants		(iii) Services		(iv) Wholesalers	
Large-sized corporations	With employees more than 300, and	With a capital of 1 billion yen or more	With more than 50 employees, and	With a capital of 1 billion yen or more	With more than 100 employees, and	With a capital of 1 billion yen or more	With more than 100 employees, and	With a capital of 1 billion yen or more
Medium-sized corporations		With a capital of more than 300 million yen and less than 1 billion yen		With a capital of more than 50 million yen and less than 1 billion yen		With a capital of more than 50 million yen and less than 1 billion yen		With a capital of 100 million yen or less, or regular employees of 100 or less
Small- and medium-sized corporations	With a capital of 300 million yen or less, or regular employees of 300 or less		With a capital of 50 million yen or less, or regular employees of 50 or less		With a capital of 50 million yen or less, or regular employees of 100 or less		With a capital of 100 million yen or less, or regular employees of 100 or less	

2. The number of debtors represents those who have an obligation, net of loans to the Company, not the number of loan transactions.

(13) Loans by Industry

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Domestic Loans						
Manufacturing Industries	93,921	9.6	87,027	9.9	86,250	9.5
Food products	5,778	0.6	5,200	0.6	5,300	0.6
Textiles and clothing	5,121	0.5	5,000	0.6	5,000	0.6
Timber and wood products	180	0.0	92	0.0	136	0.0
Pulp and paper	500	0.1	-	-	500	0.1
Printing	-	-	-	-	-	-
Chemicals	10,747	1.1	11,656	1.3	10,776	1.2
Oil and coal	1,410	0.1	1,410	0.2	1,410	0.2
Ceramic and stone products	700	0.1	700	0.1	700	0.1
Steel	20,304	2.1	20,845	2.4	20,076	2.2
Non-steel metals	3,000	0.3	4,000	0.5	3,000	0.3
Metal products	13	0.0	9	0.0	10	0.0
Machinery	5,635	0.6	4,404	0.5	5,011	0.6
Electric appliances	24,277	2.5	17,376	2.0	17,777	2.0
Transportation vehicles	-	-	-	-	-	-
Precision machinery	6,005	0.6	5,800	0.7	5,900	0.7
Others	10,248	1.0	10,532	1.2	10,652	1.2
Agriculture	-	-	-	-	-	-
Forestry	-	-	-	-	-	-
Fisheries	-	-	-	-	-	-
Mining	-	-	-	-	-	-
Construction	3,515	0.4	5,153	0.6	3,878	0.4
Utilities	77,330	7.9	73,797	8.4	75,553	8.3
Information and telecommunications	8,133	0.8	6,668	0.8	7,218	0.8
Transportation	42,751	4.3	40,820	4.6	41,530	4.6
Wholesalers	73,185	7.4	72,055	8.2	74,413	8.2
Retailers	10,980	1.1	7,289	0.8	10,174	1.1
Financial services/ insurance	281,312	28.6	270,246	30.7	274,103	30.3
Real estate	72,659	7.4	74,617	8.5	77,428	8.6
Service companies	55,792	5.7	56,104	6.4	57,587	6.4
Local governments	6,710	0.7	9,327	1.1	8,367	0.9
Mortgage and consumer and others	185,020	18.8	161,300	18.3	172,836	19.1
Other	60,909	6.2	-	-	-	-
Total	972,221	98.9	864,407	98.3	889,343	98.3
Foreign Loans						
Governments, etc.	3,525	0.4	3,469	0.4	3,484	0.4
Financial institutions	5,187	0.5	4,697	0.5	4,742	0.5
Commerce and industry companies	2,423	0.2	7,000	0.8	7,403	0.8
Other	-	-	-	-	-	-
Total	11,135	1.1	15,166	1.7	15,630	1.7
Total	983,356	100.0	879,574	100.0	904,974	100.0

(14) Foreign Investments**1) Investments by asset category****(a) Denominated in foreign currency (yen amount not fixed)**

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	141,680	19.9	244,759	26.3	169,922	20.5
Foreign stocks	3,850	0.5	5,287	0.6	4,460	0.5
Non yen-denominated cash, cash equivalents and other assets	179,160	25.2	256,169	27.5	222,472	26.8
Total	324,691	45.7	506,215	54.4	396,855	47.9

(b) Denominated in foreign currency (yen amount fixed with forward currency exchange contracts)

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	-	-	-	-	-	-
Non yen-denominated cash, cash equivalents and other assets	116,530	16.4	138,799	14.9	143,805	17.4
Total	116,530	16.4	138,799	14.9	143,805	17.4

(c) Denominated in yen

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Loans to borrowers located outside of Japan	11,135	1.6	15,166	1.6	15,630	1.9
Foreign bonds	106,047	14.9	97,335	10.5	101,879	12.3
Foreign stocks	122,273	17.2	134,700	14.5	137,909	16.6
Other	29,700	4.2	38,885	4.2	32,718	3.9
Total	269,157	37.9	286,088	30.7	288,138	34.8

(d) Total

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Total foreign investments	710,380	100.0	931,103	100.0	828,799	100.0

2) Foreign currency denominated assets by currency

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
U.S. dollar	207,586	63.9	383,155	75.7	277,589	69.9
Euro	105,354	32.4	109,193	21.6	103,352	26.0
British pound	4,810	1.5	9,068	1.8	10,989	2.8
Canadian dollar	6,940	2.1	4,798	0.9	4,923	1.2
Swiss franc	-	-	-	-	-	-
Australian dollar	-	-	-	-	-	-
Swedish krone	-	-	-	-	-	-
Hong Kong dollar	-	-	-	-	-	-
Singapore dollar	-	-	-	-	-	-
Norwegian krone	-	-	-	-	-	-
Denmark krone	-	-	-	-	-	-
Total	324,691	100.0	506,215	100.0	396,855	100.0

3) Investments by region

(Millions of yen, %)

Category	As of September 30, 2005							
	Foreign securities						Loans to borrowers located outside of Japan	
			Bonds		Stocks and other securities			
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	89,070	16.5	63,324	25.6	25,745	8.8	-	-
Europe	143,362	26.5	123,618	49.9	19,744	6.7	5,000	44.9
Oceania	5,568	1.0	5,568	2.2	-	-	-	-
Asia	-	-	-	-	-	-	200	1.8
Latin America	299,012	55.3	51,944	21.0	247,068	84.5	2,610	23.4
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	3,272	0.6	3,272	1.3	-	-	3,325	29.9
Total	540,287	100.0	247,728	100.0	292,558	100.0	11,135	100.0

Category	As of September 30, 2006							
	Foreign securities						Loans to borrowers located outside of Japan	
			Bonds		Stocks and other securities			
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	214,582	29.3	175,233	51.2	39,348	10.1	5,000	33.0
Europe	128,389	17.5	110,546	32.3	17,842	4.6	4,600	30.3
Oceania	5,571	0.8	5,571	1.6	-	-	-	-
Asia	-	-	-	-	-	-	169	1.1
Latin America	380,463	51.9	47,532	13.9	332,931	85.3	2,097	13.8
Middle East	-	-	-	-	-	-	-	-
Africa	291	0.0	-	-	291	0.1	-	-
International Organizations	3,210	0.4	3,210	0.9	-	-	3,300	21.8
Total	732,508	100.0	342,094	100.0	390,414	100.0	15,166	100.0

Category	As of March 31, 2006							
	Foreign securities						Loans to borrowers located outside of Japan	
			Bonds		Stocks and other securities			
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	135,265	21.4	102,020	37.5	33,244	9.2	5,000	32.0
Europe	136,090	21.5	112,913	41.5	23,176	6.4	4,600	29.4
Oceania	5,527	0.9	5,527	2.0	-	-	-	-
Asia	-	-	-	-	-	-	184	1.2
Latin America	352,454	55.7	48,142	17.7	304,312	84.4	2,546	16.3
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	3,197	0.5	3,197	1.2	-	-	3,300	21.1
Total	632,535	100.0	271,801	100.0	360,734	100.0	15,630	100.0

(15) Fair Value Information on Securities and Others**1) Valuation gains (losses) on trading securities**

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	113,982	9,496	166,514	3,249	148,605	16,163
Domestic bonds	-	-	-	-	-	-
Domestic stocks	-	-	-	-	-	-
Foreign bonds	-	-	-	-	-	-
Foreign stocks, etc.	113,982	9,496	166,514	3,249	148,605	16,163
Monetary trusts	-	-	-	-	-	-

2) Fair value information on securities (except trading securities)**a. Securities with market value**

(Millions of yen)

Category	As of September 30, 2005				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	1,381,332	1,411,744	30,411	36,363	5,951
Domestic securities	1,312,749	1,342,097	29,348	35,206	5,858
Foreign securities	56,195	57,288	1,092	1,156	63
Monetary claims purchased	12,387	12,358	(29)	-	29
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,263,719	2,648,207	384,488	388,110	3,622
Domestic bonds	950,054	979,438	29,384	29,892	508
Domestic stocks	210,041	414,410	204,368	205,601	1,233
Foreign securities	249,355	260,613	11,257	11,790	532
Bonds	182,126	191,532	9,406	9,555	149
Stocks, etc.	67,229	69,080	1,850	2,234	383
Other securities	551,201	670,084	118,882	119,209	326
Monetary claims purchased	139,994	139,994	-	-	-
Certificates of deposit	30,000	30,000	-	-	-
Monetary trusts	133,070	153,666	20,595	21,616	1,020
Total	3,645,052	4,059,952	414,899	424,474	9,574
Domestic bonds	2,262,803	2,321,536	58,732	65,099	6,366
Domestic stocks	210,041	414,410	204,368	205,601	1,233
Foreign securities	305,551	317,901	12,350	12,947	596
Bonds	238,322	248,821	10,499	10,712	213
Stocks, etc.	67,229	69,080	1,850	2,234	383
Other securities	551,201	670,084	118,882	119,209	326
Monetary claims purchased	152,382	152,352	(29)	-	29
Certificates of deposit	30,000	30,000	-	-	-
Monetary trusts	133,070	153,666	20,595	21,616	1,020

Notes:

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

2. Monetary trusts include securities other than trading securities.

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of September 30, 2005
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	3,690
Available-for-sale securities	138,246
Unlisted domestic stocks (excluding over-the-counter stocks)	17,544
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	120,702
Total	141,937

Note: Securities included in jointly operated designated monetary trusts are not included herein.

a. Securities with market value

(Millions of yen)

Category	As of September 30, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	5,226	5,129	(96)	-	96
Domestic bonds	5,226	5,129	(96)	-	96
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	13,754,914	4,253,710	498,795	517,527	18,731
Domestic bonds	2,122,269	2,142,295	20,025	30,046	10,021
Domestic stocks	227,032	472,536	245,504	249,540	4,036
Foreign securities	391,116	405,375	14,258	14,998	739
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	58,951	63,281	4,329	4,640	310
Other securities	626,338	815,820	189,482	191,532	2,050
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887
Total	3,760,140	4,258,839	498,698	517,527	18,828
Domestic bonds	2,127,495	2,147,424	19,928	30,046	10,118
Domestic stocks	227,032	472,536	245,504	249,540	4,036
Foreign securities	391,116	405,375	14,258	14,998	739
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	58,951	63,281	4,329	4,640	310
Other securities	626,338	815,820	189,482	191,532	2,050
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887

Notes:

- The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.
- Monetary trusts include securities other than trading securities.
- For the six months ended September 30, 2006, a part of domestic bonds classified as 'held-to-maturity securities' was changed its category to 'available-for-sale securities'.

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of September 30, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	2,980
Available-for-sale securities	195,211
Unlisted domestic stocks (excluding over-the-counter stocks)	20,761
Unlisted foreign stocks (excluding over-the-counter stocks)	0
Unlisted foreign bonds	-
Others	174,449
Total	198,191

Note: Securities included in jointly operated designated monetary trusts are not included herein.

a. Securities with market value

(Millions of yen)

Category	As of March 31, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	1,354,389	1,355,206	816	17,243	16,426
Domestic bonds	1,263,514	1,265,230	1,715	16,693	14,978
Foreign bonds	50,748	50,930	182	549	366
Monetary claims purchased	40,126	39,045	(1,080)	-	1,080
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,413,092	3,000,075	586,982	594,812	7,829
Domestic bonds	960,948	972,737	11,788	15,392	3,604
Domestic stocks	233,305	531,455	298,149	298,303	153
Foreign securities	284,036	292,372	8,336	10,007	1,671
Bonds	216,061	221,053	4,991	6,266	1,274
Stocks, etc.	67,974	71,318	3,344	3,741	396
Other securities	616,979	847,946	230,967	232,605	1,637
Monetary claims purchased	116,091	116,091	-	-	-
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763
Total	3,767,481	4,355,281	587,799	612,055	24,256
Domestic bonds	2,224,462	2,237,967	13,504	32,086	18,582
Domestic stocks	233,305	531,455	298,149	298,303	153
Foreign securities	334,784	343,302	8,518	10,556	2,038
Bonds	266,809	271,983	5,173	6,815	1,641
Stocks, etc.	67,974	71,318	3,344	3,741	396
Other securities	616,979	847,946	230,967	232,605	1,637
Monetary claims purchased	156,218	155,137	(1,080)	-	1,080
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763

Notes:

- The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.
- Monetary trusts include securities other than trading securities.

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of March 31, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	3,690
Available-for-sale securities	166,080
Unlisted domestic stocks (excluding over-the-counter stocks)	18,752
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	147,328
Total	169,771

Note: Securities included in jointly operated designated monetary trusts are not included herein.

c. Fair value information consisting of those stated in the previous table-b and foreign exchange and other gains (losses) for table-a.

(Millions of yen)

Category	As of September 30, 2005				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	1,381,332	1,411,744	30,411	36,363	5,951
Domestic bonds	1,312,749	1,342,097	29,348	35,206	5,858
Foreign bonds	56,195	57,288	1,092	1,156	63
Monetary claims purchased	12,387	12,358	(29)	-	29
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	3,690	3,690	-	-	-
Available-for-sale securities	2,401,966	2,793,008	391,041	394,970	3,929
Domestic bonds	950,054	979,438	29,384	29,892	508
Domestic stocks	227,586	431,954	204,368	205,601	1,233
Foreign securities	353,746	370,108	16,362	17,201	838
Bonds	182,126	191,532	9,406	9,555	149
Stocks, etc.	171,620	178,575	6,955	7,645	689
Other securities	567,513	687,844	120,330	120,658	327
Monetary claims purchased	139,994	139,994	-	-	-
Certificates of deposit	30,000	30,000	-	-	-
Monetary trusts	133,070	153,666	20,595	21,616	1,020
Total	3,786,990	4,208,443	421,453	431,334	9,881
Domestic bonds	2,262,803	2,321,536	58,732	65,099	6,366
Domestic stocks	231,277	435,645	204,368	205,601	1,233
Foreign securities	409,942	427,397	17,455	18,357	902
Bonds	238,322	248,821	10,499	10,712	213
Stocks, etc.	171,620	178,575	6,955	7,645	689
Other securities	567,513	687,844	120,330	120,658	327
Monetary claims purchased	152,382	152,352	(29)	-	29
Certificates of deposit	30,000	30,000	-	-	-
Monetary trusts	133,070	153,666	20,595	21,616	1,020

Category	As of September 30, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	5,226	5,129	(96)	-	96
Domestic bonds	5,226	5,129	(96)	-	96
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	2,980	2,980	-	-	-
Available-for-sale securities	3,950,125	4,465,626	515,500	534,350	18,850
Domestic bonds	2,122,269	2,142,295	20,025	30,046	10,021
Domestic stocks	247,794	493,298	245,504	249,540	4,036
Foreign securities	537,862	565,994	28,131	28,909	777
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	205,698	223,899	18,201	18,551	349
Other securities	654,041	846,356	192,314	194,444	2,130
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887
Total	3,958,332	4,473,735	515,403	534,350	18,947
Domestic bonds	2,127,495	2,147,424	19,928	30,046	10,118
Domestic stocks	250,774	496,278	245,504	249,540	4,036
Foreign securities	537,862	565,994	28,131	28,909	777
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	205,698	223,899	18,201	18,551	349
Other securities	654,041	846,356	192,314	194,444	2,130
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887

(Millions of yen)

Category	As of March 31, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	1,354,389	1,355,206	816	17,243	16,426
Domestic bonds	1,263,514	1,265,230	1,715	16,693	14,978
Foreign bonds	50,748	50,930	182	549	366
Monetary claims purchased	40,126	39,045	(1,080)	-	1,080
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	3,690	3,690	-	-	-
Available-for-sale securities	2,579,172	3,178,688	599,515	607,402	7,887
Domestic bonds	960,948	972,737	11,788	15,392	3,604
Domestic stocks	252,057	550,207	298,149	298,303	153
Foreign securities	414,974	433,181	18,207	19,880	1,672
Bonds	216,061	221,053	4,991	6,266	1,274
Stocks, etc.	198,912	212,128	13,215	13,613	397
Other securities	633,369	866,998	233,629	235,323	1,693
Monetary claims purchased	116,091	116,091	-	-	-
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763
Total	3,937,253	4,537,585	600,332	624,645	24,313
Domestic bonds	2,224,462	2,237,967	13,504	32,086	18,582
Domestic stocks	255,748	553,898	298,149	298,303	153
Foreign securities	465,722	484,112	18,389	20,429	2,039
Bonds	266,809	271,983	5,173	6,815	1,641
Stocks, etc.	198,912	212,128	13,215	13,613	397
Other securities	633,369	866,998	233,629	235,323	1,693
Monetary claims purchased	156,218	155,137	(1,080)	-	1,080
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763

Note: Securities included in jointly operated designated monetary trusts are not included herein.

3) Fair value information on monetary trusts

(Millions of yen)

Category	As of September 30, 2005					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	202,101	222,697	222,697	-	-	-

Category	As of September 30, 2006					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	113,019	142,992	142,992	-	-	-

Category	As of March 31, 2006					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	204,934	242,674	242,674	-	-	-

a. Monetary trusts for investment

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006	
	Carrying value	Net valuation gains(losses)	Carrying value	Net valuation gains(losses)
Monetary trusts for investment	-	-	-	-
Investment type focused on stocks	-	-	-	-

Category	As of March 31, 2006	
	Carrying value	Net valuation gains(losses)
Monetary trusts for investment	-	-
Investment type focused on stocks	-	-

Note: Above figures show all of the fair value information on monetary trusts including securities, cash and call loans and others.

b. Monetary trusts for held-to-maturity, policy reserve matching securities and others

(Millions of yen)

Category	As of September 30, 2005					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(a)	Gains	Losses
Monetary trusts for held-to-maturity	-	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-	-
Other monetary trusts	202,101	222,697	222,697	20,595	21,616	1,020
Investment type focused on bonds	91,135	91,206	91,206	70	123	52
Investment type focused on stocks	61,666	82,191	82,191	20,525	21,493	967
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	-	-	-	-	-	-
Jointly-managed money trusts	49,300	49,300	49,300	-	-	-
Total	202,101	222,697	222,697	20,595	21,616	1,020

(Millions of yen)

Category	As of September 30, 2006					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(a)	Gains	Losses
Monetary trusts for held-to-maturity	-	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-	-
Other monetary trusts	113,019	142,992	142,992	29,972	30,860	887
Investment type focused on bonds	3,251	3,251	3,251	-	-	-
Investment type focused on stocks	64,968	94,940	94,940	29,972	30,860	887
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	-	-	-	-	-	-
Jointly-managed money trusts	44,800	44,800	44,800	-	-	-
Total	113,019	142,992	142,992	29,972	30,860	887

Category	As of March 31, 2006					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(a)	Gains	Losses
Monetary trusts for held-to-maturity	-	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-	-
Other monetary trusts	204,934	242,674	242,674	37,740	38,503	763
Investment type focused on bonds	96,258	96,043	96,043	(214)	37	252
Investment type focused on stocks	64,375	102,330	102,330	37,955	38,466	510
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	-	-	-	-	-	-
Jointly-managed money trusts	44,300	44,300	44,300	-	-	-
Total	204,934	242,674	242,674	37,740	38,503	763

Note: Above figures show all of the fair value information on monetary trusts including securities, cash and call loans and others.

c. Fair value information for securities within monetary trusts in the previous table-a and b.

Monetary trusts within trading securities

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006	
	Carrying value	Net valuation gains (losses)	Carrying value	Net valuation gains (losses)
Trading securities	-	-	-	-
Stocks	-	-	-	-

Category	As of March 31, 2006	
	Carrying value	Net valuation gains (losses)
Trading securities	-	-
Stocks	-	-

Monetary trusts within held-to-maturity securities, policy reserve matching bonds and available-for-sale securities
(Millions of yen)

Category	As of September 30, 2005				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Available-for-sale securities	133,070	153,666	20,595	21,616	1,020
Domestic bonds	72,707	72,778	70	123	52
Domestic stocks	60,363	80,888	20,525	21,493	967
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	133,070	153,666	20,595	21,616	1,020

Category	As of September 30, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Available-for-sale securities	63,599	93,571	29,972	30,860	887
Domestic bonds	-	-	-	-	-
Domestic stocks	63,599	93,571	29,972	30,860	887
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	63,599	93,571	29,972	30,860	887

Category	As of March 31, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Available-for-sale securities	156,731	194,471	37,740	38,503	763
Domestic bonds	93,905	93,690	(214)	37	252
Domestic stocks	62,826	100,781	37,955	38,466	510
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	156,731	194,471	37,740	38,503	763

Note: Securities in jointly operated and designated monetary trusts are not included.

4) Fair value information on real estate

(Millions of yen)

Category	As of September 30, 2005				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	82,291	72,298	(9,992)	22,444	32,436
Leasehold	913	525	(387)	233	620
Total	83,204	72,824	(10,379)	22,677	33,057

Category	As of September 30, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	80,207	77,888	(2,319)	27,291	29,610
Leasehold	913	518	(394)	217	611
Total	81,120	78,406	(2,714)	27,508	30,222

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	81,141	76,562	(4,579)	25,764	30,343
Leasehold	913	518	(394)	217	611
Total	82,054	77,080	(4,973)	25,982	30,955

Note: Fair values are basically calculated based on the appraisal price. Less important property is calculated based on the posted price.

5) Fair value information on derivative transactions

a) Gains (losses) on derivatives with and without hedge accounting

As of September 30, 2005

(Millions of yen)

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(329)	(2,188)	-	-	-	(2,518)
Hedge accounting not applied	(94)	(3,237)	-	435	-	(2,898)
Total	(423)	(5,426)	-	435	-	(5,416)

As of September 30, 2006

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	1,087	(1,834)	-	-	-	(746)
Hedge accounting not applied	(18)	(6,985)	182	(144)	-	(6,966)
Total	1,068	(8,819)	182	(144)	-	(7,713)

As of March 31, 2006

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	3,360	(1,628)	-	-	-	1,731
Hedge accounting not applied	(50)	(398)	(2,041)	274	-	(2,216)
Total	3,309	(2,027)	(2,041)	274	-	(484)

Notes:

- Gains (losses) on derivatives which are applied to fair value hedge method (currency-related transactions as of September 30, 2005: a loss of 2,188 million yen; as of September 30, 2006: a loss of 1,834 million yen; as of March 31, 2006: a loss of 1,628 million yen) and gains (losses) on derivatives which are not applied to hedge accounting are recorded in the income statements.
- Assets and liabilities denominated in foreign currencies, which have fixed settlement amounts in yen under forward exchange contracts and have been disclosed in yen amounts in the balance sheets, are not subject to disclose.

b) Interest-related transactions

(Millions of yen)

Type	As of September 30, 2005			As of September 30, 2006		
	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-the-counter transactions						
Interest rate swaps:						
Receipts fixed, payments floating	-	-	-	-	-	-
Receipts floating, payments fixed	142,382	139,782	(423)	139,782	138,382	1,068
Receipts floating, payments floating	-	-	-	-	-	-
Others:						
Sold	-	-	-	-	-	-
Bought	-	-	-	-	-	-
Total			(423)			1,068

Type	As of March 31, 2006		
	Contracted value or notional principal amount	Current market or fair value	Valuation gains (losses)
Over-the-counter transactions			
Interest rate swaps:			
Receipts fixed, payments floating	-	-	-
Receipts floating, payments fixed	142,382	139,782	3,309
Receipts floating, payments floating	-	-	-
Others:			
Sold	-	-	-
Bought	-	-	-
Total			3,309

*Interest rate swaps by contractual maturity dates

(Millions of yen, %)

Category	As of September 30, 2005				As of September 30, 2006			
	Total	1 year or shorter	1 year to 3 years	Over 3 years	Total	1 year or shorter	1 year to 3 years	Over 3 years
Receipts fixed, payments floating:								
Notional amount	-	-	-	-	-	-	-	-
Average rate (receipt) (%)	-	-	-	-	-	-	-	-
Average rate (payment) (%)	-	-	-	-	-	-	-	-
Receipts floating, payments fixed:								
Notional amount	142,382	2,600	1,400	138,382	139,782	1,400	-	138,382
Average rate (receipt) (%)	0.07	0.07	0.07	0.07	0.48	0.48	-	0.48
Average rate (payment) (%)	0.92	1.97	1.97	0.89	0.90	1.97	-	0.89

Category	As of March 31, 2006			
	Total	1 year or shorter	1 year to 3 years	Over 3 years
Receipts fixed, payments floating:				
Notional amount	-	-	-	-
Average rate (receipt) (%)	-	-	-	-
Average rate (payment) (%)	-	-	-	-
Receipts floating, payments fixed:				
Notional amount	142,382	2,600	1,400	138,382
Average rate (receipt) (%)	0.09	0.16	0.16	0.09
Average rate (payment) (%)	0.92	1.97	1.97	0.89

c) Currency-related transactions

(Millions of yen)

Category	As of September 30, 2005				As of September 30, 2006				
	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-the-counter transactions									
Foreign exchange contracts:									
Sold:									
U.S. dollar	214,028	-	219,454	(5,426)	426,772	-	435,593	(8,820)	
Euro	130,737	-	134,056	(3,319)	334,722	-	341,935	(7,212)	
British pound	75,078	-	76,819	(1,741)	77,256	-	78,580	(1,324)	
Canadian dollar	3,849	-	3,877	(28)	12,139	-	12,331	(192)	
	4,363	-	4,700	(337)	2,654	-	2,745	(91)	
Bought:									
U.S. dollar	616	-	617	0	83	-	83	0	
Euro	203	-	203	0	46	-	46	0	
British pound	413	-	413	(0)	37	-	37	0	
Canadian dollar	-	-	-	-	-	-	-	-	
Total				(5,426)				(8,819)	

Category	As of March 31, 2006			
	Contracted value or notional principal amount	Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount
Over-the-counter transactions				
Foreign exchange contracts:				
Sold:				
U.S. dollar	261,814	-	263,841	(2,026)
Euro	178,450	-	178,877	(426)
British pound	71,705	-	73,176	(1,471)
Canadian dollar	9,766	-	9,845	(78)
	1,891	-	1,941	(50)
Bought:				
U.S. dollar	156	-	156	(0)
Euro	156	-	156	(0)
British pound	-	-	-	-
Canadian dollar	-	-	-	-
Total				(2,027)

Notes:

1. Forward exchange rates are used as the year-term end exchange rates.
2. Assets and liabilities denominated in foreign currencies, which have fixed settlement amounts in yen under forward exchange contracts and have been disclosed in yen amounts in the balance sheets, are not subject to disclose.

d) Stock-related transactions

(Millions of yen)

Category	As of September 30, 2005			As of September 30, 2006				
	Contracted value or notional principal amount	Over 1 year	Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount	Over 1 year	Current market or fair value	Valuation gains (losses)
Exchange-traded transactions								
Stock index futures:								
Sold	-	-	-	-	-	-	-	-
Bought	-	-	-	-	5,001	-	5,184	182
Stock options:								
Sold								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Bought								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Total								182

Category	As of March 31, 2006			
	Contracted value or notional principal amount	Over 1 year	Current market or fair value	Valuation gains (losses)
Exchange-traded transactions				
Stock index futures:				
Sold	26,375	-	28,417	(2,041)
Bought	-	-	-	-
Stock options:				
Sold				
Call	-	-	-	-
Put	-	-	-	-
Bought				
Call	-	-	-	-
Put	-	-	-	-
Total				(2,041)

e) Bond-related transactions :

(Millions of yen)

Category	As of September 30, 2005			As of September 30, 2006				
	Contracted value or notional principal amount	Over 1 year	Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount	Over 1 year	Current market or fair value	Valuation gains (losses)
Exchange-traded transactions								
Bond futures contracts:								
Sold	30,993	-	30,558	435	24,793	-	24,938	(144)
Bought	-	-	-	-	-	-	-	-
Bond futures options:								
Sold								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Bought								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Total				435				(144)

Category	As of March 31, 2006			
	Contracted value or notional principal amount	Over 1 year	Current market or fair value	Valuation gains (losses)
Exchange-traded transactions				
Bond futures contracts:				
Sold	27,233	-	26,958	274
Bought	-	-	-	-
Bond futures options:				
Sold				
Call	-	-	-	-
Put	-	-	-	-
Bought				
Call	-	-	-	-
Put	-	-	-	-
Total				274

f) Others

The Company held no other derivative instruments as of September 30, 2005, 2006, and March 31, 2006

3. Status of Separate Account Assets (Non-Consolidated)

(1) Balance of Separate Account Assets

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Individual variable insurance	26,530	26,785	27,697
Individual variable annuities	16,228	17,605	17,773
Non-participating individual variable annuities	-	1,840	-
Group annuities	104,952	106,057	106,440
Total	147,711	152,288	151,911

(2) Status of Individual Variable Insurance (Separate accounts)

a. Total number of policies and total policy amount in force

(Number, Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Number	Amount	Number	Amount	Number	Amount
Variable insurance (term life)	359	1,286	333	1,250	353	1,291
Variable insurance (whole life)	9,256	73,111	8,433	65,280	8,559	66,268
Total	9,615	74,398	8,766	66,530	8,912	67,559

b. Asset composition

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	0	0.0	0	0.0	800	2.9
Securities	24,044	90.6	24,534	91.6	26,259	94.8
Domestic bonds	7,104	26.8	6,470	24.2	6,499	23.5
Domestic stocks	11,171	42.1	10,647	39.7	12,027	43.4
Foreign securities	5,767	21.7	7,416	27.7	7,732	27.9
Foreign bonds	2,209	8.3	2,648	9.9	3,135	11.3
Foreign stocks and other securities	3,558	13.4	4,768	17.8	4,597	16.6
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	2,485	9.4	2,250	8.4	637	2.3
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	26,530	100.0	26,785	100.0	27,697	100.0

c. Net investment income

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interests, dividends and income from real estate for rent	197	253	402
Gains on sales of securities	734	1,059	1,857
Gains on redemption of securities	-	-	-
Valuation gains on securities	2,223	-	4,782
Foreign exchange gains, net	-	-	-
Gains from derivatives, net	-	-	-
Other investment income	0	1	2
Losses on sale of securities	497	258	841
Amortization of securities	-	-	-
Devaluation losses on securities	-	1,402	-
Foreign exchange losses, net	3	1	2
Losses from derivatives, net	-	-	-
Other investment expenses	0	0	0
Net investment income	2,654	(348)	6,200

Note: Above net investment income are stated on the statements of operations as an item of the gains (losses) from separate accounts.

d. Fair value information on securities

Valuation gains (losses) on trading securities

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	24,044	2,223	24,534	(1,402)
Domestic bonds	7,104	(68)	6,470	66
Domestic stocks	11,171	2,019	10,647	(1,544)
Foreign bonds	2,209	(11)	2,648	47
Foreign stocks	3,558	284	4,768	28
Other securities	-	-	-	-
Monetary trusts	-	-	-	-

Category	As of March 31, 2006	
	Current fair value and carrying value	Valuation gains (losses)
Trading securities	26,259	4,782
Domestic bonds	6,499	(151)
Domestic stocks	12,027	4,147
Foreign bonds	3,135	(35)
Foreign stocks	4,597	820
Other securities	-	-
Monetary trusts	-	-

e. Fair value information on derivative transactions

(a) Interest-related transactions

The Company held no interest-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(b) Currency-related transactions

The Company held no currency-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(c) Stock-related transactions

The Company held no stock-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(d) Bond-related transactions

The Company held no bond-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(e) Others

The Company held no other derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(3) Status of Individual Variable Annuities (Separate accounts)

a. Total number of policies and total policy amount in force

(Number, Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006	
	Number	Amount	Number	Amount
Variable annuities (variable investment type)	198	880	187	852
Variable annuities (guaranteed minimum living benefit type)	174	538	167	532
Total	372	1,418	354	1,384

Category	As of March 31, 2006	
	Number	Amount
Variable annuities (variable investment type)	193	869
Variable annuities (guaranteed minimum living benefit type)	171	536
Total	364	1,405

b. Asset composition

(Millions of yen, %)

Category	As of September 30, 2005					
	Variable investment type				GMLB type	
	Emphasis on stable return		Emphasis on high return		Amount	Percentage
	Amount	Percentage	Amount	Percentage		
Cash and deposits, call loans	0	0.0	0	0.0	1	0.0
Securities	4,657	88.6	4,867	93.3	5,383	93.6
Domestic bonds	3,387	64.4	1,064	20.4	2,860	49.7
Domestic stocks	750	14.3	2,667	51.2	1,794	31.2
Foreign securities	519	9.9	1,135	21.8	728	12.7
Foreign bonds	202	3.9	335	6.4	385	6.7
Foreign stocks and other securities	317	6.0	799	15.3	342	5.9
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	600	11.4	347	6.7	369	6.4
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,259	100.0	5,215	100.0	5,754	100.0

Category	As of September 30, 2006					
	Variable investment type				GMLB type	
	Emphasis on stable return		Emphasis on high return		Amount	Percentage
	Amount	Percentage	Amount	Percentage		
Cash and deposits, call loans	0	0.0	0	0.0	0	0.0
Securities	4,912	89.5	5,592	94.5	5,845	94.3
Domestic bonds	3,522	64.2	1,142	19.3	3,059	49.4
Domestic stocks	704	12.8	2,768	46.8	1,713	27.7
Foreign securities	686	12.5	1,681	28.4	1,071	17.3
Foreign bonds	264	4.8	562	9.5	618	10.0
Foreign stocks and other securities	421	7.7	1,119	18.9	452	7.3
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	573	10.5	327	5.5	351	5.7
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,487	100.0	5,920	100.0	6,197	100.0

Category	As of March 31, 2006					
	Variable investment type				GMLB type	
	Emphasis on stable return		Emphasis on high return		Amount	Percentage
	Amount	Percentage	Amount	Percentage		
Cash and deposits, call loans	536	9.8	245	4.1	216	3.5
Securities	4,913	89.8	5,773	95.5	6,008	96.1
Domestic bonds	3,397	62.1	1,007	16.7	2,890	46.2
Domestic stocks	849	15.5	3,082	51.0	2,023	32.4
Foreign securities	667	12.2	1,682	27.8	1,094	17.5
Foreign bonds	258	4.7	542	9.0	593	9.5
Foreign stocks and other securities	408	7.5	1,140	18.9	501	8.0
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	20	0.4	29	0.5	29	0.5
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,470	100.0	6,047	100.0	6,254	100.0

c. Net investment income

(Millions of yen)

Category	Six Months Ended September 30, 2005			Six Months Ended September 30, 2006		
	Variable investment type		GMLB type	Variable investment type		GMLB type
	Emphasis on stable return	Emphasis on high return		Emphasis on stable return	Emphasis on high return	
Interests, dividends and income from real estate for rent	39	38	44	45	53	53
Gains on sales of securities	68	108	98	96	258	213
Gains on redemption of securities	-	-	-	-	-	-
Valuation gains on securities	108	520	298	-	-	-
Foreign exchange gains, net	-	-	-	-	-	-
Gains from derivatives, net	-	-	-	-	-	-
Other investment income	0	0	0	0	0	0
Losses on sale of securities	32	55	42	28	53	41
Amortization of securities	-	-	-	-	-	-
Devaluation losses on securities	-	-	-	91	379	264
Foreign exchange losses, net	0	0	0	0	0	0
Losses from derivatives, net	-	-	-	-	-	-
Other investment expenses	0	0	0	0	0	0
Net investment income (loss)	184	610	397	22	(121)	(39)

Category	Year Ended March 31, 2006		
	Variable investment type		GMLB type
	Emphasis on stable return	Emphasis on high return	
Interests, dividends and income from real estate for rent	81	84	94
Gains on sales of securities	148	301	244
Gains on redemption of securities	-	-	-
Valuation gains on securities	243	1,172	665
Foreign exchange gains, net	-	-	-
Gains from derivatives, net	-	-	-
Other investment income	0	0	0
Losses on sale of securities	66	106	84
Amortization of securities	-	-	-
Devaluation losses on securities	-	-	-
Foreign exchange losses, net	0	0	0
Losses from derivatives, net	-	-	-
Other investment expenses	0	0	0
Net investment income (loss)	407	1,451	918

Note: Above net investment income (loss) are stated on the statements of operations as an item of the gains (losses) from separate accounts.

d. Fair value information on securities

Valuation gains (losses) on trading securities

Individual variable annuities (Variable investment type / Emphasis on stable return)

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	4,657	108	4,912	(91)	4,913	243
Domestic bonds	3,387	(38)	3,522	28	3,397	(79)
Domestic stocks	750	124	704	(128)	849	259
Foreign bonds	202	(0)	264	6	258	(1)
Foreign stocks, etc.	317	22	421	2	408	65
Other securities	-	-	-	-	-	-
Monetary trusts	-	-	-	-	-	-

Individual variable annuities (Variable investment type / Emphasis on high return)

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	4,867	520	5,592	(379)	5,773	1,172
Domestic bonds	1,064	(12)	1,142	9	1,007	(20)
Domestic stocks	2,667	474	2,768	(399)	3,082	1,012
Foreign bonds	335	(5)	562	14	542	(7)
Foreign stocks, etc.	799	63	1,119	(4)	1,140	186
Other securities	-	-	-	-	-	-
Monetary trusts	-	-	-	-	-	-

Individual variable annuities (GMLB type)

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	5,383	298	5,845	(264)	6,008	665
Domestic bonds	2,860	(31)	3,059	25	2,890	(68)
Domestic stocks	1,794	311	1,713	(296)	2,023	655
Foreign bonds	385	(4)	618	14	593	(5)
Foreign stocks, etc.	342	22	452	(8)	501	83
Other securities	-	-	-	-	-	-
Monetary trusts	-	-	-	-	-	-

e. Fair value information on derivative transactions

(a) Interest-related transactions

The Company held no interest-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(b) Currency-related transactions

The Company held no currency-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(c) Stock-related transactions

The Company held no stock-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(d) Bond-related transactions

The Company held no bond-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(e) Others

The Company held no other derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

(4) Status of Non-participating Individual Variable Annuities (Separate accounts)

Note: Regarding non-participating individual variable annuities, there were no figures as of September 30, 2005 and March 31, 2006.

a. Total number of policies and total policy amount in force
 (Number, Millions of yen)

Category	As of September 30, 2006	
	Number	Amount
Non-participating individual variable annuities (GMLB type)	122	877

b. Asset composition

(Millions of yen, %)

Category	As of September 30, 2006	
	Number	Percentage
Cash and deposits, call loans	286	15.6
Securities	1,554	84.4
Domestic bonds	-	-
Domestic stocks	-	-
Foreign securities	-	-
Foreign bonds	-	-
Foreign stocks and other securities	-	-
Other securities	1,554	84.4
Loans	-	-
Other assets	-	-
Reserve for possible loan losses	-	-
Total assets	1,840	100.0

c. Net investment income
 (Millions of yen)

Category	As of September 30, 2006
Interests, dividends and income from real estate for rent	-
Gains on sales of securities	-
Gains on redemption of securities	-
Valuation gains on securities	4
Foreign exchange gains, net	-
Gains from derivatives, net	-
Other investment income	-
Losses on sale of securities	-
Amortization of securities	-
Devaluation losses on securities	-
Foreign exchange losses, net	-
Losses from derivatives, net	-
Other investment expenses	-
Net investment income	4

Note: Above net investment income are stated on the statements of operations as an item of the gains (losses) from separate accounts.

d. Fair value information on securities

Valuation gains (losses) on trading securities (Millions of yen)

Category	As of September 30, 2006	
	Current fair value and carrying value	Valuation gains (losses)
Trading securities	1,554	4
Domestic bonds	-	-
Domestic stocks	-	-
Foreign bonds	-	-
Foreign stocks	-	-
Other Securities	1,554	4
Monetary trusts	-	-

e. Fair value information on derivative transactions
(a) Interest-related transactions

The Company held no interest-related derivative instruments as of September 30, 2006.

(b) Currency-related transactions

The Company held no currency-related derivative instruments as of September 30, 2006.

(c) Stock-related transactions

The Company held no stock-related derivative instruments as of September 30, 2006.

(d) Bond-related transactions

The Company held no bond-related derivative instruments as of September 30, 2006.

(e) Others

The Company held no other derivative instruments as of September 30, 2006.

4. Reconciliation to Core Profit and Ordinary Profit

a. Reconciliation to core profit

(Millions of yen)

	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Core Revenues	542,663	510,491	1,021,367
Income from insurance premiums	435,365	432,069	871,153
Insurance premiums	434,681	431,479	870,134
Ceded reinsurance recoveries	684	589	1,018
Investment income	67,023	64,393	138,403
Interest, dividends and income from real estate for rent	52,369	63,054	106,987
Gains on redemption of securities	467	-	467
Other investment income	1,309	1,339	2,595
Gains on separate accounts, net	12,877	-	28,352
Other ordinary income	40,274	13,502	11,810
Income related to withheld insurance claims and other payments for future annuity payments	199	71	297
Income due to withheld insurance payments	1,376	1,216	3,177
Reversal of reserve for outstanding claims	5,329	-	3,900
Reversal of policy reserve	32,703	11,583	3,374
Reversal of reserve for employees' retirement benefits	-	-	-
Other ordinary income	665	631	1,060
Other core revenues	-	525	-
Core Expenses	498,978	450,736	925,261
Insurance claims and other payments	432,693	381,226	791,872
Insurance claims	170,879	142,561	308,591
Annuity payments	13,227	13,367	27,259
Insurance benefits	92,680	88,784	175,698
Surrender payments	98,811	115,193	203,007
Other payments	56,583	20,820	76,220
Reinsurance payments	510	498	1,093
Provision for policy and other reserves	460	896	906
Investment expenses	4,370	5,840	8,950
Interest expense	11	52	25
Amortization of securities	-	-	-
Provision for reserve for possible loan losses	-	-	-
Depreciation of real estate for rent	1,364	1,222	2,698
Other investment expenses	2,994	4,008	6,227
Losses on separate accounts, net	-	557	-
Operating expenses	55,077	55,995	109,262
Other ordinary expenses	6,376	6,741	14,268
Payments related to withheld insurance claims	794	1,067	1,914
Taxes	3,298	3,327	6,572
Depreciation	2,015	2,042	4,075
Provision for reserve for employees' retirement benefits	97	96	1,379
Other ordinary expenses	170	207	326
Other core expenses	-	35	-
Core Profit	43,684	59,755	96,105

b. Reconciliation to Non-consolidated Ordinary Profit

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Fiscal Year Ended March 31, 2006
Core profit (A)	43,684	59,755	96,105
Capital gains	16,341	14,374	42,270
Gains from monetary trusts, net	923	1,361	3,664
Gains on investments in trading securities, net	9,561	3,147	22,157
Gains on sales of securities	5,856	10,391	16,449
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	-	-
Others	-	(525)	-
Capital losses	14,200	19,618	37,745
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sales of securities	943	5,637	1,045
Devaluation losses on securities	512	1,167	547
Losses from derivatives, net	10,420	9,913	31,227
Foreign exchange losses, net	2,323	2,936	4,924
Others	-	(35)	-
Total capital gains/losses (B)	2,140	(5,244)	4,525
Core profit reflecting capital gains / losses (A+B)	45,825	54,511	100,630
Other one-time gains	(580)	(460)	(1,185)
Ceding reinsurance recoveries	-	-	-
Reversal of contingency reserve	(580)	(460)	(1,185)
Others	-	-	-
Other one-time losses	-	-	-
Reinsurance premiums	-	-	-
Provision for contingency reserve	-	-	-
Provision for specific reserve for possible loan losses	-	-	-
Provision for specific reserves for loans to refinancing countries	-	-	-
Write-off of loans	-	-	-
Others	-	-	-
Other one-time gains/losses (C)	(580)	(460)	(1,185)
Ordinary profit (A+B+C)	45,244	54,051	99,445

Note: Core profit for the six months ended September 30, 2006 includes 525 million yen of income gains from monetary trusts as other core revenues instead of capital gains, and 35 million yen of income losses from derivatives as other core expenses, instead of capital losses.

5. Disclosed Claims Based on Insurance Business Law Standard

(Millions of yen, %)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Claims against bankrupt and quasi-bankrupt obligors	129	140	121
Claims with collection risk	2,116	1,660	1,999
Claims for special attention	368	396	422
Subtotal	2,614	2,197	2,543
[% of Total]	[0.24]	[0.23]	[0.25]
Claims against normal obligors	1,072,324	962,228	1,009,163
Total	1,074,938	964,426	1,011,707

Notes:

1. Claims against bankrupt and quasi-bankrupt obligors are loans to borrowers who are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings and other borrowers in serious financial difficulties.
2. Claims with collection risk are loans to obligors (other than bankrupt and quasi-bankrupt obligors) with deteriorated financial condition and results of operations from which it is unlikely that the principal and interest on the loans will be recovered.
3. Claims for special attention are loans on which principal and/or interest are past due for three months or more and loans with a concessionary interest rate, as well as loans with renegotiated conditions in favor of the borrower, including renegotiated schedule and/or waivers, in each case, other than the loans described in notes 1 or 2 above.
4. Claims against normal obligors are all other loans.

6. Risk Monitored Loans (Based on Insurance Business Law Guidelines)

(Millions of yen, %)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Loans to bankrupt companies	105	118	93
Past due loans	2,140	1,681	2,025
Loans over due for three months or more	-	-	-
Restructured loans	368	395	422
Total: a	2,614	2,195	2,541
[% of total loans]	[0.25]	[0.23]	[0.26]
Specific reserve for possible loan losses: b	1,380	1,193	1,499
General reserve for possible loan losses: c	199	168	188
Amount covered by collateral and guarantees: d	942	887	890
Subtotal =a-b-c-d	91	(52)	(36)
Coverage ratio A = (b+c) / a (%)	60.4	62.0	66.4
Coverage ratio B = (b+c+d) / a (%)	96.5	102.4	101.4

Notes:

1. Certain past due loans and loans to bankrupt companies were written off and charged to the reserve for possible loan losses. Write-offs relating to bankrupt companies as of September 30, 2005, September 30, 2006, and March 31, 2006 amounted to 125 million yen, 5 million yen, and 6 million yen respectively. Past due loans also decreased due to write-offs in the amounts of 440 million yen, 421 million yen, and 431 million yen as of September 30, 2005, September 30, 2006 and March 31, 2006, respectively.
2. Loans to bankrupt companies are loans to borrowers that are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings on which the Company has stopped accruing interest after determining that collection or repayment of principal or interest is impossible due to a significant delay in payment of principal or interest or for some other reason.
3. Past due loans are loans (other than the loans described in note 2 above and the loans for which due dates for interest payments have been rescheduled for purposes of restructuring or supporting the borrower) on which the Company has stopped accruing interest based on self-assessment.
4. Loans over due for three months or more are loans, other than the loans described in notes 2 or 3 above, on which principal and/or interest are in arrears for three months or more.
5. Restructured loans are loans, other than the loans described in notes 2, 3 or 4 above, for which agreements have been made between the relevant parties to provide a concessionary interest rate, rescheduling of due dates for interest and/or principal payments, waiver of claims and/or other terms in favor of the borrower for purposes of restructuring or supporting the borrower.

(Reference) Reserve for Possible Loan Losses**(1) Reserve for Possible Loan Losses**

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
General reserve for possible loan losses	199	168	188
Specific reserve for possible loan losses	1,380	1,193	1,499
Specific reserve for loans to refinancing countries	-	-	-
Total	1,580	1,361	1,687

(2) Specific Reserve for Possible Loan Losses

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Transfer	1,380	1,193	1,499
Reversal	1,515	1,499	1,509
Net transfer	(134)	(305)	(10)

Note: The amount of reversal indicated above does not include the amount of reversal made for any specific purpose.

(3) Specific Reserve for Loans to Refinancing Countries**a. Specific reserve for loans to refinancing countries**

The Company held no specific reserve for loans to refinancing countries as of September 30, 2005, September 30, 2006 and March 31, 2006.

b. Loan outstanding by country

The Company held no loan outstanding by country as of September 30, 2005, September 30, 2006 and March 31, 2006.

(4) Write-off of Loans

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Write-off of loans	-	-	-

Note: The amounts of loan write-offs are those representing the portions of the relevant collateralized or guaranteed credits to Bankrupt Debtors and Effectively Bankrupt Debtors that remain unrecoverable, after deduction of the amounts equivalent to those deemed recoverable by way of valuation of collateral or execution of guarantee, and are reduced directly from the relevant aggregate credits.

(Reference) Self-Assessment of Loans

Self-assessment of assets means individually reviewing each asset, and categorizing it according to risks in collection or deterioration of the value as an asset, which should provide the basis for adequate write-offs or reservation, and creation of reliable financial statements.

According to their risks in collection or deterioration of the value as an asset, assets are categorized into four classes from Class I - IV. Class I is composed of assets with no problem.

Daido Life has established the internal criteria for self-assessment, and write-offs and reservation, and is carrying out strict self-assessment, and write-offs and reserve.

In the results of self-assessment of loans as of September 30, 2006, the Company deducted all assets categorized Class IV as uncollectible, and calculated the expected losses on each asset in Class III, and added the adequate reserve. Thus, the Company is making efforts to keep soundness of its assets.

Self-Assessment of Loans

(Millions of yen)

Classifications	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation
Class I	1,068,054	1,069,290	958,504	959,544	1,004,156	1,005,508
Class II	5,389	5,389	4,789	4,789	6,089	6,089
Class III	1,495	258	1,132	92	1,461	109
Class IV	-	-	-	-	-	-
Total exposures	1,074,938	1,074,938	964,426	964,426	1,011,707	1,011,707

Note: The total exposures include securities lent, guarantee endorsements, interest payable and suspense payments in addition to loans. The interest payable and suspense payments included here are limited to those related to loans and securities lent.

7. Solvency Margin Ratio

(Millions of yen, %)

Items	As of Sep. 30, 2005	As of Sep. 30, 2006	As of March 31, 2006
Total solvency margin (A)	838,434	1,027,260	1,068,289
Net assets (less certain items)	182,057	211,079	196,573
Reserve for price fluctuations	36,045	55,022	47,571
Contingency reserve	78,474	79,539	79,079
Reserve for possible loan losses	199	168	188
Net unrealized gains on available-for-sale securities (before tax) (x 90 percent, if gains; x 100 percent, if losses)	351,937	463,950	539,564
Net unrealized gains (losses) on real estate (x 85 percent, if gains; x 100 percent, if losses)	(10,379)	(2,714)	(4,973)
Excess of amount of policy surrender payment	123,514	127,719	124,207
Unallotted portion of reserve for policyholder dividends	7,474	8,623	8,916
Future profits	13,280	12,729	13,655
Deferred tax assets	55,830	71,140	63,505
Subordinated debt	-	-	-
Deductible items	-	-	-
Total risk $\sqrt{R_1^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	149,622	171,329	170,317
Insurance risk R_1	34,232	33,984	34,182
Assumed investment yield risk R_2	20,888	19,955	20,493
Investment risk R_3	120,420	143,211	141,649
Business risk R_4	3,525	3,957	3,940
Minimum guaranty risk R_7	721	718	684
Solvency margin ratio $\frac{(A)}{(1/2) X (B)} \times 100$	1,120.7%	1,199.1%	1,254.4%

Notes:

- The above ratio is calculated in accordance with Articles 86, 87 of the ministerial ordinance for Insurance Business Law as well as Announcement No. 50 issued by the Ministry of Finance in 1996.
- "Net assets (less certain items)" as of September 30, 2006 represents net assets on the balance sheet less net unrealized gains on securities, provision for advanced depreciation on real estate, gains on deferred hedge and estimated appropriation paid in cash. As for September 30, 2005 and March 31, 2006, "Net assets (less certain items)" above represents equity capital on the balance sheet less net unrealized gains on securities, provision for advanced depreciation on real estate and (estimated) appropriation paid in cash.
- Net unrealized gains (losses) on real estates are basically calculated by the method of appraised price, whereas as for less important real estates, they are calculated by the method of posted price.
- Minimum guarantee risks were calculated using the standard method regulated by FSA.

8. Adjusted Net Assets

(Millions of yen)

Items	As of Sep. 30, 2005	As of Sep. 30, 2006	As of March 31, 2006
Adjusted net assets	844,579	1,001,923	1,062,325

Note: Foregoing were calculated according to the orders providing classifications, etc. that are stipulated in 132.2 of Insurance Business Law, and descriptions provided in Notification No. 2 issued in January 1999 by Financial Supervisory Agency and Ministry of Finance.

Supplementary Data for the Six Months Ended September 30, 2006
Non-Consolidated Financial Results at Press Conference

(1) Sales Results

(Millions of yen, %)

	Six Months Ended September 30, 2006	% Change from Fiscal Year Ended Mar. 31, 2006	% Change from Six Months Ended Sept. 30, 2005	Fiscal Year Ended March 31, 2006	Six Months Ended September 30, 2005
Annualized Premiums of New Policies	42,025	-	1.0	82,889	41,606
3rd Sector Products	1,898	-	(5.4)	3,916	2,008
Annualized Premiums of Total Policies	690,185	0.8	1.7	684,746	678,589
3rd Sector Products	59,804	(1.4)	(2.1)	60,631	61,100
Income from Insurance Premiums	432,069	-	(0.8)	871,153	435,365
Individual Insurance and Annuities	336,392	-	1.3	667,850	332,212
Group Insurance and Annuities	94,038	-	(7.2)	199,890	101,347
New Policy Amount	2,239,268	-	4.4	4,292,776	2,145,706
Policy Amount in Force	39,990,162	(0.0)	0.5	40,008,062	39,781,091
Surrender & Lapse Amount	1,765,410	-	12.1	3,040,038	1,575,227
Surrender & Lapse Rate	4.41%	-	0.44point	7.66%	3.97%

Notes:

1. New policy amount and policy amount in force include individual insurance and annuities.
2. Surrender and lapse amount does not include reinstatement.
3. Surrender and lapse rates for the six months ended September 30, 2006 and 2005 are not annualized.
4. Annualized premiums include individual insurance and annuities.

(2) Assets

(Millions of yen, %)

	As of September 30, 2006	% Change from Mar. 31, 2006	% Change from Sept. 30, 2005	As of March 31, 2006	As of September 30, 2005
Total Assets	6,302,087	(1.6%)	3.2%	6,406,113	6,106,722
Adjusted Net Asset	1,001,923	(5.7%)	18.6%	1,062,325	844,579
Adjusted Net Asset/ General Account Assets	16.3	(0.7points)	2.1points	17.0	14.2
Solvency Margin Ratio	1,199.1	(55.3points)	78.4points	1,254.4	1,120.7

Note: Adjusted net asset is calculated based on the regulatory standard.

(3) Core Profit / Negative Spread

(Millions of yen, %)

	Six Months Ended September 30, 2006	% Change from Fiscal Year Ended Mar. 31, 2006	% Change from Six Months Ended Sept. 30, 2005	Fiscal Year Ended March 31, 2006	Six Months Ended September 30, 2005
Core Profit	59,755	-	36.8%	96,105	43,684

(Millions of yen)

	Fiscal Year Ending March 31, 2007 (Forecast)	Fiscal Year Ended March 31, 2006
Negative Spread	32,000	29,390

(4) Policy and Other Reserves

(Millions of yen)

	As of September	Change from	Change from	As of March 31,	As of September
	30, 2006				
Policy Reserve (Note: 1)	5,215,860	(11,583)	17,745	5,227,444	5,198,114
General Account	5,081,444	(11,018)	15,104	5,092,462	5,066,339
Separate Account	134,416	(565)	2,640	134,982	131,775
Reserve for Price Fluctuations	55,022	7,451	18,977	47,571	36,045
Contingency Reserve	79,539	460	1,065	79,079	78,474
Contingency Reserve 1	44,979	214	487	44,764	44,492
Contingency Reserve 2	34,181	241	572	33,940	33,609
Contingency Reserve 3	378	4	5	374	372
Contingency Reserve Fund	-	-	-	-	-
Price Fluctuation Reserve Fund	-	-	-	-	-
Appropriated Retained Earnings for General Purpose (Note: 2)	100,000	-	27,000	100,000	73,000

Notes:

1. The amount of policy reserve excludes the amount of contingency reserve.

2. Appropriated retained earnings for general purposes as of March 31, 2006 is total amount after the appropriation of profit.

(5) Unrealized Gains/ Losses

(Millions of yen)

	As of September	Change from	Change from	As of March 31,	As of September
	30, 2006				
Securities	498,698	(89,100)	83,799	587,799	414,899
Domestic Stocks	245,504	(52,645)	41,135	298,149	204,368
Domestic Bonds	19,928	6,424	(38,804)	13,504	58,732
Foreign Securities	14,258	5,740	1,908	8,518	12,350
Other Securities	189,482	(41,485)	70,600	230,967	118,882
Real Estate (domestic land and lease)	(2,714)	2,259	7,665	(4,973)	(10,379)

Notes:

1. These figures include securities held in monetary trusts and do not include securities without readily obtainable fair value.

2. Unrealized gains / losses on real estate are mainly calculated based on the appraisal price. As for less important property, posted price is used.

(6) Impairment of Fixed Assets

(Millions of yen)

	Six Months Ended	% Change from	% Change from	Fiscal Year Ended	Six Months Ended
	September 30, 2006	Fiscal Year Ended Mar. 31, 2006	Six Months Ended Sept. 30, 2005		
Impairment Loss	525	254	254	270	270

(7) Investment for the Six Months Ended September 30, 2006

(Millions of yen)

	Net Increase (decrease)	Second Half Year Ending March 31, 2007 (Planned)	
Domestic Stocks (Including stocks held in investment trusts)	23,013 33,934	Prolong duration of domestic bonds if interest rates rise. Slightly decrease in foreign bonds.	
Domestic Bonds	(97,468)	Basically maintain current asset composition for domestic stocks, foreign stocks, foreign currency exchange and others.	
Foreign Stocks	22,521	Possible change according to the prospect of the market.	
Foreign Bonds	62,090	Continue to increase net exposure to alternative investments.	
Real Estate	2,878		

Note: Net increase (decrease) indicates net of the total executed amount including stock futures contracts and bond futures contracts. As for monetary trusts, the amount is the net cash inflow (outflow) due to newly setup or cancellation.

(8) Level of Indices where Unrealized Gains/ Losses on Assets are Break-even as of September 30, 2006

	As of September 30, 2006	
NIKKEI Average	approx.	7,700 Yen
TOPIX	approx.	770 Points
Yen-Denominated Bonds	approx.	1.9%
Foreign Securities	approx.	108 Yen

Notes:

- The indices for Yen-Denominated Bonds are calculated on a 10-Year JGB yield basis (September 30, 2006: 1.68%).
- These figures are calculated based on asset holdings as of September 30, 2006 assuming that our asset portfolio is the same as those of the NIKKEI average and TOPIX. Because our portfolio is not necessarily the same as these indices, actual results may differ from above figures.
- Regarding the Yen-Denominated Bonds calculation, the "parallel-shift case" is based on the assumption that any shifts in the yield curve as of September 30, 2006 will be parallel shifts, while the "Steepening case" is based on the assumption that the current near-zero short-term interest rates of 10-Year JGB yield will remain, and future long-term interest rates will rise relative to the short-term interest rates.
- The index of Foreign Securities is calculated based on a U.S. dollar/yen rate basis (September 30, 2006: 117.90 yen). Currency hedged position to which hedge accounting rule is applied are excluded in the calculation.

(9) Performance forecasts for the Fiscal Year Ending March 31, 2007

(Billions of yen)

	Fiscal Year Ending March 31, 2007
Income from Insurance Premiums	880
Core Profit	88
Policy Amount in Force	40,380
Annualized Premiums of Total Policies	700

Notes:

- Policy amount in force includes individual insurance and annuities.
- 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 of risks and uncertainties that may affect the Company's businesses.

(10) Cross Holdings with Domestic Banks as of September 30, 2006**a. Contributions from Domestic Banks** (Millions of yen)

	As of September 30, 2006
Funds	None
Subordinated Loans and Debentures	None

b. Contributions to Domestic Banks (Millions of yen)

	As of September 30, 2006
Bank Stocks Held	171,842
Subordinated Loans and Debentures	280,432

Note: Preferred stocks issued by foreign subsidiaries is included in the preferred securities issued by foreign subsidiaries from the term under review.

(11) Number of Employees

(Number)

	As of September 30, 2006	% Change from Mar. 31, 2006	% Change from Sept. 30, 2005	As of March 31, 2006	As of September 30, 2005
In-house Sales Representatives	4,886	(0.5%)	1.8%	4,909	4,798
Sales Agents	14,287	2.3 %	3.4%	13,963	13,820
Administrative personnel	3,245	2.3 %	1.5%	3,171	3,197

(12) OTC Sales through Banks

Daido Life is not applicable. T&D Financial Life, a member of T&D Life Group, is applicable, since they sell its products OTC through banks.

NON-CONSOLIDATED FINANCIAL SUMMARY

(For the six months ended September 30, 2006)

November 16, 2006

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/>
 Date of Board Meeting for Settlement of Accounts: November 16, 2006
 Application of Share Unit System: No

1. Non-Consolidated Operating Results for the Six Months Ended September 30, 2006 (April 1, 2006 - Sep. 30, 2006)**(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 % change	Ordinary Profit		Net Income	
		% change	Core Profit % change	% change	% change
Six months ended Sep. 30, 2006	¥91,352 million (38.7)	¥(6,777) million 11.1	¥(3,267) million (28.3)	¥(5,876) million (7.8)	
Six months ended Sep. 30, 2005	¥149,012 million 147.8	¥(6,102) million 155.3	¥(4,555) million 104.5	¥(6,373) million	-
Year ended March 31, 2006	¥312,371 million 108.0	¥(12,246) million (5.0)	¥(7,037) million 4.3	¥(11,413) million	-

	Net Income Per Share
Six months ended Sep. 30, 2006	¥(7,345.88)
Six months ended Sep. 30, 2005	¥(10,622.88)
Year ended March 31, 2006	¥(18,952.71)

Notes:

- Average number of outstanding shares during the term: for the six months ended September 30, 2006: 800,000; for the six months ended September 30, 2005: 600,000; for the fiscal year ended March 31, 2006: 602,192
- Changes in method of accounting: Applicable
- % changes for ordinary revenues and ordinary profit, etc. are presented in comparison with the same term of the previous fiscal year.
- 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 September 30, 2006	¥956,364 million	¥39,307 million	4.1%	¥49,133.96
As of September 30, 2005	¥817,414 million	¥19,159 million	2.3%	¥31,932.71
As of March 31, 2006	¥934,116 million	¥45,243 million	4.8%	¥56,554.76

Notes:

- Number of outstanding shares at the end of the term: as of September 30, 2006: 800,000; as of September 30, 2005: 600,000; as of March 31, 2006: 800,000
- Number of treasury stock at the end of the term: None

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

T&D Financial Life's forecasts are omitted. Please refer to T&D Holdings' "Consolidated Forecasts for the Year Ending March 31, 2007" section in this material "Consolidated Financial Summary for the six months ended September 30, 2006".

3. Dividends

	Cash Dividends per Share		
	Interim	Year-End	Annual
Year Ended March 31, 2006 (Result)	¥-	¥-	¥-
Year Ending March 31, 2007 (Result)	¥-	¥-	¥-

T&D Financial Life Unaudited Non-Consolidated Condensed Balance Sheets

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Assets:						
Cash and deposits	56,677	6.9	29,031	3.0	41,611	4.5
Cash	9		2		5	
Deposit	56,667		29,029		41,605	
Call loans	-		20,000	2.1	-	
Monetary trusts	7,158	0.9	10,138	1.1	7,748	0.8
Securities	713,870	87.3	862,135	90.2	844,351	90.4
Government bonds	261,779		331,532		289,335	
Corporate bonds	23,270		17,915		23,092	
Domestic stocks	2,108		2,091		2,331	
Foreign securities	44,882		27,784		46,688	
Other securities	381,829		482,811		482,903	
Loans	14,304	1.8	11,847	1.2	13,333	1.4
Policy loans	9,212		8,031		8,261	
Commercial loans	5,092		3,815		5,071	
Property and equipment	151	0.0	-	-	145	0.0
Buildings	125		-	-	124	
Equipment	25		-	-	20	
Construction in progress	-		-	-	0	
Tangible fixed assets	-		309	0.0	-	
Buildings	-		294		-	
Other tangible fixed assets	-		14		-	
Intangible fixed assets	-		2,344	0.2	-	
Software	-		2,310		-	
Other intangible fixed assets	-		34		-	
Due from agencies	0	0.0	-	-	-	
Due from reinsurers	5,657	0.7	5,356	0.6	5,923	0.6
Other assets	14,685	1.8	10,340	1.1	15,887	1.7
Accounts receivable	7,140		7,890		11,284	
Prepaid expenses	238		391		230	
Accrued income	984		875		932	
Deposit for rent	856		911		993	
Suspense payable	145		108		85	
Goodwill	3,250		-		-	
Other assets	2,069		162		2,360	
Deferred tax assets	5,052	0.6	4,934	0.5	5,207	0.6
Reserve for possible loan losses	(144)	(0.0)	(72)	(0.0)	(92)	(0.0)
Total assets	817,414	100.0	956,364	100.0	934,116	100.0

(Millions of yen)

	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	%	Amount	%	Amount	%
Liabilities:						
Policy reserves -	779,202	95.3	901,993	94.3	874,877	93.7
Reserve for outstanding claims	6,564		5,009		4,475	
Policy reserve	769,130		894,011		866,962	
Reserve for policyholder dividends	3,506		2,972		3,440	
Due to agencies	1,211	0.2	1,240	0.1	849	0.1
Due to reinsurers	138	0.0	130	0.0	59	0.0
Other liabilities	7,120	0.9	5,473	0.6	4,718	0.5
Income taxes payable	27		6		38	
Accounts payable	3,594		2,924		2,518	
Accrued expenses	2,492		1,397		1,129	
Unearned income	0		0		0	
Deposit received	267		351		365	
Suspense receipt	738		794		666	
Reserve for employees' retirement benefits	10,146	1.3	7,699	0.8	7,886	0.9
Reserve for directors' and corporate auditors' retirement benefits	101	0.0	134	0.0	117	0.0
Reserve for price fluctuations	334	0.0	385	0.1	364	0.0
Total liabilities	798,254	97.7	917,057	95.9	888,872	95.2
Stockholders' equity:						
Common stock	20,000	2.5	-	-	36,000	3.8
Capital surplus	10,000	1.2	-	-	26,000	2.8
Retained earnings (deficit)	(11,192)	(1.4)	-	-	(16,231)	(1.7)
Unappropriated deficit	11,192		-	-	16,231	
Net unrealized gains on securities	351	0.0	-	-	(524)	(0.1)
Total stockholders' equity	19,159	2.3	-	-	45,243	4.8
Total liabilities and stockholders' equity	817,414	100.0	-	-	934,116	100.0
Net assets:						
Common stock	-	-	36,000	3.8	-	-
Capital surplus	-	-	26,000	2.7	-	-
Retained earnings	-	-	(22,108)	(2.3)	-	-
Other retained earnings	-	-	(22,108)		-	-
Unappropriated retained earnings	-	-	(22,108)		-	-
Total stockholders' equity	-	-	39,891	4.2	-	-
Net unrealized gains on securities	-	-	(584)	(0.1)	-	-
Total valuation and translation adjustments	-	-	(584)	(0.1)	-	-
Total net assets	-	-	39,307	4.1	-	-
Total liabilities and net assets	-	-	956,364	100.0	-	-

T&D Financial Life Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Ordinary revenues	149,012	100.0	91,352	100.0	312,371	100.0
Income from insurance premiums	107,503		85,606		208,153	
Insurance premiums	104,933		84,227		203,351	
Ceded reinsurance recoveries	2,570		1,379		4,802	
Investment income	38,083		2,624		92,291	
Interest, dividends and income from real estate for rent	2,442		2,237		4,590	
Interest income from deposits	0		0		0	
Interest income and dividends from securities	2,255		2,051		4,224	
Interest income from loans	186		176		366	
Other income from interest and dividends	0		8		0	
Gains on sales of securities	251		333		502	
Gains on redemption of securities	0		0		0	
Other investment income	106		53		170	
Gains on separate accounts, net	35,282		-		87,026	
Other ordinary income	3,424		3,122		11,926	
Income related to withheld insurance claims and other payments for future annuity payments	2,434		2,719		6,413	
Income due to withheld insurance payments	294		208		470	
Reversal of reserve for outstanding claims	163		-		2,252	
Reversal of reserve for employees' retirement	492		186		2,752	
Reversal of reserve for directors' and corporate auditors' retirement benefits	21		-		5	
Other ordinary profit	17		7		30	
Ordinary expenses	155,115	104.1	98,130	107.4	324,617	103.9
Insurance claims and other payments	43,451		47,875		97,131	
Insurance claims	12,765		10,160		24,046	
Annuity payments	2,563		2,555		5,017	
Insurance benefits	7,319		6,902		16,686	
Surrender payments	14,481		21,487		38,812	
Other payments	5,030		4,762		9,235	
Reinsurance premiums	1,290		2,007		3,334	
Provision for policy and other reserves	95,086		27,586		192,921	
Provision for reserve for outstanding claims	-		534		-	
Provision for policy reserve	95,082		27,049		192,914	
Interest portion of reserve for policyholder dividends	3		2		6	
Investment expenses	2,116		13,704		5,202	
Interest expenses	0		0		1	
Losses from monetary trusts, net	1,878		1,609		4,788	
Losses on sales of securities	164		807		291	
Devaluation losses on securities	55		-		55	
Losses from redumption of securities	1		-		1	
Foreign exchange losses, net	0		0		0	
Other investment expenses	15		22		61	
Losses on separate accounts, net	-		11,263		-	
Operating expenses	9,941		7,809		20,294	
Other ordinary expenses	4,520		1,155		9,068	
Payments related to withheld insurance claims	260		232		543	
Taxes	722		629		1,484	
Depreciation	287		272		535	
Provision for reserve for directors' and corporate auditors' retirement benefits	-		16		-	
Amortization of goodwill	3,250		-		6,500	
Other ordinary losses	0		4		5	
Ordinary profit	6,102	(4.1)	6,777	(7.4)	12,246	(3.9)

(Millions of yen)

	Six months ended September 30, 2005		Six months ended September 30, 2006		Year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
Extraordinary gains	0	0.0	9	0.0	1	0.0
Gains on sales of fixed assets	-	-	0	-	-	-
Reversal of reserve for possible loan losses	0	-	9	-	1	-
Extraordinary losses	2,140	1.4	905	1.0	2,699	0.9
Losses on sales, disposal and devaluation of property and equipment	315	-	-	-	376	-
Losses on sales, disposal and devaluation of fixed assets	-	-	12	-	-	-
Provision for reserve for price fluctuations	50	-	21	-	80	-
Headquarters removal costs	-	-	871	-	-	-
Other extraordinary losses	1,774	-	-	-	2,243	-
Provision for reserve for policyholder dividends	770	0.5	689	0.8	1,233	0.4
Loss before income taxes	9,012	(6.0)	8,362	(9.2)	16,178	(5.2)
Current income taxes	(4,413)	(2.9)	(2,785)	(3.1)	(6,809)	(2.2)
Deferred income taxes	1,775	1.2	299	0.3	2,044	0.7
Net loss	6,373	(4.3)	5,876	(6.4)	11,413	(3.7)
Unappropriated deficit at beginning of period	4,818	-	-	-	4,818	-
Unappropriated deficit at end of period	11,192	-	-	-	16,231	-

Supplementary Materials for the Six Months Ended September 30, 2006

Percentages are rounded to the nearest relevant percentage point.

Therefore, the sums of each percentage do not always amount to 100%.

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1. Business Highlights

(1) Total Policy Amount in Force

(Number: Thousands, 100 Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006						As of March 31, 2006	
	Number	Amount	Number	Amount		Number	Amount		Number	Amount
				Change (%)	Change from previous FYE (%)		Change (%)	Change from previous FYE (%)		
Individual insurance	310	22,900	268	86.7	93.8	19,052	83.2	92.0	286	20,708
Individual annuities	81	4,919	91	112.9	105.3	6,239	126.8	104.9	86	5,945
Subtotal	391	27,820	360	92.1	96.5	25,292	90.9	94.9	373	26,654
Group insurance	-	17,006	-	-	-	14,819	87.1	97.8	-	15,160
Group annuities	-	453	-	-	-	405	89.4	91.3	-	444

Notes:

1. Policy amounts for individual annuities are equal to the funds 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.

(2) New Policy Amount

(Number: Thousands, 100 Millions of yen)

Category	Six Months Ended September 30, 2005				Six Months Ended September 30, 2006			
	Number	Amount	New policies	Increase from conversion	Number	Amount	New policies	Increase from conversion
Individual insurance	3	336	336	-	0	0	0	-
Individual annuities	11	693	693	-	7	540	540	-
Subtotal	14	1,029	1,029	-	7	540	540	-
Group insurance	-	-	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-	-	-

Category	Year Ended March 31, 2006			
	Number	Amount	New policies	Increase from conversion
Individual insurance	3	341	341	-
Individual annuities	19	1,286	1,286	-
Subtotal	23	1,627	1,627	-
Group insurance	-	0	0	-
Group annuities	-	-	-	-

Notes:

1. There is no conversion plan from FY2001.
2. The new policy amount 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 annuity products is equal to the initial premium payment.

(3) Annualized Premiums

a. Policy amount in force

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	Change (%)	
			Change (%)	Change from previous FYE (%)
Individual insurance	37,702	30,542	81.0	93.5
Individual annuities	35,281	47,486	134.6	114.6
Total	72,984	78,029	106.9	105.3
3rd Sector	8,512	7,172	84.3	93.0

As of March 31, 2006	
	32,681
	41,436
	74,117
	7,711

b. New Policy Amount

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Change (%)	
			Change (%)	Change from previous FYE (%)
Individual insurance	480	0	0.2	
Individual annuities	6,758	6,252	92.5	
Total	7,239	6,253	86.4	
3rd Sector	293	0	0.0	

Year Ended March 31, 2006	
	485
	12,545
	13,030
	293

Note: 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.

(4) Policies by Dividend Type (Individual Insurance and Annuities)**a. Policies in force**

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	1,715,718	61.7	1,515,369	59.9	1,614,147	60.6
Semi-participating	432,859	15.6	328,708	13.0	369,586	13.9
Non-participating	633,465	22.8	685,125	27.1	681,683	25.6
Total	2,782,043	100.0	2,529,204	100.0	2,665,417	100.0

b. New policies

(Millions of yen, %)

Category	Six Months Ended September 30, 2005		Six Months Ended September 30, 2006		Year Ended March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	-	-	-	-	-	-
Semi-participating	5,549	5.4	-	-	5,549	3.4
Non-participating	97,446	94.6	54,064	100.0	157,233	96.6
Total	102,995	100.0	54,064	100.0	162,783	100.0

Note: Semi-participating policies only pay dividends related to investment every five years.

(5) Average Amount of New Policies and Policy Amount in Force (Individual Insurance)

(Thousands of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Average amount of new policies	8,872	12,600	8,892
Average amount in force	7,385	7,091	7,228

Note: There is no conversion plan from FY2001.

(6) New Policy Rate (New policy amount/ Policy amount in force at the beginning of fiscal year)

(%)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Individual insurance	1.3	0.0	1.4
Individual annuities	17.8	9.1	33.1
Subtotal	3.5	2.0	5.6
Group insurance	0.0	0.0	0.0

Notes:

1. There is no conversion plan from FY2001.

2. The figures for the six months ended September 30, 2006 and 2005 are not annualized.

(7) Surrender and Lapse Rate (Surrender and lapse amount/ Policy amount in force at the beginning of fiscal year)

(%)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Individual insurance	8.5	5.9	15.4
Individual annuities	2.6	2.8	7.5
Subtotal	7.7	5.2	14.4
Group insurance	0.1	0.2	0.1

Note: The figures for the six months ended September 30, 2006 and 2005 are not annualized.

(8) Surrender and Lapse Amount

(Number, Millions of yen)

Category	Six Months Ended September 30, 2005				Six Months Ended September 30, 2006				Year Ended March 31, 2006	
	Number		Amount		Number		Amount		Number	Amount
	Change (%)		Change (%)		Change (%)		Change (%)			
Individual insurance	21,983	105.4	213,304	102.6	12,983	59.1	122,015	57.2	40,144	389,473
Individual annuities	1,568	102.7	10,137	125.7	1,683	107.3	16,842	166.1	3,612	29,221
Subtotal	23,551	105.2	223,442	103.4	14,666	62.3	138,858	62.1	43,756	418,694
Group insurance	-	-	1,039	36.2	-	-	3,126	300.8	-	1,843

(9) Average Premium Amount of Individual Insurance New Policies (Monthly premium)

(Yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Average premium amount	9,759	18,530	9,723

Note: There is no conversion plan from FY2001.

(10) Average Assumed Investment Yield and Negative Spread

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Amount of negative spread	2,027	2,049	4,306
Investment yield on core profit	1.21%	1.13%	1.14%
Average assumed investment yield	2.18%	2.16%	2.19%
Individual insurance and annuities	2.35%	2.33%	2.36%
Policy reserve in general accounts	418,737	400,278	411,721

Notes:

1. Method of calculating negative spread:

(Investment yield on core profit - Average assumed investment yield) x Policy reserve in general accounts

2. While investment yield on core profit and average assumed investment yield as in 1 above are not annualized as in the notes 3 and 4 hereunder.

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 accounts only) by denominator as policy reserve in general accounts.

5. Policy reserve in general accounts represents the earned policy reserve calculated for policy reserve in general accounts less contingency reserve by Hardy method as follows:

Hardy method: (Policy reserve at beginning of fiscal year + Policy reserve at end of fiscal year - Assumed interest) x (1/2)

(11) Mortality Rate for Individual Insurance

(%)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Rate based on number of policies	2.27	2.48	4.46
Rate based on policy amount	2.65	2.91	5.16

Note: The figures for the six months ended September 30, 2006 and 2005 are not annualized.

(12) Reserve for Outstanding Claims

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Insurance claims			
Death benefits	1,910	1,729	1,643
Accidental death benefits	11	39	34
Disability benefits	458	360	316
Maturity benefits	329	422	499
Others	0	-	17
Subtotal	2,710	2,553	2,511
Annuity payments	28	51	37
Insurance benefits	1,639	530	583
Surrender payments	1,732	1,683	1,310
Deferred insurance benefits	14	13	22
Total	6,564	5,009	4,475

(13) Policy Reserve

(Millions of yen)

Category		As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Policy reserve (excluding contingency reserve)				
Individual insurance		254,153	241,565	247,468
	General accounts	251,245	238,518	244,281
	Separate accounts	2,907	3,046	3,186
Individual annuities		465,226	604,354	568,797
	General accounts	116,902	119,698	115,316
	Separate accounts	348,324	484,656	453,480
Group insurance		317	265	285
	General accounts	317	265	285
	Separate accounts	-	-	-
Group annuities		45,372	40,544	44,425
	General accounts	45,312	40,500	44,369
	Separate accounts	59	44	56
Others		917	785	849
	General accounts	917	785	849
	Separate accounts	-	-	-
Subtotal		765,986	887,515	861,827
	General accounts	414,695	399,768	405,103
	Separate accounts	351,291	487,746	456,724
Contingency reserve				
	Contingency reserve 1	2,661	3,308	2,989
	Contingency reserve 2	-	-	-
	Contingency reserve 3	481	3,187	2,145
	Subtotal	3,143	6,496	5,134
Total		769,130	894,011	866,962
	General accounts	417,839	406,264	410,237
	Separate accounts	351,291	487,746	456,724

(14) Policy Reserve Calculating Methods and Ratios

Category			As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Calculating methods	Policies subject to Standard Policy Reserve Method	Variable annuities	Net Level Premium Reserve Method	Net Level Premium Reserve Method	Net Level Premium Reserve Method
		Other insurance	5-year Zillmer Method (Full-year Zillmer Method is applied to the policies whose effective date are before September 30, 2001.)	5-year Zillmer Method (Full-year Zillmer Method is applied to the policies whose effective date are before September 30, 2001.)	5-year Zillmer Method (Full-year Zillmer Method is applied to the policies whose effective date are before September 30, 2001.)
	Policies not subject to Standard Policy Reserve Method	Variable annuities	Net Level Premium Reserve Method	Net Level Premium Reserve Method	Net Level Premium Reserve Method
		Other insurance	Full-year Zillmer Method	Full-year Zillmer Method	Full-year Zillmer Method
Ratio of "Amount of the Company's Policy Reserve (Excluding Contingency Reserve)" to "Policy Reserve Required by Regulatory Standards"			99.0%	99.4%	99.2%

Note: Calculating methods and ratios stated above cover individual insurance and annuity policies only. Group insurance and annuity policies have different calculating methods.

(15) Other Reserves

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Increase (Decrease)	Amount	Increase (Decrease)	Amount	Increase (Decrease)
Reserve for possible loan losses						
General reserve	13	(1)	4	(9)	13	(1)
Specific reserve	130	0	68	(10)	79	(50)
Reserve for employees' retirement benefits	10,146	(492)	7,699	(186)	7,886	(2,752)
Reserve for directors' retirement benefits	101	(21)	134	16	117	(5)
Reserve for price fluctuations	334	50	385	21	364	80

(16) Insurance Premium

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Individual insurance	15,077	12,360	28,313
Single premiums	484	-	484
Annual payment	1,567	1,360	2,930
Semi-annual payment	231	194	438
Monthly payment	12,792	10,805	24,460
Individual annuities	85,312	68,044	166,043
Single premiums	84,442	67,262	164,315
Annual payment	113	98	236
Semi-annual payment	12	10	23
Monthly payment	743	672	1,468
Group insurance	2,547	2,016	4,832
Group annuities	1,987	1,798	4,119
Total	104,933	84,227	203,351

(17) Insurance Claims

(Millions of yen)

Category	Six Months Ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Death benefits	6,651	3,970	-	1,254	-	-	-	5,224	12,684
Accidental death benefits	15	69	-	3	-	-	-	72	84
Disability benefits	440	322	-	54	-	-	-	377	702
Maturity benefits	5,655	4,440	-	-	-	17	-	4,458	10,573
Others	2	27	-	-	-	-	-	27	2
Total	12,765	8,830	-	1,312	-	17	-	10,160	24,046

(18) Annuity Payments

(Millions of yen)

Six Months Ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2006	Year Ended March 31, 2006
2,563	-	1,956	22	545	31	-	2,555	5,017

(19) Insurance Benefits

(Millions of yen)

Category	Six Months Ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Death benefits	2,707	0	3,094	-	-	0	-	3,095	7,032
Hospitalization benefits	822	690	1	4	-	-	0	696	1,567
Operation benefits	323	313	0	-	-	-	-	314	634
Injury benefits	19	12	-	0	-	-	-	13	20
Survival benefits	1,352	816	-	-	-	0	-	817	3,261
Others	2,094	31	-	-	1,934	-	-	1,966	4,170
Total	7,319	1,865	3,096	4	1,934	1	0	6,902	16,686

(20) Surrender Payments

(Millions of yen)

Six Months Ended September 30, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2006	Year Ended March 31, 2006
14,481	4,504	16,511	-	447	24	-	21,487	38,812

(21) Operating Expenses

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Sales activity related expenses	4,556	3,076	9,127
Sales administrative expenses	771	249	1,184
General administrative expenses	4,612	4,483	9,981
Total	9,941	7,809	20,294

(22) Operating Expense Ratio (Against Insurance Premiums)

(%)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Operating expense ratio	9.5	9.3	10.0

2. Investment in General Account Assets for the Six Months Ended September 30, 2006

(1) Interim Term Ended September 30, 2006 Investment Performance

As of September 30, 2006, general account assets amounted to ¥469.6 billion (¥476.3 billion), down ¥6.6 billion from the level at the end of the previous fiscal year (hereinafter, figures in parentheses represent levels at the end of the previous fiscal year).

For the interim term ended September 30, 2006, T&D Financial Life reduced the amount of investments in currency-hedged foreign bonds to 0.4% (7.4%) of the Company's general account assets, while continuing to invest mainly in yen-denominated fixed income assets.

At the end of the interim term ended September 30, 2006, the percentages of general account assets in principal categories were as follows: domestic bonds, 74.3% (65.5%); domestic stocks, 0.1% (0.1%); foreign securities, 5.5% (9.4%); other securities, 3.0% (8.7%); and loans, 2.5% (2.8%).

For the interim term ended September 30, 2006, net investment income decreased by ¥0.5 billion from the same term of the previous fiscal year, to ¥0.1 billion. This was mainly due to the losses on sales of currency-hedged foreign bonds of ¥0.8 billion.

(2) Asset Composition

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	44,654	9.6	35,530	7.6	30,582	6.4
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-	-
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	7,158	1.5	10,138	2.2	7,748	1.6
Securities	373,349	80.3	389,202	82.9	398,232	83.6
Domestic bonds	284,485	61.2	348,799	74.3	311,786	65.5
Domestic stocks	420	0.1	408	0.1	481	0.1
Foreign securities	42,738	9.2	25,688	5.5	44,607	9.4
Bonds	29,548	6.4	17,574	3.7	27,566	5.8
Stock, etc.	13,190	2.8	8,114	1.7	17,041	3.6
Other securities	45,705	9.8	14,306	3.0	41,356	8.7
Loans	14,304	3.1	11,847	2.5	13,333	2.8
Property and equipment	125	0.0	294	0.1	125	0.0
Deferred tax asset	5,052	1.1	4,934	1.1	5,207	1.1
Other assets	20,262	4.4	17,818	3.8	21,200	4.5
Reserve for possible loan losses	(144)	(0.0)	(72)	(0.0)	(92)	(0.0)
Total assets	464,764	100.0	469,693	100.0	476,337	100.0
Foreign currency denominated assets	643	0.1	666	0.1	658	0.1

(3) Changes in the Amount of Assets by Categories

(Millions of yen)

Category	Six Months Ended	Six Months Ended	Year Ended
	September 30, 2005	September 30, 2006	March 31, 2006
Cash and deposits, call loans	11,368	4,948	(2,703)
Securities repurchased under resale agreements	-	-	-
Pledged money for bond borrowing transaction	-	-	-
Monetary claims purchased	-	-	-
Securities under proprietary accounts	-	-	-
Monetary trusts	121	2,390	711
Securities	(14,401)	(9,030)	10,481
Domestic bonds	16,491	37,013	43,792
Domestic stocks	36	(73)	97
Foreign securities	(8,594)	(18,919)	(6,725)
Bonds	(1,371)	(9,991)	(3,353)
Stock, etc.	(7,222)	(8,927)	(3,371)
Other securities	(22,335)	(27,050)	(26,683)
Loans	(448)	(1,486)	(1,419)
Property and equipment	(36)	169	(37)
Deferred tax asset	(2,018)	(273)	(1,864)
Other assets	(11,274)	(3,382)	(10,335)
Reserve for possible loan losses	0	20	52
Total assets	(16,688)	(6,643)	(5,115)
Foreign currency denominated assets	19	7	34

(4) Investment Income

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interests, dividends and income from real estate for rent	2,442	2,237	4,590
Interest income from deposits	0	0	0
Interest income and dividends from securities	2,255	2,051	4,224
Interest income from loans	186	176	366
Income from real estate for rent	-	-	-
Other income from interest and dividends	0	8	0
Gain on securities under proprietary accounts	-	-	-
Gains from monetary trusts, net	-	-	-
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	251	333	502
Gains on sale of domestic bonds	90	-	145
Gains on sale of domestic stocks	160	333	356
Gains on sale of foreign securities	-	-	-
Other	-	-	-
Gains on redemption of securities	0	0	0
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	-	0
Other investment income	106	53	170
Total	2,800	2,624	5,264

(5) Investment Expenses

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Interest expense	0	0	1
Losses on securities under proprietary accounts	-	-	-
Losses from monetary trusts, net	1,878	1,609	4,788
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	164	807	291
Losses on sale of domestic bonds	97	659	206
Losses on sale of domestic stocks	2	-	21
Losses on sale of foreign securities	63	148	63
Other	-	-	-
Devaluation losses on securities	55	-	55
Devaluation losses on domestic bonds	-	-	-
Devaluation losses on domestic stocks	55	-	55
Devaluation losses on foreign securities	-	-	-
Other	-	-	-
Amortization of securities	1	-	1
Losses from derivatives, net	-	-	-
Foreign exchange losses, net	0	0	0
Provision for reserve for possible loan losses	-	-	-
Write-off of loans	-	-	-
Depreciation of real estate for rent	-	-	-
Other investment expenses	15	22	61
Total	2,116	2,440	5,202

Note: The figures of gains and losses from monetary trusts are equal to gains and losses on derivative transactions for the purpose of hedging minimum guarantee risks relating to individual variable annuities.

(6) Net Investment Income

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Net investment income	684	184	62

(7) Securities

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Government bonds	261,214	70.0	330,884	85.0	288,693	72.5
Municipal bonds	-	-	-	-	-	-
Corporate bonds	23,270	6.2	17,915	4.6	23,092	5.8
Public corporation bonds	4	0.0	11	0.0	4	0.0
Domestic stocks	420	0.1	408	0.1	481	0.1
Foreign securities	42,738	11.4	25,688	6.6	44,607	11.2
Bonds	29,548	7.9	17,574	4.5	27,566	6.9
Stocks, etc.	13,190	3.5	8,114	2.1	17,041	4.3
Other securities	45,705	12.2	14,306	3.7	41,356	10.4
Total	373,349	100.0	389,202	100.0	398,232	100.0

(8) Securities by Contractual Maturity Dates

(Millions of yen)

Category	As of September 30, 2005						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	42,532	55,203	76,454	34,130	166	52,726	261,214
Municipal bonds	-	-	-	-	-	-	-
Corporate bonds	-	262	1,012	9,996	6,998	5,000	23,270
Domestic stocks	-	-	-	-	-	420	420
Foreign securities	2,008	17,581	48	-	-	23,100	42,738
Bonds	2,000	17,548	-	-	-	10,000	29,548
Stocks, etc.	8	32	48	-	-	13,100	13,190
Other securities	5,044	2,391	213	-	1,009	37,046	45,705
Total	49,585	75,438	77,729	44,127	8,174	118,294	373,349

(Millions of yen)

Category	As of September 30, 2006						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	112,951	75,267	68,083	11,901	8,794	53,885	330,884
Municipal bonds	-	-	-	-	-	-	-
Corporate bonds	-	907	11	14,997	1,998	-	17,915
Domestic stocks	-	-	-	-	-	408	408
Foreign securities	2,271	15,390	-	-	-	8,026	25,688
Bonds	2,232	15,342	-	-	-	-	17,574
Stocks, etc.	39	48	-	-	-	8,026	8,114
Other securities	2,079	240	114	-	2,306	9,565	14,306
Total	117,302	91,805	68,209	26,899	13,099	71,885	389,202

(Millions of yen)

Category	As of March 31, 2006						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	67,034	60,525	85,172	15,100	6,214	54,646	288,693
Municipal bonds	-	-	-	-	-	-	-
Corporate bonds	-	1,093	4	9,996	6,998	5,000	23,092
Domestic stocks	-	-	-	-	-	481	481
Foreign securities	1,999	15,654	-	-	-	26,954	44,607
Bonds	1,999	15,566	-	-	-	10,000	27,566
Stocks, etc.	-	87	-	-	-	16,954	17,041
Other securities	190	2,180	108	-	2,512	36,365	41,356
Total	69,224	79,453	85,285	25,096	15,725	123,447	398,232

* Includes securities with maturity dates unfixed.

(9) Stock Holdings by Industry

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Fisheries, agriculture and forestry	-	-	-	-	-	-
Mining	-	-	-	-	-	-
Construction	19	4.5	0	0.0	0	0.0
Manufacturing industries						
Food products	-	-	-	-	-	-
Textiles and clothing	-	-	-	-	-	-
Pulp and paper	-	-	-	-	-	-
Chemicals	-	-	-	-	-	-
Medicals	-	-	-	-	-	-
Oil and coal products	-	-	-	-	-	-
Rubber products	-	-	-	-	-	-
Glass and stone products	-	-	-	-	-	-
Steel	-	-	-	-	-	-
Non-steel metals	-	-	-	-	-	-
Metal products	-	-	-	-	-	-
Machinery	-	-	-	-	-	-
Electric appliances	-	-	-	-	-	-
Transportation vehicles	-	-	-	-	-	-
Precision machinery	-	-	-	-	-	-
Others	7	1.7	-	-	-	-
Electric and gas utilities	-	-	-	-	-	-
Transportation / information telecommunications						
Ground transportation	3	0.8	-	-	-	-
Water transportation	13	3.1	-	-	-	-
Air transportation	26	6.4	26	6.5	26	5.5
Warehouses / transportation	-	-	-	-	-	-
Information / telecommunications	-	-	-	-	-	-
Commerce						
Wholesalers	-	-	-	-	-	-
Retailers	257	61.1	292	71.7	365	75.9
Financial services / insurance						
Banking	4	1.2	-	-	-	-
Securities and commodity futures trading	-	-	-	-	-	-
Insurance	-	-	-	-	-	-
Other financial services	12	3.0	12	3.1	12	2.6
Real estate	49	11.8	49	12.0	49	10.3
Service companies	27	6.5	27	6.7	27	5.7
Total	420	100.0	408	100.0	481	100.0

Note: Categories of stock holdings by industry are based on the classification by Securities Identification Code Committee.

(10) Loans

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Policy loans	9,212	8,031	8,261
Policyholder loans	7,609	6,558	6,856
Premium loans	1,603	1,473	1,405
Commercial loans	5,092	3,815	5,071
Loans to non-residents	-	-	-
Loans to corporations	5,000	3,750	5,000
Loans to domestic corporations	5,000	3,750	5,000
Loans to Japanese government, government-related organizations and international organizations	58	47	50
Loans to Japanese local governments and public entities	3	0	2
Mortgage loans	-	-	-
Consumer loans	-	-	-
Others	30	17	18
Total	14,304	11,847	13,333

(11) Loans to Domestic Companies by Company Size

(Number, Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Number of debtors	Percentage	Number of debtors	Percentage	Number of debtors	Percentage
Large corporations	1	-	1	100.0	1	100.0
	-	-	3,750	100.0	5,000	100.0
Medium-sized corporations	-	-	-	-	-	-
	-	-	-	-	-	-
Small corporations	1	100.0	-	-	-	-
	5,000	100.0	-	-	-	-
Total	1	100.0	1	100.0	1	100.0
	5,000	100.0	3,750	100.0	5,000	100.0

Notes:

1. Corporations are grouped as follows:

Business type	(i) All except (ii)-(iv)		(ii) Retail & restaurants		(iii) Services		(iv) Wholesalers	
Large-sized corporations	With more than 300 employees	With a capital of 1 billion yen or more	With more than 50 employees, and	With a capital of 1 billion yen or more	With more than 100 employees, and	With a capital of 1 billion yen or more	With more than 100 employees, and	With a capital of 1 billion yen or more
Medium-sized corporations	300, and	With a capital of more than 300 million yen and less than 1 billion yen		With a capital of more than 50 million yen and less than 1 billion yen		With a capital of more than 50 million yen and less than 1 billion yen		With a capital of more than 100 million yen and less than 1 billion yen
Small- and medium-sized corporations	300 or less	With a capital of 300 million yen or less, or regular employees of 300 or less		With a capital of 50 million yen or less, or regular employees of 50 or less		With a capital of 50 million yen or less, or regular employees of 100 or less		With a capital of 100 million yen or less, or regular employees of 100 or less

2. The number of debtors represents those who have an obligation, net of loans to the Company, not the number of loan transactions.

(12) Loans by Industry

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Domestic Loans						
Manufacturing Industries	-	-	-	-	-	-
Food products	-	-	-	-	-	-
Textiles and clothing	-	-	-	-	-	-
Timber, wood products, pulp and paper	-	-	-	-	-	-
Printing	-	-	-	-	-	-
Chemicals	-	-	-	-	-	-
Oil and coal	-	-	-	-	-	-
Ceramic and stone products	-	-	-	-	-	-
Steel	-	-	-	-	-	-
Non-steel metals	-	-	-	-	-	-
Metal products	-	-	-	-	-	-
Machinery	-	-	-	-	-	-
Electric appliances	-	-	-	-	-	-
Transportation vehicles	-	-	-	-	-	-
Precision machinery	-	-	-	-	-	-
Others	-	-	-	-	-	-
Agriculture, forestry, fisheries	-	-	-	-	-	-
Mining	-	-	-	-	-	-
Construction	-	-	-	-	-	-
Utilities	-	-	-	-	-	-
Telecommunications	-	-	-	-	-	-
Transportation	27	0.5	15	0.4	20	0.4
Wholesalers	-	-	-	-	-	-
Retailers	-	-	-	-	-	-
Financial services/insurance	5,023	98.6	3,774	98.9	5,022	99.0
Real estate	-	-	-	-	-	-
Service companies	8	0.2	8	0.2	8	0.2
Local governments	3	0.1	0	0.0	2	0.0
Mortgage and consumer and others	30	0.6	17	0.5	18	0.4
Total	5,092	100.0	3,815	100.0	5,071	100.0
Foreign Loans						
Governments, etc.	-	-	-	-	-	-
Financial institutions	-	-	-	-	-	-
Commerce and industry companies, etc.	-	-	-	-	-	-
Total	-	-	-	-	-	-
Total	5,092	100.0	3,815	100.0	5,071	100.0

Note: Categories of domestic loans by industry are based on the classification of Bank of Japan's survey.

(13) Foreign Investments**1) Investments by asset category****(a) Denominated in foreign currency (yen amount not fixed)**

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	549	0.7	574	1.8	566	0.8
Foreign stocks	-	-	-	-	-	-
Non yen-denominated cash, cash equivalents and other assets	93	0.1	91	0.3	91	0.1
Total	643	0.9	666	2.1	658	0.9

(b) Denominated in foreign currency (yen amount fixed with forward currency exchange contracts)

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	-	-	-	-	-	-
Non yen-denominated cash, cash equivalents and other assets	-	-	-	-	-	-
Total	-	-	-	-	-	-

(c) Denominated in yen

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Loans to borrowers located outside of Japan	-	-	-	-	-	-
Foreign bonds	28,998	39.2	16,999	54.2	26,999	36.0
Foreign stocks, etc	44,243	59.9	13,666	43.6	47,301	63.1
Other	136	0.0	31	0.1	36	0.0
Total	73,278	99.1	30,697	97.9	74,337	99.1

(d) Total

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Total foreign investments	73,921	100.0	31,363	100.0	74,996	100.0

2) Foreign currency denominated assets by currency

(Millions of yen, %)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
U.S. dollar	643	100.0	666	100.0	658	100.0
Euro	-	-	-	-	-	-
Canadian dollar	-	-	-	-	-	-
Australian dollar	-	-	-	-	-	-
Others	-	-	-	-	-	-
Total	643	100.0	666	100.0	658	100.0

3) Investments by region

(Millions of yen, %)

Category	As of September 30, 2005							
	Foreign Securities						Loans to Borrowers Located Outside of Japan	
			Bonds		Stocks, etc.			
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	597	1.4	549	1.9	48	0.4	-	-
Europe	19,088	44.7	10,000	33.8	9,088	68.9	-	-
Oceania	-	-	-	-	-	-	-	-
Asia	-	-	-	-	-	-	-	-
Latin America	23,052	53.9	18,998	64.3	4,053	30.7	-	-
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	-	-	-	-	-	-	-	-
Total	42,738	100.0	29,548	100.0	13,190	100.0	-	-

(Millions of yen, %)

Category	As of September 30, 2006							
	Foreign Securities						Loans to Borrowers Located Outside of Japan	
			Bonds		Stocks, etc.			
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	622	2.4	574	3.3	48	0.6	-	-
Europe	1,957	7.6	-	-	1,957	24.1	-	-
Oceania	-	-	-	-	-	-	-	-
Asia	-	-	-	-	-	-	-	-
Latin America	23,108	90.0	16,999	96.7	6,108	75.3	-	-
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	-	-	-	-	-	-	-	-
Total	25,688	100.0	17,574	100.0	8,114	100.0	-	-

(Millions of yen, %)

Category	As of March 31, 2006							
	Foreign Securities						Loans to Borrowers Located Outside of Japan	
			Bonds		Stocks, etc.			
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	614	1.4	566	2.1	47	0.3	-	-
Europe	18,854	42.3	10,000	36.3	8,854	52.0	-	-
Oceania	-	-	-	-	-	-	-	-
Asia	-	-	-	-	-	-	-	-
Latin America	25,139	56.4	16,999	61.7	8,139	47.8	-	-
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	-	-	-	-	-	-	-	-
Total	44,607	100.0	27,566	100.0	17,041	100.0	-	-

(14) Fair Value Information on Securities and Others

1) Valuation gains (losses) on trading securities

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	7,158	(1,878)	10,138	(1,537)	7,748	(4,406)

Note: The above table includes securities such as monetary trusts on trading securities.

2) Fair value information on securities (except trading securities)

a. Securities with market value

(Millions of yen)

Category	As of September 30, 2005				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	270,090	272,264	2,173	2,847	(673)
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	101,943	102,494	550	1,546	(995)
Domestic bonds	43,938	43,393	(545)	5	(551)
Domestic stocks	99	257	157	157	-
Foreign securities	13,663	13,739	75	166	(90)
Bonds	596	549	(47)	-	(47)
Stocks, etc.	13,067	13,190	122	166	(43)
Other securities	44,241	45,104	863	1,217	(353)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	372,033	374,758	2,724	4,394	(1,669)
Domestic bonds	285,030	286,885	1,854	2,825	(971)
Domestic stocks	99	257	157	157	-
Foreign securities	42,662	42,512	(150)	193	(344)
Bonds	29,595	29,322	(273)	27	(301)
Stocks, etc.	13,067	13,190	122	166	(43)
Other securities	44,241	45,104	863	1,217	(353)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

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

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of September 30, 2005
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	764
Unlisted domestic stocks (excluding over-the-counter stocks)	163
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	600
Total	764

a. Securities with market value

(Millions of yen)

Category	As of September 30, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	306,873	307,063	190	1,316	(1,126)
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	82,596	81,761	(835)	1,158	(1,993)
Domestic bonds	60,334	58,926	(1,408)	32	(1,441)
Domestic stocks	99	292	192	192	-
Foreign securities	8,690	8,688	(2)	76	(79)
Bonds	593	574	(19)	-	(19)
Stocks, etc.	8,097	8,114	16	76	(59)
Other securities	13,470	13,853	382	856	(473)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	389,469	388,824	(644)	2,475	(3,119)
Domestic bonds	350,207	348,996	(1,211)	1,348	(2,559)
Domestic stocks	99	292	192	192	-
Foreign securities	25,690	25,681	(9)	77	(86)
Bonds	17,593	17,567	(26)	0	(26)
Stocks, etc.	8,097	8,114	16	76	(59)
Other securities	13,470	13,853	382	856	(473)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

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

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of September 30, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	568
Unlisted domestic stocks (excluding over-the-counter stocks)	115
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	452
Total	568

a. Securities with market value

(Millions of yen)

Category	As of March 31, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	285,920	285,309	(610)	682	(1,293)
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	112,461	111,711	(749)	1,994	(2,743)
Domestic bonds	54,868	52,865	(2,003)	0	(2,003)
Domestic stocks	199	365	265	265	-
Foreign securities	17,633	17,608	(24)	128	(153)
Bonds	595	566	(28)	-	(28)
Stocks, etc.	17,038	17,041	3	128	(125)
Other securities	39,859	40,872	1,013	1,599	(585)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	398,381	397,021	(1,360)	2,676	(4,036)
Domestic bonds	313,789	311,096	(2,693)	588	(3,281)
Domestic stocks	99	365	265	265	-
Foreign securities	44,632	44,686	53	222	(168)
Bonds	27,594	27,645	50	93	(43)
Stocks, etc.	17,038	17,041	3	128	(125)
Other securities	39,859	40,872	1,013	1,599	(585)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

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

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of March 31, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	600
Unlisted domestic stocks (excluding over-the-counter stocks)	116
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	484
Total	600

3) Fair value information on monetary trusts

a. Monetary trusts for investment

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Carrying value	Net valuation gains(losses)	Carrying value	Net valuation gains(losses)	Carrying value	Net valuation gains(losses)
Monetary trusts for investment	7,158	(1,878)	10,138	(1,537)	7,748	(4,406)

b. Monetary trusts for held-to-maturity, policy reserve matching securities and others

(Millions of yen)

Category	As of September 30, 2005				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts for held-to-maturity	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-
Other monetary trusts	-	-	-	-	-

Category	As of September 30, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts for held-to-maturity	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-
Other monetary trusts	-	-	-	-	-

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts for held-to-maturity	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-
Other monetary trusts	-	-	-	-	-

4) Fair value information on real estate

(Millions of yen)

Category	As of September 30, 2005				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	-	-	-	-	-
Leasehold	-	-	-	-	-
Total	-	-	-	-	-

Category	As of September 30, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	-	-	-	-	-
Leasehold	-	-	-	-	-
Total	-	-	-	-	-

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	-	-	-	-	-
Leasehold	-	-	-	-	-
Total	-	-	-	-	-

5) Fair value information on derivative transactions

a) General information

1. Types of transaction

The Company uses the following derivative transactions.

- i) Currency-related : currency option transactions
- ii) Interest-related : not applicable
- iii) Stock-related : stock index option transactions
- iv) Bond-related : not applicable

2. Transaction policy

The Company uses derivative transactions to hedge minimum guarantee risks (guaranteed minimum death benefit risk, guarantee of minimum annuitization value risk) relating to variable annuities.

3. Purpose of use

In accordance with the transaction policy, derivative transactions are used to hedge against the price fluctuation risks for the underlying assets of separate accounts.

4. Risk profile

Since the derivative transactions in which the Company is engaged are only put option purchases, it is exposed only to limited risks related to derivative transactions. Since it uses these transactions to hedge fluctuations of minimum guarantee risk from market risks (price fluctuation and currency risk) relating to the underlying assets of separate accounts, the risk of derivative transactions is limited further.

The risk of nonperformance by counterparties is also limited, because the Company only conducts transactions through exchanges or carefully selected OTC dealings with partners with high credit ratings.

5. Risk management

The policy of hedging minimum guarantee risk relating to variable annuities is stipulated in the Company's internal regulations regarding the execution and monitoring of hedging transactions, and the Company conducts tightly controlled operations in this respect. In the Company's approach to risk management, the front and back offices are separated into the investment section and the clerical and administrative section, which mutually supervise each other. The Total Risk Control Division also ascertains and analyzes all kinds of risks, including derivative transaction risk, and regularly reports to the Board of Directors.

6. Supplemental information

The Company does not apply hedge accounting to derivative transactions for the purpose of hedging minimum guarantee risk relating to variable annuities.

b) Gains (losses) on derivatives with and without hedge accounting

i) Currency-related transactions

(Millions of yen)

Category	As of September 30, 2005			As of September 30, 2006			As of March 31, 2006			
	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-the-counter transactions										
Currency options:										
Sold:										
Call										
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Euro	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Put										
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Euro	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Bought:										
Call										
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Euro	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Put										
U.S. dollar	29,056	25,236	[2,173]	37,098	33,714	[2,419]	29,401	26,945	[1,918]	[(1,528)]
Euro	[3,157]	[3,110]	[(983)]	[4,520]	[4,420]	[(2,101)]	[3,446]	[3,393]	[(1,528)]	[(1,528)]
U.S. dollar	16,495	14,353	[1,348]	23,995	21,803	[1,837]	16,966	15,536	[1,203]	[(955)]
Euro	[1,952]	[1,921]	[(604)]	[3,143]	[3,075]	[(1,306)]	[2,159]	[2,125]	[1,203]	[(955)]
U.S. dollar	12,560	10,882	[825]	13,103	11,911	[581]	12,435	11,408	[714]	[(572)]
Euro	[1,205]	[1,188]	[(379)]	[1,376]	[1,345]	[(795)]	[1,287]	[1,267]	[714]	[(572)]
Total			(983)			(2,101)				(1,528)

Note: Parenthesized figures are option premiums.

ii) Interest-related transactions

The Company held no interest-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

iii) Stock-related transactions

(Millions of yen)

Category	As of September 30, 2005			As of September 30, 2006			As of March 31, 2006			
	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-the-counter transactions										
Stock index options:										
Sold:										
Call										
Put										
Bought:										
Call										
Put										
U.S. dollar	48,128	42,523	[3,362]	79,984	74,070	[5,467]	63,940	59,531	[4,185]	[(2,828)]
Euro	[4,207]	[4,143]	[(844)]	[9,260]	[9,048]	[(3,793)]	[7,014]	[6,908]	[4,185]	[(2,828)]
Total			(844)			(3,793)				(2,828)

Note: Parenthesized figures are option premiums.

iv) Bond-related transactions

The Company held no bond-related derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

v) Others

The Company held no other derivative instruments as of September 30, 2005 and 2006 as well as March 31, 2006.

3. Status of Separate Account Assets

(1) Balance of Separate Account Assets

(Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Number	Amount	Number	Amount	Number	Amount
Individual variable insurance		2,919		3,051		3,227
Individual variable annuities		352,460		487,732		456,198
Group annuities		59		44		56
Total		355,439		490,828		459,481

(2) Total Number of Policies and Policy Amount in Force (Separate Accounts)

a. Individual variable insurance

(Number: Thousands, Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Number	Amount	Number	Amount	Number	Amount
Variable insurance (term life)	0	25	0	15	0	16
Variable insurance (whole life)	3	12,683	3	12,417	3	12,533
Total	3	12,709	3	12,433	3	12,550

b. Individual variable annuities

(Number: Thousands, Millions of yen)

Category	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Number	Amount	Number	Amount	Number	Amount
Variable annuities	42	353,495	54	492,496	49	459,514
Total	42	353,495	54	492,496	49	459,514

4. Reconciliation to Core Profit and Non-Consolidated Ordinary Profit

a. Reconciliation to Core Profit

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Core Revenues	148,761	91,019	311,869
Income from insurance premiums	107,503	85,606	208,153
Insurance premiums	104,933	84,227	203,351
Ceded reinsurance recoveries	2,570	1,379	4,802
Investment income	37,832	2,290	91,788
Interest, dividends and income from real estate for rent	2,442	2,237	4,590
Gains on redemption of securities	0	0	0
Other investment income	106	53	170
Gains on separate accounts, net	35,282	-	87,026
Other ordinary income	3,424	3,122	11,926
Income related to withheld insurance claims and other payments for future annuity payments	2,434	2,719	6,413
Income due to withheld insurance payments	294	208	470
Reversal of reserve for outstanding claims	163	-	2,252
Reversal of policy and other reserves	-	-	-
Reversal of reserve for employees' retirement benefits	492	186	2,752
Other ordinary income	39	7	35
Other core revenues	-	-	-
Core Expenses	153,316	94,287	318,906
Insurance claims and other payments	43,451	47,875	97,131
Insurance claims	12,765	10,160	24,046
Annuity payments	2,563	2,555	5,017
Insurance benefits	7,319	6,902	16,686
Surrender payments	14,481	21,487	38,812
Other payments	5,030	4,762	9,235
Reinsurance payments	1,290	2,007	3,334
Provision for policy and other reserves	95,386	26,160	192,347
Investment expenses	17	11,286	64
Interest expense	0	0	1
Losses from redemption of securities	1	-	1
Provision for reserve for possible loan losses	-	-	-
Depreciation of real estate for rent	-	-	-
Other investment expenses	15	22	61
Losses on separate accounts, net	-	11,263	-
Operating expenses	9,941	7,809	20,294
Other ordinary expenses	4,520	1,155	9,068
Payments related to withheld insurance claims	260	232	543
Taxes	722	629	1,484
Depreciation	287	272	535
Provision for reserve for employees' retirement benefits	-	-	-
Other ordinary expenses	3,250	20	6,505
Other core expenses	-	-	-
Core Profit	(4,555)	(3,267)	(7,037)

b. Reconciliation to Ordinary Profit

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Core profit (A)	(4,555)	(3,267)	(7,037)
Capital gains	251	333	502
Gains from monetary trusts, net	-	-	-
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	251	333	502
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	-	-
Others	-	-	-
Capital losses	2,098	2,417	5,137
Losses from monetary trusts, net	1,878	1,609	4,788
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	164	807	291
Devaluation losses on securities	55	-	55
Losses from derivatives, net	-	-	-
Foreign exchange losses, net	0	0	0
Others	-	-	-
Capital gains/losses (B)	(1,847)	(2,083)	(4,635)
Core profit reflecting capital gains/losses (A+B)	(6,403)	(5,351)	(11,672)
Other one-time gains	1,845	-	2,962
Ceding reinsurance recoveries	-	-	-
Reversal of contingency reserve	-	-	-
Others	1,845	-	2,962
Other one-time losses	1,545	1,426	3,536
Reinsurance premiums	-	-	-
Provision for contingency reserve	1,545	1,361	3,536
Provision for specific reserve for possible loan losses	-	-	-
Provision for specific reserves for loans to refinancing countries	-	-	-
Write-off of loans	-	-	-
Others	-	64	-
Other one-time gains/losses (C)	300	(1,426)	(573)
Ordinary profit (losses) (A+B+C)	(6,102)	(6,777)	(12,246)

Notes:

1. The figures of gains and losses from monetary trusts are equal to gains and losses on derivative transactions for the purpose of hedging minimum guarantee risks relating to individual variable annuities.
2. 'Others' in Other one-time gains and losses above include reversal and provision for policy reserve relating to minimum guarantee risks for individual variable annuities contracted prior to March 31, 2004, which were not mandatory in the FSA regulation.

5. Disclosed Claims Based on Insurance Business Law Standard

(Millions of yen, %)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Claims against bankrupt and quasi-bankrupt obligors	461	105	94
Claims with collection risk	-	-	-
Claims for special attention	-	-	-
Sub-total	461	105	94
[% of Total]	[3.17]	[0.88]	[0.70]
Claims against normal obligors	14,073	11,948	13,434
Total	14,534	12,054	13,529

Notes:

1. Claims against bankrupt and quasi-bankrupt obligors are loans to borrowers who are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings and other borrowers in serious financial difficulties.
2. Claims with collection risk are loans to obligors (other than bankrupt and quasi-bankrupt obligors) with deteriorated financial condition and results of operations from which it is unlikely that the principal and interest on the loans will be recovered.
3. Claims for special attention are loans on which principal and/or interest are past due for three months or more and loans with a concessionary interest rate, as well as loans with renegotiated conditions in favor of the borrower, including renegotiated schedule and/or waivers, in each case, other than the loans described in notes 1 or 2 above.
4. Claims against normal obligors are all other loans.
5. The amount of policy loans included in total loan amounts above as of September 30, 2006 is 8,175 million yen, including 42 million yen of claims against bankrupt and quasi-bankrupt obligors, and 8,133 million yen of claims against normal obligors.

6. Risk Monitored Loans (Based on Insurance Business Law Guidelines)

(Millions of yen, %)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Loans to bankrupt companies	-	-	-
Past due loans	392	42	31
Loans over due for three months or more	-	-	-
Restructured loans	-	-	-
Total:	392	42	31
[% of total loans]	[2.74]	[0.36]	[0.24]

Notes:

1. Loans to bankrupt companies are loans to borrowers that are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings on which the Company has stopped accruing interest after determining that collection or repayment of principal or interest is impossible due to a significant delay in payment of principal or interest or for some other reason.
2. Past due loans are loans (other than the loans described in note 2 above and the loans for which due dates for interest payments have been rescheduled for purposes of restructuring or supporting the borrower) on which the Company has stopped accruing interest based on self-assessment.
3. Loans over due for three months or more are loans, other than the loans described in notes 2 or 3 above, on which principal and/or interest are in arrears for three months or more.
4. Restructured loans are loans, other than the loans described in notes 2, 3 or 4 above, for which agreements have been made between the relevant parties to provide a concessionary interest rate, rescheduling of due dates for interest and/or principal payments, waiver of claims and/or other terms in favor of the borrower for purposes of restructuring or supporting the borrower.
5. The total amount of risk monitored loans as of September 30, 2006 are comprehensive policy loans. The all amount of policy loans applicable to risk monitored loans are reserved by the amount of surrender and lapse and others.

(Reference) Reserves for Possible Loan Losses**(1) Reserves for Possible Loan Losses**

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
General reserve	13	4	13
Specific reserve	130	68	79
Specific reserve for loans to refinancing countries	-	-	-
Total	144	72	92

(2) Specific Reserve for Possible Loan Losses

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Transfer	130	68	1
Reversal	129	68	52
Net transfer	1	(0)	(50)

Note: The amount of reversal indicated above does not include the amount of reversal made for any specific purpose.

(3) Specific Reserve for Loans to Refinancing Countries**a. Specific reserve for loans to refinancing countries**

The Company held no specific reserve for loans to refinancing countries as of September 30, 2006 and 2005, and March 31, 2006.

b. Loan outstanding by country

The Company held no specific reserve for loan outstanding by country as of September 30, 2006 and 2005, and March 31, 2006.

(4) Write-off of Loans

(Millions of yen)

Category	Six Months Ended September 30, 2005	Six Months Ended September 30, 2006	Year Ended March 31, 2006
Write-off of Loans	-	-	-

Note: The amounts of loan write-offs are those representing the portions of the relevant collateralized or guaranteed credits to Bankrupt Debtors and Effectively Bankrupt Debtors that remain unrecoverable, after deduction of the amounts equivalent to those deemed recoverable by way of valuation of collateral or execution of guarantee, and are reduced directly from the relevant aggregate credits.

(Reference) Self-Assessment of Loans

Self-evaluation means individually reviewing each asset, and categorizing it according to risks in collection or deterioration of the value as an asset, which should provide the basis for adequate write-offs or reservation, and creation of reliable financial statements.

According to their risks in collection or deterioration of the value as an asset, assets are categorized into normal and three classes from Class II - IV.

T&D Financial Life has established the internal criteria for self-evaluation, and write-offs and reservation, and is carrying out strict self-evaluation, and write-offs and reserve.

In the results of self-evaluation as of September 30, 2006, the Company deducted all assets categorized Class IV as uncollectible, and added the adequate reserve. Thus, the Company is making efforts to keep soundness of its assets.

Self-Assessment of Loans

(Millions of yen)

Class	As of September 30, 2005		As of September 30, 2006		As of March 31, 2006	
	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation
Normal	14,419	14,471	11,990	11,991	13,465	13,466
Class II	-	-	-	-	-	-
Class III	-	-	-	-	-	-
Class IV	51	-	0	-	0	-
Total balance of receivables	14,471	14,471	11,991	11,991	13,466	13,466

Note: The total balance of receivables includes loans, securities lent, guarantee endorsements, interest payable and suspense payments in addition to loans. The interest payable and suspense payments included here are limited to those related to loans and securities lent.

7. Solvency Margin Ratio

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Total solvency margin (A)	40,453	69,122	71,703
Net assets (less certain items)	18,807	39,891	45,768
Reserve for price fluctuations	334	385	364
Contingency reserve	3,143	6,496	5,134
Reserve for possible loan losses	13	4	13
Net unrealized gains on available-for-sale securities(before tax) (x 90 per cent., if gains; x 100 per cent., if losses)	495	(835)	(749)
Net unrealized gains(losses) on real estate (x 85 per cent., if gains; x 100 per cent., if losses)	-	-	-
Excess of amount of policy surrender payment	16,887	22,563	20,555
Unallotted portion of reserve for policyholder dividends	-	-	-
Future profits	770	616	616
Deferred tax assets	-	-	-
Subordinated debt	-	-	-
Deductible items	-	-	-
Total risk $\sqrt{R_1^2 + (R_2+R_3+R_4)^2 + R_5}$ (B)	7,559	8,867	7,501
Insurance risk R_1	2,921	2,517	2,660
Assumed investment yield risk R_2	410	395	402
Investment risk R_3	2,470	2,297	2,512
Business risk R_4	287	320	281
Minimum guarantee risk R_5	3,778	5,474	3,796
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,070.3%	1,559.0%	1,911.8%

Notes:

- The ratio as of September 30, 2005 and 2006, and March 31, 2006 is calculated in accordance with Articles 86, 87 of the ministerial ordinance for Insurance Business Law as well as Announcement No. 50 issued by the Ministry of Finance in 1996.
- "Net assets (less certain items)" as of September 30, 2006 represents net assets on the balance sheet less net unrealized gains on securities, provision for advanced depreciation on real estate, gains on deferred hedge and estimated appropriation paid in cash. As for September 30, 2005 and March 31, 2006, "Net assets (less certain items)" above represents equity capital on the balance sheet less net unrealized gains on securities, provision for advanced depreciation on real estate and (estimated) appropriation paid in cash.
- The figures of "minimum guarantee risk" were calculated on the basis of the regulatory standard.

8. Adjusted Net Assets

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006	As of March 31, 2006
Adjusted net assets	36,242	63,353	64,567

**Supplementary Data for the Six Months Ended September 30, 2006
Non-Consolidated Financial Results at Press Conference**

(1) Sales Results (Millions of yen)

	Six Months Ended	% Change from		Fiscal Year Ended	Six Months Ended
	September 30, 2006	Fiscal Year Ended Mar. 31, 2006	Six Months Ended Sept. 30, 2005		
Annualized Premiums of New Policies	6,253	-	(13.6%)	13,030	7,239
3rd Sector Products	0	-	(100.0%)	293	293
Annualized Premiums of Total Policies	78,029	5.3%	6.9%	74,117	72,984
3rd Sector Products	7,172	(7.0%)	(15.7%)	7,711	8,512
Income from Insurance Premiums	85,606	-	(20.4%)	208,153	107,503
Individual Insurance and Annuities	80,405	-	(19.9%)	194,357	100,389
Group Insurance and Annuities	3,815	-	(15.9%)	8,951	4,534
New Policy Amount	54,064	-	(47.5%)	162,783	102,995
Policy Amount in Force	2,529,204	(5.1%)	(9.1%)	2,665,417	2,782,043
Surrender and Lapse Amount	138,858	-	(37.9%)	418,694	223,442
Surrender and Lapse Rate	5.21%	-	(2.46points)	14.37%	7.67%

Notes:

1. New policy amount and policy amount in force include individual insurance and annuities.
2. Surrender and lapse amount does not include reinstatement.
3. Surrender and lapse rates for the six months ended September 30, 2006 and 2005 are not annualized.
4. Annualized premiums include individual insurance and annuities.

(2) Assets (Millions of yen,%)

	As of September 30,	% Change from		As of March 31,	As of September 30,
	2006	Mar. 31, 2006	Sept. 30, 2005	2006	2005
Total Assets	956,364	2.4%	17.0%	934,116	817,414
Adjusted Net Asset	63,353	(1.9%)	74.8%	64,567	36,242
Adjusted Net Asset / General Account Assets	13.5	(0.1points)	5.7points	13.6	7.8
Solvency Margin Ratio	1,559.0	(352.8points)	488.7points	1,911.8	1,070.3

Note: Adjusted net asset is calculated based on the regulatory standard.

(3) Core Profit / Negative Spread (Millions of yen)

	Six Months Ended	% Change from		Fiscal Year Ended	Six Months Ended
	September 30, 2006	Fiscal Year Ended Mar. 31, 2006	Six Months Ended Sept. 30, 2005		
Core Profit	(3,267)	-	(28.3%)	(7,037)	(4,555)

(Millions of yen)

	Fiscal Year Ending March 31, 2007 (Forecast)	Fiscal Year Ended March 31, 2006
Negative Spread	4,000	4,306

(4) Policy and Other Reserves

(Millions of yen)

	As of September 30,	Change from Mar.	Change from Sept.	As of March 31,	As of September 30,
	2006	31, 2006	30, 2005	2006	2005
Policy Reserve (Note: 1)	887,515	25,687	121,528	861,827	765,986
General Account	399,768	(5,334)	(14,927)	405,103	414,695
Separate Account	487,746	31,022	136,455	456,724	351,291
Reserve for Price Fluctuations	385	21	51	364	334
Contingency Reserve	6,496	1,361	3,352	5,134	3,143
Contingency Reserve 1	3,308	319	647	2,989	2,661
Contingency Reserve 2	-	-	-	-	-
Contingency Reserve 3	3,187	1,041	2,705	2,145	481
Contingency Reserve Fund	-	-	-	-	-
Price Fluctuation Reserve Fund	-	-	-	-	-

Notes:

1. The amount of policy reserve excludes the amount of contingency reserve.

2. Appropriated retained earnings for general purposes as of March 31, 2005 is total amount after the appropriation of profit.

(5) Unrealized Gains/ Losses

(Millions of yen)

	As of September 30,	Change from Mar.	Change from Sept.	As of March 31,	As of September 30,
	2006	31, 2006	30, 2005	2006	2005
Securities	(644)	715	(3,369)	(1,360)	2,724
Domestic Stocks	192	(72)	35	265	157
Domestic Bonds	(1,211)	1,482	(3,065)	(2,693)	1,854
Foreign Securities	(9)	(63)	141	53	(150)
Real Estate (domestic land and lease)	-	-	-	-	-

(6) Impairment of Fixed Assets

(Millions of yen)

	Six Months Ended	% Change from	% Change from	Fiscal Year Ended	Six Months Ended
	September 30, 2006	Fiscal Year Ended	Six Months Ended	March 31, 2005	September 30, 2005
		Mar. 31, 2006	Sept. 30, 2005		
Impairment Loss	-	-	-	-	-

(7) Investment for the Six Months Ended September 30, 2006

(Millions of yen)

	Net Increase	Second Half Year Ending March 31, 2007 (Planned)
	(decrease)	
Domestic Stocks	0	Decrease
Domestic Bonds	36,418	Increase
Foreign Stocks	(8,940)	Decrease
Foreign Bonds	(10,000)	Decrease
Real Estate	169	Level-Off

(8) Level of Indices where Unrealized Gains/ Losses on Assets are Break-even as of September 30, 2006

	As of September 30, 2006
NIKKEI Average	approx. 13,270 Yen
TOPIX	approx. 1,320 Points
Yen-Denominated Bonds	approx. 1.7%
Foreign Securities	approx. 123 Yen

Notes:

1. The indices for Yen-Denominated Bonds are calculated on a 10-Year JGB yield basis (September 30, 2006: 1.67%).

2. These figures are calculated based on asset holdings as of September 30, 2006 assuming that our asset portfolio is the same as those of the NIKKEI average and TOPIX. Because our portfolio is not necessarily the same as these indices, actual results may differ from above figures.

3. The index of Foreign Securities is calculated based on a U.S. dollar/ yen rate basis (September 30, 2006: 117.90 yen).

(9) Performance forecasts for the Fiscal Year Ending March 31, 2007

(Millions of yen)

	Fiscal Year Ending March 31, 2007
Income from Insurance Premiums	290,000
Core Profit	(8,000)
Policy Amount in Force	2,370,000
Annualized Premiums of Total Policies	80,000

Notes:

1. Policy amount in force includes individual insurance and annuities.

2. 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.

(10) Cross Holdings with Domestic Banks as of September 30, 2006**a. Contributions from Domestic Banks** (Millions of yen)

	As of September 30, 2006
Funds	None
Subordinated Loans and Debentures	None

b. Contributions to Domestic Banks (Millions of yen)

	As of September 30, 2006
	-
Subordinated Loans and Debentures	16,995

Note: Preferred stocks issued by foreign subsidiaries is included in the preferred securities issued by foreign subsidiaries from the term under review.

(11) Number of Employees

(Number)

	As of September 30, 2006			As of March 31, 2006	As of September 30, 2005
		% Change from Mar. 31, 2006	% Change from Sept. 30, 2005		
In-house Sales Representatives	0	-	-	1	95
Administrative personnel	311	4.7%	(29.6%)	297	442

(12) OTC Sales through Banks

(Number, Millions of yen)

		Six Months Ended September 30, 2006	% Change from Six Months Ended Sept. 30, 2005	Fiscal Year Ended March 31 2006	Six Months Ended September 30, 2005	Total Sales since October 2002 (Lifting of ban on sales of individual annuities)
		Variable annuities	Number	6,115	(41.3%)	17,858
	Amount	46,906	(26.6%)	115,360	63,891	349,599
Fixed annuities	Number	-	-	-	-	-
	Amount	-	-	-	-	-

(Number, Millions of yen)

		As of September 30, 2006	Total Sales since December 2005 (Lifting of ban on sales of whole life and endowment with single premiums)
		Whole Life Insurance with single premiums	Number
	Amount	-	-
Endowment with single premiums	Number	-	-
	Amount	-	-

BRIEF DESCRIPTION OF JAPANESE LANGUAGE DOCUMENTSSemi-Annual Securities Report

A semi-annual securities report, required to be filed under the Securities and Exchange Law within three months after the end of the first half of each fiscal year, was filed with the Director of the Kanto Local Finance Bureau through EDINET (Electronic Disclosure for Investors' Network) on December 18, 2006 for the six-month period ended September 30, 2006 and sets forth the following information:

PART ONE CORPORATE INFORMATION

- I. Outline of the company.
 1. Changes in principal indicators of business operations, etc.
 2. Substance of business
 3. Related companies
 4. Employees
- II. Business operations
 1. Summary of results of operations, etc.
 2. State of life insurance business
 3. Material business issues to be dealt with
 4. Contracts material to operation of business
 5. Research and development activities
- III. Conditions of facilities
 1. Conditions of principal facilities
 2. Plans for establishment, disposal, etc. of facilities
- IV. State of the company
 1. Information concerning shares, etc.
 2. Changes in share price
 3. Officers
- V. Financial condition
 1. Consolidated interim financial statements, etc.
 2. Non-consolidated interim financial statements, etc.
- VI. Information for reference

PART TWO INFORMATION ON THE GUARANTOR, ETC. (not applicable)

Interim audit reports

The semi-annual securities report is available for public inspection through EDINET and at the Tokyo Stock Exchange, Inc. and the Osaka Securities Exchange Co., Ltd. for a certain period.