



[Unofficial Translation]

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Dai-ichi Life Holdings, Inc.
Code: 8750 (TSE Prime section)

Supplementary Materials for the Three Months Ended June 30, 2022
(The Dai-ichi Frontier Life Insurance Co., Ltd.)

Financial Results for the Three Months Ended June 30, 2022

The Dai-ichi Frontier Life Insurance Co., Ltd. (the "Company"; President: Masao Taketomi) announces its financial results for the three months ended June 30, 2022

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Please note that this is an unofficial translation of the original disclosure in Japanese.

1. Business Highlights

(1) Annualized Net Premiums

Policies in Force

(millions of yen except percentages)

	As of March 31, 2022	As of June 30, 2022	
			% of March 31, 2022 total
Individual insurance	496,071	524,341	105.7
Individual annuities	402,319	390,973	97.2
Total	898,391	915,314	101.9
Medical and survival benefits	3,064	3,644	118.9

New Policies

(millions of yen except percentages)

	Three months ended June 30, 2021	Three months ended June 30, 2022	% of June 30, 2021 total
Individual annuities	23,664	28,964	122.4
Total	35,704	45,487	127.4
Medical and survival benefits	311	402	128.9

Note: 1. Annualized net premiums are calculated by multiplying the per-premium payments by a multiplier that depends on the premium payment terms. For single-premium contracts, the amount is calculated by dividing the premium by the duration of the policy.

2. "Medical and survival benefits" include annualized net premiums related to medical benefits (e.g. hospitalization and surgery benefits), survival benefits (e.g. specified illness and nursing care benefits), and premiums related to premium waiver benefits (e.g. excluding disability-related causes but including causes related to specified illness and nursing care).

(2) Policies in Force and New Policies

Policies in Force

	As of March 31, 2022		As of June 30, 2022			
	Number of Policies (thousands)	Amount (millions of yen)	Number of Policies		Amount	
			(thousands)	% of March 31, 2022 total	(millions of yen)	% of March 31, 2022 total
Individual insurance	827	6,037,397	816	98.7	6,329,249	104.8
Individual annuities	731	3,797,030	692	94.7	3,656,842	96.3
Group insurance	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-

Note: Policy amount in force for individual annuities is equal to the sum of (a) the amount required to fund annuity payments when they commence for annuities that have not yet commenced paying out and (b) policy reserves for annuities that have commenced paying out.

New Policies

	Number of Policies		Amount			
	(thousands)	% of June 30, 2021 total	(millions of yen)	% of June 30, 2021 total	New Business	Net increase from conversions
Three months ended June 30, 2022						
Individual insurance	32	192.9	204,608	170.2	204,608	-
Individual annuities	55	173.0	274,903	175.1	274,903	-
Group insurance	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-
Three months ended June 30, 2021						
Individual insurance	16		120,198		120,198	-
Individual annuities	31		157,022		157,022	-
Group insurance	-		-		-	-
Group annuities	-		-		-	-

Note: Amount of new policies (new business) for individual annuities is equal to the amount required to fund annuity payments when they commence.

2. Investment Results of General Account

(1) Asset Composition

(millions of yen except percentages)

	As of March 31, 2022		As of June 30, 2022	
	Carrying value	%	Carrying value	%
Cash, deposits, and call loans	1,051,750	11.7	904,129	10.4
Securities repurchased under resale agreements	-	-	-	-
Deposit paid for securities borrowing transactions	-	-	-	-
Monetary claims bought	16,006	0.2	15,511	0.2
Trading account securities	-	-	-	-
Money held in trust	1,074,756	11.9	973,476	11.2
Securities	6,394,899	71.0	6,507,248	75.0
Domestic bonds	1,663,559	18.5	1,713,400	19.8
Domestic stocks	-	-	-	-
Foreign securities	4,559,118	50.6	4,625,451	53.3
Foreign bonds	4,559,118	50.6	4,625,451	53.3
Foreign stocks and other securities	-	-	-	-
Other securities	172,221	1.9	168,396	1.9
Loans	-	-	-	-
Real estate	795	0.0	784	0.0
Deferred tax assets	42,680	0.5	65,746	0.8
Others	430,490	4.8	206,463	2.4
Reserve for possible loan losses	(16)	(0.0)	(10)	(0.0)
Total	9,011,363	100.0	8,673,348	100.0
Foreign currency-denominated assets	5,300,105	58.8	4,963,770	57.2

Note: "Real estate" represents the value of buildings.

(2) Fair Value Information on Securities (Other than trading securities)

(millions of yen)

	Book value	Fair value	Gains (losses)		
			Gains	Losses	
As of June 30, 2022					
Bonds held to maturity	-	-	-	-	-
Policy-reserve-matching bonds	4,037,547	3,858,210	(179,337)	34,614	213,952
Stocks of subsidiaries and affiliates	-	-	-	-	-
Securities available for sale	2,583,120	2,485,211	(97,908)	9,409	107,318
Domestic bonds	507,237	504,719	(2,518)	6,356	8,875
Domestic stocks	-	-	-	-	-
Foreign securities	1,890,191	1,796,584	(93,607)	2,521	96,129
Foreign bonds	1,890,191	1,796,584	(93,607)	2,521	96,129
Foreign stocks and other securities	-	-	-	-	-
Other securities	169,954	168,396	(1,558)	531	2,089
Monetary claims bought	15,736	15,511	(224)	-	224
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	6,620,668	6,343,421	(277,246)	44,024	321,270
Domestic bonds	1,715,918	1,722,883	6,965	37,043	30,078
Domestic stocks	-	-	-	-	-
Foreign securities	4,719,059	4,436,630	(282,428)	6,449	288,878
Foreign bonds	4,719,059	4,436,630	(282,428)	6,449	288,878
Foreign stocks and other securities	-	-	-	-	-
Other securities	169,954	168,396	(1,558)	531	2,089
Monetary claims bought	15,736	15,511	(224)	-	224
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
As of March 31, 2022					
Bonds held to maturity	-	-	-	-	-
Policy-reserve-matching bonds	3,593,287	3,610,856	17,568	88,436	70,867
Stocks of subsidiaries and affiliates	-	-	-	-	-
Securities available for sale	2,829,756	2,817,617	(12,139)	35,550	47,689
Domestic bonds	472,367	475,886	3,518	7,213	3,694
Domestic stocks	-	-	-	-	-
Foreign securities	2,171,136	2,153,503	(17,632)	26,261	43,893
Foreign bonds	2,171,136	2,153,503	(17,632)	26,261	43,893
Foreign stocks and other securities	-	-	-	-	-
Other securities	170,145	172,221	2,076	2,076	-
Monetary claims bought	16,107	16,006	(101)	-	101
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	6,423,044	6,428,474	5,429	123,987	118,557
Domestic bonds	1,660,040	1,702,940	42,900	54,715	11,815
Domestic stocks	-	-	-	-	-
Foreign securities	4,576,750	4,537,305	(39,444)	67,195	106,639
Foreign bonds	4,576,750	4,537,305	(39,444)	67,195	106,639
Foreign stocks and other securities	-	-	-	-	-
Other securities	170,145	172,221	2,076	2,076	-
Monetary claims bought	16,107	16,006	(101)	-	101
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

Note: The table above includes assets which are considered appropriate to handle as securities as defined in the Financial Instruments and Exchange Law.

*The book value of stocks and other securities without market value and of investment partnerships etc. are as follows:

Not applicable.

(3) Fair Value Information on Money Held in Trust

(millions of yen)

	Carrying value on the balance sheet	Fair value	Gains (losses)	
			Gains	Losses
As of June 30, 2022	973,476	973,476	(189)	2,339
As of March 31, 2022	1,074,756	1,074,756	(2,365)	4,786

Note: 1. Fair value equivalents appearing in this table are based on prices calculated using a reasonable method by trustees of money held in trust.

2. Gains (losses) are valuation gains (losses) that were included in the statement of earnings.

*Information on money held in trust for investment purposes is as follows:

(millions of yen)

	As of March 31, 2022		As of June 30, 2022	
	Carrying value on the balance sheet	Valuation gains (losses) included in the statements of earnings	Carrying value on the balance sheet	Valuation gains (losses) included in the statements of earnings
Money held in trust for investment purposes	1,074,756	(2,365)	973,476	(189)

*Information on money held in trust classified as held-to-maturity, policy-reserve-matching, or other money held in trust are as follows:

Not applicable.

3. Unaudited Quarterly Balance Sheet

(millions of yen)

	As of March 31, 2022 Summarized	As of June 30, 2022
	Amount	Amount
(ASSETS)		
Cash and deposits	1,052,181	906,548
Monetary claims bought	16,006	15,511
Money held in trust	1,074,756	973,476
Securities	7,311,446	7,318,958
[Government bonds]	[518,921]	[516,307]
[Local government bonds]	[46,372]	[46,737]
[Corporate bonds]	[1,098,265]	[1,150,354]
[Foreign securities]	[4,570,290]	[4,636,313]
Tangible fixed assets	1,361	1,306
Intangible fixed assets	15,416	15,689
Reinsurance receivables	104,651	41,344
Other assets	318,601	149,405
Deferred tax assets	42,680	65,746
Reserve for possible loan losses	(16)	(10)
Total assets	9,937,086	9,487,976

(millions of yen)

	As of March 31, 2022 Summarized	As of June 30, 2022
	Amount	Amount
(LIABILITIES)		
Policy reserves and others	8,523,795	8,420,780
Reserves for outstanding claims	24,668	22,801
Policy reserves	8,499,126	8,397,979
Reinsurance payable	636,869	540,116
Other liabilities	473,476	345,948
Corporate income tax payable	3,247	2
Lease liabilities	172	157
Other liabilities	470,057	345,788
Reserve for price fluctuations	36,894	38,394
Total liabilities	9,671,036	9,345,239
(NET ASSETS)		
Capital stock	117,500	117,500
Capital surplus	67,500	67,500
Legal capital surplus	67,500	67,500
Retained earnings	90,084	30,600
Retained Earnings Reserves	-	8,000
Other retained earnings	90,084	22,600
Retained earnings brought forward	90,084	22,600
Total shareholders' equity	275,084	215,600
Net unrealized gains (losses) on securities, net of tax	(9,033)	(72,863)
Total of valuation and translation adjustments	(9,033)	(72,863)
Total net assets	266,050	142,737
Total liabilities and net assets	9,937,086	9,487,976

4. Unaudited Quarterly Statement of Earnings

(millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
	Amount	Amount
ORDINARY REVENUES	516,043	1,177,032
Premium and other income	360,439	599,974
[Premium income]	[269,432]	[413,545]
Investment income	78,178	474,036
[Interest and dividends]	[40,294]	[44,783]
[Gains on money held in trust]	[2,226]	[-]
[Gains on sale of securities]	[12,663]	[7,498]
[Derivative transaction gains]	[58]	[-]
[Foreign exchange gains]	[-]	[421,329]
[Gains on investment in separate accounts]	[22,477]	[-]
Other ordinary revenues	77,425	103,022
[Reversal of reserves for outstanding claims]	[3,152]	[1,867]
[Reversal of policy reserves]	[74,264]	[101,147]
ORDINARY EXPENSES	470,031	1,201,715
Benefits and claims	430,942	1,096,575
[Claims]	[33,244]	[42,986]
[Annuities]	[45,438]	[35,234]
[Benefits]	[27,959]	[32,895]
[Surrender values]	[229,074]	[673,014]
[Other refunds]	[1,121]	[1,474]
Investment expenses	24,908	84,165
[Interest expenses]	[3]	[2]
[Losses on money held in trust]	[-]	[189]
[Losses on sale of securities]	[215]	[35,874]
[Derivative transaction losses]	[-]	[29,228]
[Foreign exchange losses]	[24,529]	[-]
[Losses on investment in separate accounts]	[-]	[18,392]
Operating expenses	11,809	17,526
Other ordinary expenses	2,372	3,447
ORDINARY GAIN OR LOSS	46,012	(24,682)
EXTRAORDINARY LOSSES	1,395	1,500
Losses on disposal of fixed assets	0	-
Provision for reserve for price fluctuations	1,395	1,500
Gain(loss) before income taxes	44,617	(26,182)
Corporate income taxes - current	6,617	(5,573)
Corporate income taxes-deferred	-	(1,125)
Total of corporate income taxes	6,617	(6,698)
Net income(loss) for the period	37,999	(19,483)

Notes to the Unaudited Quarterly Balance Sheet

- Effective the beginning of the first quarter ended June 30, 2022, the Company has applied the “Implementation Guidance on Accounting Standard for Fair Value Measurement” (Revised ASBJ Implementation Guidance No. 31 issued on June 17, 2021, hereinafter referred to as “Implementation Guidance on Accounting Standard for Fair Value Measurement”). In accordance with the transitional treatment set forth in Item 27-2 of the Implementation Guidance on Accounting Standards for Fair Value Measurement, the new accounting policies set forth by the said Implementation Guidance shall be applied prospectively.
- Effective the first quarter ended June 30, 2022, the Company has applied a group tax relief regime with Dai-ichi Life Holdings, Inc. as the group’s parent corporation. As a result, the Company has conducted the accounting procedures and disclosures related to its corporate income taxes, local corporate tax, and the treatment of tax effect accounting in accordance with the “Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System” (ASBJ Practical Issues Task Force (PITF) No. 42 issued on August 12, 2021).
- Securities lent under lending agreements are included in the balance sheets. Total balance of securities lent as of June 30, 2022 was 501,954 million yen.
- Amounts of financial instruments recorded on the balance sheet, their fair values, and differences between the two are as follows:

(millions of yen)

	Carrying amount on balance sheet	Fair value	Difference
(1) Monetary claims bought	15,511	15,511	-
(2) Money held in trust	973,476	973,476	-
(3) Securities	7,318,958	7,139,620	(179,337)
(a) Trading securities	811,710	811,710	-
(b) Policy-reserve-matching bonds	4,037,547	3,858,210	(179,337)
(c) Other securities	2,469,700	2,469,700	-
Assets total	8,307,946	8,128,608	(179,337)
Derivative transactions *2			
(a) Derivative transactions to which hedge accounting is not applied	47,550	47,550	-
Derivative transactions total	47,550	47,550	-

(*1) Since cash and deposits are cash or are settled in a short period of time, their book values approximate their fair values, and notes are accordingly omitted.

(*2) Derivative transactions include those related to the money held in trust.

Net derivative assets and liabilities arising from derivative transactions are reported as a net value. A negative total indicates a net liability.

Fair values of financial instruments are calculated as follows:

(a) Monetary claims bought

The fair value of monetary claims bought are determined using the prices obtained from financial institutions.

(b) Money held in trust

Information on securities and derivative transactions appear below in "(c) Securities" and "(d) Derivative transactions", respectively.

(c) Securities

Fair value of bonds is based on quoted market price. Fair value of mutual funds is based on unit price.

(d) Derivative transactions

For exchange-traded transactions, fair value is determined by quoted market prices.

For OTC (over-the-counter) transactions, fair value is determined using amounts discounted to present value obtained from external brokers and financial institutions as well as prices calculated using evaluation techniques such as the discounted cash flow method in accordance with the type of transaction and the maturity period.

- The amount of cash dividends paid is as follows:

Date of resolution	Type of shares	Total dividends	Dividends per share	Record date	Effective date	Dividend resource
June 16, 2022 (at the Annual General Meeting of Shareholders)	Common stock	40,000 million	¥21,621,622	March 31, 2022	June 17, 2022	Retained earnings

Notes to the Unaudited Quarterly Statement of Earnings

- Net loss per share for the three months ended June 30, 2022 was 10,531,646.70 yen. Fully diluted net loss per share is not reported because the Company has no residual shares.

5. Breakdown of Ordinary Profit (Fundamental Profit)

(millions of yen)

		Three months ended June 30, 2021	Three months ended June 30, 2022
Fundamental revenues		508,345	1,186,897
Premium and other income		360,439	599,974
Investment income		63,230	45,207
[Interest and dividends]		40,294	44,783
Other ordinary revenues		78,384	106,610
Other fundamental revenues (a)		6,291	435,105
Fundamental expenses		497,839	1,189,683
Benefits and claims		430,942	1,096,575
Provision for policy reserves and others		-	-
Investment expenses		163	18,873
Operating expenses		11,809	17,526
Other ordinary expenses		2,372	3,447
Other fundamental expenses (b)		52,551	53,260
Fundamental profit (loss)	A	10,506	(2,785)
Capital gains	A + B	67,500	482,088
Gains on money held in trust		2,226	-
Gains on investments in trading securities		-	-
Gains on sale of securities		12,663	7,498
Derivative transaction gains		58	-
Foreign exchange gains		-	421,329
Others (c)		52,551	53,260
Capital losses		31,035	498,442
Losses on money held in trust		-	189
Losses on investments in trading securities		-	-
Losses on sale of securities		215	35,874
Losses on valuation of securities		-	-
Derivative transaction losses		-	29,228
Foreign exchange losses		24,529	-
Others (d)		6,291	433,150
Net capital gains (losses)	B	36,464	(16,353)
Fundamental profit plus net capital gains (losses)	A + B	46,970	(19,139)
Other one-time gains		-	-
Reinsurance income		-	-
Reversal of contingency reserve		-	-
Reversal of specific reserve for possible loan losses		-	-
Others(e)		-	-
Other one-time losses		958	5,543
Ceding reinsurance commissions		-	-
Provision for contingency reserve		958	3,587
Provision for specific reserve for possible loan losses		0	0
Provision for specific reserve for loans to refinancing countries		-	-
Write-down of loans		-	-
Others (f)		-	1,955
Other one-time profits (losses)	C	(958)	(5,543)
Ordinary profit (loss)	A + B + C	46,012	(24,682)

Note: Effective from FY2022 ending March 31, 2023, the disclosure method for the Breakdown of Ordinary Profit

(Fundamental Profit) has been changed as it relates to forex hedge cost and gains and losses from cancellation of mutual trusts. Therefore, the corresponding figures for the first quarter of the FY2021 ended March 31, 2022, have been recalculated and restated in accordance with the new method.

Consequently, Fundamental profit for the first quarter ended March 31, 2022 was reduced by 8 million yen, while Net capital gains (losses) increased by 8 million yen.

(Reference)

Breakdown of other fundamental revenues, etc.

(millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Other fundamental revenues (a)	6,291	435,105
Impact from market rate fluctuations of foreign exchange on foreign-currency denominated insurance policies	-	429,705
Interest received and/or paid related to currency swap and interest rate swap contracts covering foreign-currency denominated insurance policies	3,712	3,444
Impact from assets held in money trusts and others related to reinsurance dealings	2,579	-
Amount of Reinsurance Premium for Cancellation of Existing Reinsurance	-	1,955
Other fundamental expenses (b)	52,551	53,260
Forex hedge cost	-	149
Gains and losses from cancellation of mutual funds	8	3
Impact from increase or decrease in surrender values in accordance with Market Value Adjustment (MVA)	17,566	48,788
Impact from market rate fluctuations of foreign exchange on foreign-currency denominated insurance policies	34,977	-
Impact from assets held in money trusts and others related to reinsurance dealings	-	4,318
The impact on fundamental profit (a) - (b)	(46,260)	381,845
Other capital gains (c)	52,551	53,260
Forex hedge cost	-	149
Gains and losses from cancellation of mutual funds	8	3
Impact from increase or decrease in surrender values in accordance with Market Value Adjustment (MVA)	17,566	48,788
Impact from market rate fluctuations of foreign exchange on foreign-currency denominated insurance policies	34,977	-
Impact from assets held in money trusts and others related to reinsurance dealings	-	4,318
Other capital losses (d)	6,291	433,150
Impact from market rate fluctuations of foreign exchange on foreign-currency denominated insurance policies	-	429,705
Interest received and/or paid related to currency swap and interest rate swap contracts covering foreign-currency denominated insurance policies	3,712	3,444
Impact from assets held in money trusts and others related to reinsurance dealings	2,579	-
The impact on net capital gains (losses) (c) - (d)	46,260	(379,889)
Other one-time gains (e)	-	-
Other one-time losses (f)	-	1,955
Amount of Reinsurance Premium for Cancellation of Existing Reinsurance	-	1,955
The impact other one-time profits (losses) (e) - (f)	-	(1,955)

6. Solvency Margin Ratio

(millions of yen)

	As of March 31, 2022	As of June 30, 2022
Total solvency margin (A)	508,974	405,004
Common stock, etc	235,084	215,600
Reserve for price fluctuations	36,894	38,394
Contingency reserve	114,151	117,738
General reserve for possible loan losses	15	9
(Net unrealized gains (losses) on securities (before tax) and deferred hedge gains (losses) (before tax)) × 90% *	(12,139)	(97,908)
Net unrealized gains (losses) on real estate × 85%*	-	-
Policy reserves in excess of surrender values	118,601	122,380
Qualifying subordinated debt	-	-
Excluded portion of policy reserves in excess of surrender values and qualifying subordinated debt	-	-
Excluded items	-	-
Others	16,366	8,789
Total Risk $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	196,970	200,923
Insurance risk R_1	220	243
3rd sector insurance risk R_8	-	0
Assumed investment yield risk R_2	44,180	44,299
Guaranteed minimum benefit risk R_7	2,812	2,982
Investment risk R_3	146,111	149,696
Business risk R_4	3,866	3,944
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	516.8%	403.1%

* Multiplied by 100% if losses.

Note: 1. The figures as of March 31, 2022 are calculated based on Articles 86 and 87 of the Enforcement Regulations of Insurance Business Act, and Announcement No.50, Ministry of Finance, 1996.

The figures as of June 30, 2022 are calculated by using the method which is deemed appropriate taking the regulations and announcement above into account.

2. Common stock, etc. excludes the expected disbursements from capital outside the Company and valuation and translation adjustments.

3. Guaranteed minimum benefit risk is calculated by the standard method.

7. Separate Account Status

(1) Separate Account Assets by Product

(millions of yen)

	As of March 31, 2022	As of June 30, 2022
Individual variable insurance	29,920	19,081
Individual variable annuities	895,819	795,553
Group annuities	-	-
Separate account total	925,740	814,634

(2) Policies in Force

A. Individual Variable Insurance

(millions of yen except number of policies)

	As of March 31, 2022		As of June 30, 2022	
	Number of policies	Amount	Number of policies	Amount
Variable insurance (defined term type)	-	-	-	-
Variable insurance (whole life type)	37	339,673	35	319,923
Total	37	339,673	35	319,923

Notes: The outstanding policies in force for individual variable insurance include those managed in general account.

B. Individual Variable A

(millions of yen except number of policies)

	As of March 31, 2022		As of June 30, 2022	
	Number of policies	Amount	Number of policies	Amount
Individual variable annuities	418	2,349,412	359	1,983,924

Notes: 1. Total policy amount in force for individual annuities is equal to the sum of (a) the amount required to fund annuity payments when they commence for annuities that have not yet commenced paying out and (b) policy reserves for annuities that have commenced paying out.

2. The outstanding policies in force for individual variable annuities include those managed in general account.

8. Consolidated Financial Summary

Not applicable.