

Japan Credit Rating Agency, Ltd. (JCR) announces the following credit rating.

T&D Holdings, Inc. (security code: 8795)

<Affirmation>

Long-term Issuer Rating:	AA
Outlook:	Stable
Bonds (Dated subordinated bonds):	A+
Subordinated Loan:	A+

DAIDO LIFE INSURANCE COMPANY (security code: -)

<Affirmation>

Long-term Issuer Rating:	AA
Outlook:	Stable
Ability to Pay Insurance Claims:	AA
Outlook:	Stable

TAIYO LIFE INSURANCE COMPANY (security code: -)

<Affirmation>

Long-term Issuer Rating:	AA
Outlook:	Stable
Ability to Pay Insurance Claims:	AA
Outlook:	Stable

T&D FINANCIAL LIFE INSURANCE COMPANY (security code: -)

<Affirmation>

Long-term Issuer Rating:	AA
Outlook:	Stable
Ability to Pay Insurance Claims:	AA
Outlook:	Stable

Rationale

- (1) The T&D Insurance Group (the "Group") has three core companies DAIDO LIFE INSURANCE COMPANY ("DAIDO LIFE"), TAIYO LIFE INSURANCE COMPANY ("TAIYO LIFE") and T&D FINANCIAL LIFE INSURANCE COMPANY ("T&D FINANCIAL LIFE"), along with Pet & Family Insurance Co., Ltd., T&D Asset Management Co., Ltd., T&D United Capital Co., Ltd. and others, under the umbrella of T&D Holdings, Inc. ("T&D Holdings") as the insurance holding company. It has a large business scale next to that of Japan's major life insurance groups; DAIDO LIFE is very strong in the SME market, TAIYO LIFE excels in the household market, and T&D FINANCIAL LIFE offers its products through financial institutions, independent agencies, etc. JCR deems the Group's creditworthiness to be equivalent to AA, reflecting the solid business base that is diversified among the three core companies, stable earning capacity, a good capital level relative to risk, etc. The policy performance of the three core companies has been strong, and accounting profits are also robust thanks partly to the diversification of earnings sources, including expansion into the overseas business. As the Group has worked to promote ERM ahead of others and is steadily reducing interest rate risk, sensitivity in economic value-based indicators has decreased.
- (2) Defining the domestic life insurance business as its core business, the Group aims to increase group profits by diversifying and optimizing its business portfolio, including overseas, while further strengthening business bases where the three core companies have respective strength. It is also promoting integrated group management by taking measures that contribute to expanding group synergies, including sharing customer data using digital tools, upgrading the intra-group system and increasing contact points with customers through Pet & Family Insurance. It has already achieved

certain results on the sales front, including mutual supply of insurance products, and JCR will continue closely monitoring progress.

- (3) The policy performance of the three core companies combined has been growing steadily thanks to the stepped-up efforts in the senior market, swift launch of products and so forth. In terms of earnings, while foreign currency hedging costs related to foreign bond investment have increased, the Group's adjusted profits remain robust. The Group's MCEV (excluding special factors) increased at the end of the fiscal year ended March 2023 (FY2022) and also at the end of the first half of FY2023 thanks to the steady accumulation of new business value with growth in the sale of third-sector products and so forth. JCR will watch whether the Group can steadily increase its MCEV through sales activities as shown in new business value, etc. while ensuring a risk-return balance, amid gradual changes in the product mix because of focus placed on protection-oriented products.
- (4) The Group invests in overseas closed-book businesses through T&D United Capital Co., Ltd. for the purpose of diversifying earnings sources. In pursuit of global business development in partnership with U.S.-based investment fund Carlyle FRL, L.P., equity-method affiliate FGH Parent, L.P. ("FGH Parent") has been taking such steps as acquiring annuity blocks in regions other than the U.S., too, while expanding closed-book businesses in the U.S. Although fluctuations in profits adjusted for valuation losses due in part to changes in the interest rate environment are not large, JCR will keep monitoring the situation because there is also a possibility that a temporary loss will be recorded. The size of investment in overseas closed-book businesses in light of the Group's actual earnings capacity and capital is not large at this point, and risks associated with investments are being controlled at acceptable levels under ERM.
- (5) The Group has been building and improving its ERM framework ahead of others. It aims at a stable and sustainable increase of enterprise value by adequately controlling balance between capital, risks and returns based on risk appetite principles. The risk-return management is firmly rooted in the Group as indicated by the use of the economic value-based evaluation in formulating sales strategies, asset management policy, etc. The Group has set a policy to reduce interest rate risk under capital management, and DAIDO LIFE, which accounts for the majority of the interest rate risk amount, is improving the interest rate matching ratio between assets and liabilities by taking such measures as purchasing ultra-long-term bonds. As part of the effective use of capital, DAIDO LIFE ceded existing insurance blocks in FY2022, as TAIYO LIFE did so in FY2021, thereby reducing the risk amount. Capital adequacy relative to risks remains at the level commensurate with the AA rating category, thanks partly to the accumulation of retained earnings, including the build-up of various reserves. Economic solvency ratio ("ESR") as of September 30, 2023 was 251%, indicating that financial soundness can be maintained even under considerable stress and efforts to reduce interest rate risk are working to suppress the interest rate sensitivity of ESR.

Issuer: T&D Holdings, Inc.

T&D Holdings is the Group's insurance holding company. Its issuer rating is deemed to be at the same level as the Group's creditworthiness. Given, among others, that double leverage ratio has been staying at around 100% over the medium term and, in light of the Group's financial management policy, etc., will likely remain so into the future, JCR does not reflect the structural subordination of a holding company in the ratings for T&D Holdings.

Issuer: DAIDO LIFE INSURANCE COMPANY

- (1) DAIDO LIFE is a core life insurance company in the Group. It has an extremely strong business base in the SME market, backed by its alliances with such organizations as The National Federation of Corporate Taxpayers Associations, Tax Payment Associations, TKC National Federation and CPTA Cooperative Associations. Its issuer rating is deemed to be at the same level as the Group's creditworthiness in light of factors like DAIDO LIFE's position in the Group.
- (2) DAIDO LIFE mainly offers protection-oriented products including the core term life insurance, as well as third-sector products to protect against management personnel's disability due to serious diseases and physical impairment and products to protect against loss of income when long-term care is required and to cover nursing care costs. Having tax accountants and the in-house sales representative channel as primary sales channels, it is developing markets targeting business owners and sole proprietors, who are also in the senior segment, in addition to deeply penetrating into the corporate market, and is striving to expand the customer base by providing products to meet the needs different from the conventional death protection insurance in this way. Having overcome drastic changes in its environment, including the COVID crisis, DAIDO LIFE is achieving steady policy performance, as indicated by year-on-year growth in new business value for two years in a row in

FY2022. It has been enhancing the lineup of its products, centering on tailor-made insurance products that meet the diverse needs of business owners, and sales have been steady for the product with a full range of health-promotion-type protection, which was launched in 2022. Meanwhile, although the surrender and lapse rate is rising, it still remains low compared to before. JCR will watch whether DAIDO LIFE can keep expanding policies in force by promoting the sale of protection-oriented products for both corporate and individual customers.

- (3) In the product mix of policies in force, the proportion of third-sector products is gradually increasing, and new business value grew for two years in a row in FY2022. Profits are underpinned by a relatively large amount of mortality gains, backed by policies in force mainly for long-term protection-oriented products. While growing foreign currency hedging costs related to foreign bond investment have been pushing down earnings, core profit is strong, remaining at a certain level in the first half of FY2023 as well. As DAIDO LIFE is shifting to a next-generation system (open mainframe), investment to that end is projected to continue for a while. In terms of asset management, although DAIDO LIFE is exposed to a certain amount of interest rate risk due to the duration gap between assets and liabilities, the downward trend in the risk amount continues with the extension of asset duration party through the purchase of super-long-term bonds.

Issuer: TAIYO LIFE INSURANCE COMPANY

- (1) TAIYO LIFE is a core life insurance company in the Group. It has a stable business base mainly in the household market by offering protection insurance to elderly people and homemakers, as well as to their families. Its issuer rating is deemed to be at the same level as the Group's creditworthiness in light of factors like TAIYO LIFE's position in the Group.
- (2) TAIYO LIFE excels at sales activities where in-house sales representatives visit households in pairs and also sells protection-oriented products mainly through the in-house sales representative channel. Having overcome drastic changes in its environment, including the COVID crisis, TAIYO LIFE has established its sales style using non-face-to-face tools and customer information. As sales representatives have increased, their retention rate and productivity have improved thanks to the successful measures taken to diversify sales methods through the digital transformation strategy and to enhance training. Thanks also to the swift launch of new products to meet new needs for protection, policy performance has been robust. A certain level of new business value is achieved. As TAIYO LIFE has focused on selling protection-oriented products, such as those related to dementia, disability and nursing care, the product mix has changed, with a greater percentage of policies in force accounted for by protection-oriented products, particularly those in the third sector.
- (3) TAIYO LIFE's profits have been ensured by cost containment through the use of IT to improve operational efficiency, the revision of the administrative system, etc., where TAIYO LIFE has been working on for some time now. Although increases in insurance claims and benefit payments due to the COVID crisis in FY2022 and in foreign currency hedging costs related to foreign bond investment as of now are dragging down earnings, core profit in the first half of FY2023 showed year-on-year growth. Duration of assets and liabilities is almost matched, and the economic value-based interest rate risk is controlled. With regard to the dementia-related products, while the incidence rate of insurance benefits remains low, JCR will nevertheless watch the difference from assumptions, etc. from a medium- and long-term perspective.

Issuer: T&D FINANCIAL LIFE INSURANCE COMPANY

- (1) T&D FINANCIAL LIFE is a core life insurance in the Group, specializing in sales through the agent channel such as financial institutions and independent agencies. Its issuer rating is deemed to be at the same level as the Group's creditworthiness in light of factors like T&D FINANCIAL LIFE's position in the Group.
- (2) While growth in insurance sales through the agent channel can be expected, the competition environment remains severe. Yet, as T&D FINANCIAL LIFE has been taking such measures as swiftly launching new products that meet customer needs and enhancing the product lineup, annualized premiums of new policies in FY2022 and the first half of FY2023 showed year-on-year growth. While policy performance in the ultra-low interest rate environment was sluggish, sales have expanded for foreign currency-denominated insurance thanks to a rise in overseas interest rates and also for yen-denominated annuity insurance with the rise in domestic interest rates. Moreover, they are robust for level-premium products, which are sold mainly through independent agencies. Even though cancellations of foreign currency-denominated insurance policies that have reached the reserve target amount increased in FY2022 due to the yen's depreciation, they are now leveling off. JCR views that rising domestic interest rates will make products more attractive, contributing to the stability

of policy performance. JCR is watching whether T&D FINANCIAL LIFE can further stabilize its earnings base by expanding policies in force through constant and flexible product development, enhancement of the sales support system for the agency channel and so forth.

- (3) The Group is working as one on the strategic enhancement of T&D FINANCIAL LIFE and provides support in such areas as product development and asset management. Initiatives to generate group synergies, including the sale of T&D Financial Life's products by DAIDO LIFE, are beginning to yield greater results.

Tomohiro Miyao, Kota Matsuzawa

Rating

Issuer: T&D Holdings, Inc.

<Affirmation>

Long-term Issuer Rating: AA Outlook: Stable

Issue	Amount (bn)	Issue Date	Due Date	Coupon	Rating
1st Series Deferrable Interest and Callable Unsecured Subordinated Bonds					
	JPY 50	Sept. 20, 2018	Sept. 23, 2048	(Note 1)	A+
2nd Series Deferrable Interest and Callable Unsecured Subordinated Bonds					
	JPY 30	Jan. 30, 2020	Feb. 4, 2050	(Note 2)	A+
3rd Series Deferrable Interest and Callable Unsecured Subordinated Bonds					
	JPY 40	Jan. 30, 2020	Feb. 4, 2050	(Note 3)	A+

Notes:

1. 1.12% until and including September 20, 2028. 6M Euroyen LIBOR + 1.74% after that date.
2. 0.69% from January 31, 2020 to and including February 4, 2025. 6M Euroyen LIBOR + 0.64% from February 5, 2025 to and including February 4, 2030. 6M Euroyen LIBOR + 1.64% after that date.
3. 0.94% from January 31, 2020 to and including February 4, 2030. 6M Euroyen LIBOR + 1.80% after that date.

Issue	Amount (bn)	Execution Date	Repayment Date	Interest Rate	Rating
Subordinated Loan	JPY 13.5	June 28, 2021	June 28, 2051	(Note)	A+

Note: Base rate of the applicable interest period + initial spread for the interest periods starting on any date between the Execution Date and June 2031 (exclusive of the month). Base rate of the applicable interest period + initial spread + 1% step-up interest rate for the interest periods starting on any date in or after June 2031.

Issuer: DAIDO LIFE INSURANCE COMPANY

<Affirmation>

Long-term Issuer Rating: AA Outlook: Stable

Ability to Pay Insurance Claims: AA Outlook: Stable

Issuer: TAIYO LIFE INSURANCE COMPANY

<Affirmation>

Long-term Issuer Rating: AA Outlook: Stable

Ability to Pay Insurance Claims: AA Outlook: Stable

Issuer: T&D FINANCIAL LIFE INSURANCE COMPANY

<Affirmation>

Long-term Issuer Rating: AA Outlook: Stable

Ability to Pay Insurance Claims: AA Outlook: Stable

Rating Assignment Date: December 5, 2023

The assumptions for the credit ratings and the definitions of the rating symbols are published as "Types of Credit Ratings and Definitions of Rating Symbols" (January 6, 2014) in Information about JCR Ratings on JCR's website (<https://www.jcr.co.jp/en/>).

Outline of the rating methodology is shown as "JCR's Rating Methodology" (November 7, 2014), "Life Insurance" (July 1, 2013), "Rating Methodology for Financial Groups' Holding Companies and Group Companies" (September 1, 2022), "Ratings of Hybrid Securities" (September 10, 2012) and "Rating Methodology for Financial Institutions' Capital and TLAC Instruments" (April 27, 2017) in Information about JCR Ratings on JCR's website (<https://www.jcr.co.jp/en/>).

The rating stakeholder participated in the rating process of the aforementioned credit ratings.



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JCR publishes its press releases regarding the rating actions both in Japanese and in English on the same day. In case that it takes time to translate rating rationale, JCR may publicize the summary version, which will be replaced by the full translated version within three business days. (Regarding Structured Finance products, JCR only publicize the summary version in English.)



INFORMATION DISCLOSURE FORM

Japan Credit Rating Agency, Ltd.

Disclosure Required by Paragraph (a)(1)(ii) of Rule 17g-7

Issuer:	T&D Holdings, Inc. DAIDO LIFE INSURANCE COMPANY TAIYO LIFE INSURANCE COMPANY T&D FINANCIAL LIFE INSURANCE COMPANY
Rating Publication Date:	December 8, 2023

1 The Symbol, Number, or Score in the Rating Scale used to Denote Credit Rating Categories and Notches and, the Identity of the Obligor or the Identity and a Description of the Security or Money Market Instrument as Required by Paragraph (a)(1)(ii)(A) of Rule 17g-7

- Please see the news release. If the credit rating is a private rating, please see the report for private rating.

2 The version of the procedure or methodology used to determine the credit rating; as Required by Paragraph (a)(1)(ii)(B) of Rule 17g-7

- Please see the news release. If the credit rating is a private rating, please see the report for private rating.

3 The Main Assumptions and Principles used in Constructing the Procedures and Methodologies used to Determine the Credit Rating as Required by Paragraph (a)(1)(ii)(C) of Rule 17g-7

- The credit rating methodology assumes, in principle, to be applied to assess the likelihood of a given debt payment in light of its issuer's condition and business environment, etc. in the relevant future. There is certain limitation, however, in the time horizon that the rating foresees.
- The credit rating methodology assumes, in principle, that the factors posted in the below are particularly important for such likelihood to be determined, and that the rating determination is made by evaluating each of them not only quantitatively but also employing qualitative analyses.

A) Business Bases

The likelihood of a given debt payment is highly conditional to its issuer's business bases - how they can be maintained/ expanded into the future and thereby secure earnings and cash flows in adequacy and in a sustainable way.

B) Financial Grounds and Asset Quality

The likelihood of debt payment is highly dependent on the degree of the issuer's indebtedness and loss absorption capacity in terms of equity capital. Also notable is that a financial institution might see a significant loss of financial grounds as a result of changes in value of the assets under its possession.

C) Liquidity Positions

The likelihood of debt payment is highly dependent on the adequacy of the issuer's cash and other sources of repayment (liquidity positions).

D) Related Parties' Status and Stance of Support/ Assistance for the Issuer

The likelihood of debt payment is affected one way or the other by the issuer's related parties such as parent company, subsidiary, guarantor, and the government of the issuer's business domicile, etc. - by their own conditions and/ or position of support/ assistance for the issuer.

E) Order of Seniority in Debt Payment

The likelihood of debt payment can be different between given debts of the same issuer. The likelihood of debt payment for an individual debt is dependent on the issuer's discretion, and/ or its rank relative to other debts of the same issuer in the order of seniority in principal/ interest payment which is determined by design as financial product or by laws, etc.

4 The Potential Limitations of the Credit Rating as Required by Paragraph (a)(1)(ii)(D) of Rule 17g-7

- The credit rating herewith presented by JCR is its summary opinion with regard to the likelihood of given debt payment and hence not necessarily a perfect representation of such likelihood. The credit rating is not intended to estimate the probability of default or the loss on given default, either.
- The objective of the credit rating herewith presented does not include any concerns other than the likelihood of debt payment, such as risks of price changes, market liquidity, etc.
- The credit rating herewith presented is necessary to be reviewed along with possible changes of the issuer of rated objects in its business performance and/ or circumstances which include regulatory environment, and hence subject to possible alteration.

5 Information on the Uncertainty of the Credit Rating as Required by Paragraph (a)(1)(ii)(E) of Rule 17g-7

- The information used for the determination of credit rating as herewith presented is obtained by JCR from the issuer of rated objects and other sources that JCR trusts in terms of accuracy and reliability but possibly contains errors due to human, non-human or other causes. Consequently, the credit rating determined on the grounds of such information does not constitute, explicitly or implicitly, any representation or warrant of JCR on the information itself or any consequences of its use in terms of accuracy, relevance, timeliness, wholeness, market value, or usefulness for any specific purposes.

6 Use of Due Diligence Services of a Third Party in Taking the Rating Action as Required by Paragraph (a)(1)(ii)(F) of Rule 17g-7

- There is no use of any third-party due diligence service in the determination of the credit rating herewith presented.

7 Use of Servicer or Remittance Reports to Conduct Surveillance of the Credit Rating Required by Paragraph (a)(1)(ii)(G) of Rule 17g-7

- There is no use of any servicer or remittance report to conduct surveillance of the credit rating herewith presented.

8 The Types of Data Relied Upon for the Purpose of Determining the Credit Rating as Required by Paragraph (a)(1)(ii)(H) of Rule 17g-7

- The information posted in the below, which includes data, is used for the determination of the credit rating herewith presented.
 - A) Audited financial statements presented by the rating stakeholders
 - B) Explanations of business performance, management plans, etc. presented by the rating stakeholders

9 Overall assessment of the Quality of Information Available and Considered in Determining the Credit Rating as Required by Paragraph (a)(1)(ii)(I) of Rule 17g-7

- JCR holds its basic policies for securing the quality of information as a base of due diligence for the determination of credit ratings. The information used as a base for the determination of credit rating herewith presented satisfies such policies, which include the audit by an independent auditor, the warranty made by the issuer, the publication by the issuer, some independent media or, otherwise, JCR analyst's scrutiny, etc.
- JCR sees no particular weakness in the quality of information used for the determination of the credit rating herewith presented as compared to the information used in other cases of the credit rating for comparable issuers or ratable objects.
- If the credit rating is an Indication, please see the report for Indication.

10 Information Relating to Conflicts of Interest as Required by Paragraph (a)(1)(ii)(J) of Rule 17g-7

- JCR receives payment of compensation for the determination of the credit rating herewith presented from either one of those parties who are issuer, underwriter, depositor or sponsor.
- JCR received in the last fiscal year in the past payment of compensation from DAIDO LIFE INSURANCE COMPANY and TAIYO LIFE INSURANCE COMPANY for any kind of JCR's service other than the determination of credit rating, such as one in the ancillary business.
- JCR did not receive in the last fiscal year in the past payment of compensation from T&D Holdings and T&D FINANCIAL LIFE INSURANCE COMPANY for any kind of JCR's service other than the determination of credit rating, such as one in the ancillary business.

11 Explanation or Measure of the Potential Volatility of the Credit Rating as Required by Paragraph (a)(1)(ii)(K) of Rule 17g-7

A) Business Bases

The credit rating is subject to alteration if there is improvement or deterioration of the issuer's business bases, since its revenue, etc. may improve or deteriorate by the change in its business management policies, clients' preferences, competitive situation, or a technological innovation. The resultant alteration of the credit rating is usually by a notch, with possibility of a few notches if and when the change in the business bases is large.

B) Financial Grounds and Asset Quality

The credit rating is subject to alteration if the issuer increases/ decreases its debt/ capital or vice versa and thereby makes its individual debt payment liability less or more bearable and its loss absorption capacity into the future decreased or increased. Also, the changes in the quality of asset under the issuer's holding may affect the credit rating, since such changes could raise or lower the likelihood of future loss of the issuer's financial grounds. The resultant alteration of the credit rating is usually by a

notch, with possibility of a few notches if and when the change in the financial grounds and/ or asset quality is large.

C) Liquidity Positions

The credit rating is subject to alteration if there is a change in the issuer's financial management policy or in the relations with fund procurement sources and the change thereby makes its liquidity positions improve or deteriorate. The resultant alteration of the credit rating is usually by a notch, with possibility of a few notches if and when the change is large.

D) Related Parties' Status and Stance of Support/ Assistance for the Issuer

The credit rating is subject to alteration if there is a change in the issuer's parent company or subsidiary, guarantor or other provider of credit enhancement, or the government of the issuer's business domicile, or other related parties' own conditions and/ or position of support/ assistance for the issuer, and the change thereby makes its business bases, financial grounds and/ or liquidity positions improve or deteriorate, and/ or making the effectiveness of guarantee and other credit enhancement improve or deteriorate. The resultant alteration of the credit rating is usually a notch, with possibility of a few notches if and when the change is large.

E) Order of Seniority in Debt Payment and Non-Payment Forgiven by Contract

The credit rating is subject to alteration if there is a change in the rated debt's status in the order of seniority relative to other debts caused by the improvement/ deterioration of the issuer's financial condition. The resultant alteration of the credit rating is usually a notch, with possibility of a few notches if and when the change is large. Also, in case of the financial products for which non-payment of interest/ principal is contractually permissible, the credit rating is subject to alteration if and when the likelihood of such non-payment is projected to increase or decrease. The resultant alteration of the credit rating could be by a notch but often as much as a few notches.

F) Rise and Fall in General Economy and Markets

The credit rating is subject to alteration if there is a rise/ fall in the general economy and/ or the markets inducing the issuer's revenues/ expenses to increase/ decrease and vice versa, etc. The resultant alteration of the credit rating is usually by a notch, with possibility of a few notches if and when the change is exceptionally large.

G) Various Events

The credit rating is subject to alteration on occurrence of various events, such as change in the issuer's major shareholders, M&A and other organizational change, accident, violation of the law, litigation, legal/ regulatory change, natural disaster, etc., which are unforeseeable at the time when the credit rating is determined, causing a significant change on the issuer's business bases, financial grounds, etc. The resultant alteration of the credit rating could be by a notch but more often than not as much as a few notches.

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Information on the Content of the Credit Rating, Including the Historical Performance of the Credit Rating and the Expected Probability of Default and the Expected Loss in the Event of Default as Required by Paragraph (a)(1)(ii)(L) of Rule 17g-7

- Historical records of the credit rating herewith presented are posted in the end of this paper.
- The credit rating herewith presented by JCR is its summary opinion with regard to the likelihood of given debt payment and hence not necessarily a perfect representation of such likelihood. The credit rating is not intended to estimate the probability of default or the loss on given default, either.
- Facts of the probability of default are posted as Form NRSRO Exhibit 1 on the JCR website under the URL:

<https://www.jcr.co.jp/en/service/company/regu/nrsro/>

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Information on the Sensitivity of the Credit Rating to Assumptions Made as Required by Paragraph (a)(1)(ii)(M) of Rule 17g-7

A) Business Bases

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's business bases and powers of

earning or cash flow generation, etc. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but possibly as much as a few notches if the development is rapid in improvement or deterioration of the issuer's business bases on some drastic change in the operational environments, etc.

B) Financial Grounds and Asset Quality

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's financial grounds and asset quality. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but possibly as much as a few notches if the development is rapid in improvement or deterioration of the issuer's financial grounds and/ or asset quality on some drastic change in its business bases.

C) Liquidity Risks

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's liquidity positions. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but possibly as much as a few notches if the development is rapid in improvement or deterioration of the issuer's liquidity positions on some drastic change in its financial management policy or relations with fund procurement sources, etc.

D) Related Parties' Status and Stance of Support/ Assistance for the Issuer

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's parent company or subsidiaries, guarantor or other providers of credit enhancement, the government of the issuer's business domicile or other related parties' status and stance of support/ assistance for the issuer. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but possibly as much as a few notches if there is a major change on the part of related parties, such as replacement, disappearance, some drastic improvement/ deterioration of financial grounds/ balances, etc.

E) Rise and Fall in General Economy and Markets

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the prospects of general economy and markets. JCR expects the change should be most likely by a notch but could be as much as a few notches, should the economy or the markets change so greatly.

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Information on the Representations, Warranties, and Enforcement Mechanisms of an Asset-backed Security as Required by Paragraph (a)(1)(ii)(N) of rule 17g-7

- The credit rating herewith presented is not for an ABS product, and hence no relevant issue.

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The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
T&D Holdings, Inc.	Issuer(Long-term)	August 20, 2018	AA-	Stable
T&D Holdings, Inc.	Issuer(Long-term)	October 19, 2018	AA-	Stable
T&D Holdings, Inc.	Issuer(Long-term)	November 5, 2019	AA-	Stable
T&D Holdings, Inc.	Issuer(Long-term)	November 20, 2020	AA-	Stable
T&D Holdings, Inc.	Issuer(Long-term)	December 3, 2021	AA-	Positive
T&D Holdings, Inc.	Issuer(Long-term)	December 5, 2022	AA	Stable
T&D Holdings, Inc.	Bonds no.1(subordinated)	September 13, 2018	A	
T&D Holdings, Inc.	Bonds no.1(subordinated)	October 19, 2018	A	
T&D Holdings, Inc.	Bonds no.1(subordinated)	November 5, 2019	A	
T&D Holdings, Inc.	Bonds no.1(subordinated)	November 20, 2020	A	
T&D Holdings, Inc.	Bonds no.1(subordinated)	December 3, 2021	A	
T&D Holdings, Inc.	Bonds no.1(subordinated)	December 5, 2022	A+	
T&D Holdings, Inc.	Bonds no.2(subordinated)	January 24, 2020	A	
T&D Holdings, Inc.	Bonds no.2(subordinated)	November 20, 2020	A	
T&D Holdings, Inc.	Bonds no.2(subordinated)	December 3, 2021	A	
T&D Holdings, Inc.	Bonds no.2(subordinated)	December 5, 2022	A+	
T&D Holdings, Inc.	Bonds no.3(subordinated)	January 24, 2020	A	
T&D Holdings, Inc.	Bonds no.3(subordinated)	November 20, 2020	A	
T&D Holdings, Inc.	Bonds no.3(subordinated)	December 3, 2021	A	
T&D Holdings, Inc.	Bonds no.3(subordinated)	December 5, 2022	A+	
T&D Holdings, Inc.	Loan(subordinated)	June 28, 2021	A	
T&D Holdings, Inc.	Loan(subordinated)	December 3, 2021	A	
T&D Holdings, Inc.	Loan(subordinated)	December 5, 2022	A+	

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 6, 2006	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 16, 2007	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 7, 2008	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 16, 2009	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 15, 2010	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	September 15, 2011	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	September 7, 2012	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 1, 2013	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 22, 2014	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	November 5, 2015	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	December 2, 2016	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	September 28, 2017	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 19, 2018	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	November 5, 2019	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	November 20, 2020	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	December 3, 2021	AA-	Positive
DAIDO LIFE INSURANCE COMPANY	Issuer(Long-term)	December 5, 2022	AA	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	May 28, 1997	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	February 17, 1999	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 30, 1999	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 29, 2000	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 26, 2001	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 1, 2002	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 18, 2003	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	January 20, 2005	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 14, 2005	AA-	
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 6, 2006	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 16, 2007	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 7, 2008	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 16, 2009	AA-	Stable

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 15, 2010	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 15, 2011	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 7, 2012	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 1, 2013	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 22, 2014	A+	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 5, 2015	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 2, 2016	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 28, 2017	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 19, 2018	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 5, 2019	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 20, 2020	AA-	Stable
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 3, 2021	AA-	Positive
DAIDO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 5, 2022	AA	Stable

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 6, 2006	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 16, 2007	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 7, 2008	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 16, 2009	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 15, 2010	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	September 15, 2011	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	September 7, 2012	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 1, 2013	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 22, 2014	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	November 5, 2015	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	December 2, 2016	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	September 28, 2017	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	October 19, 2018	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	November 5, 2019	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	November 20, 2020	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	December 3, 2021	AA-	Positive
TAIYO LIFE INSURANCE COMPANY	Issuer(Long-term)	December 5, 2022	AA	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	February 16, 1999	A+	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 30, 1999	A+	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 29, 2000	A+	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 26, 2001	A	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 1, 2002	A	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 18, 2003	A	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	January 20, 2005	A+	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 14, 2005	A+	
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 6, 2006	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 16, 2007	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 7, 2008	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 16, 2009	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 15, 2010	A+	Stable

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 15, 2011	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 7, 2012	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 1, 2013	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 22, 2014	A+	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 5, 2015	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 2, 2016	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 28, 2017	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 19, 2018	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 5, 2019	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 20, 2020	AA-	Stable
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 3, 2021	AA-	Positive
TAIYO LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 5, 2022	AA	Stable

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 6, 2006	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 16, 2007	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 7, 2008	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 16, 2009	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 15, 2010	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	September 15, 2011	A+	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	September 7, 2012	A+	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 1, 2013	A+	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 22, 2014	A+	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	November 5, 2015	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	December 2, 2016	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	September 28, 2017	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	October 19, 2018	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	November 5, 2019	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	November 20, 2020	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	December 3, 2021	AA-	Positive
T&D FINANCIAL LIFE INSURANCE COMPANY	Issuer(Long-term)	December 5, 2022	AA	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 19, 2001	A	
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 1, 2002	A	
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 18, 2003	A	
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	January 20, 2005	A	
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 14, 2005	A	
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 6, 2006	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 16, 2007	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 7, 2008	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 16, 2009	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 15, 2010	A	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 15, 2011	A+	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 7, 2012	A+	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 1, 2013	A+	Stable

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 22, 2014	A+	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 5, 2015	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 2, 2016	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	September 28, 2017	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	October 19, 2018	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 5, 2019	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	November 20, 2020	AA-	Stable
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 3, 2021	AA-	Positive
T&D FINANCIAL LIFE INSURANCE COMPANY	Ability to Pay Insurance Claims	December 5, 2022	AA	Stable

Attestation Required by Paragraph (a)(1)(iii) of Rule 17g-7

I, Tomohiro Miyao, have responsibility to this Rating Action and to the best of my knowledge:

- A) No part of the credit rating was influenced by any other business activities.
- B) The credit rating was based solely upon the merits of the obligor, security, or money market instrument being rated.
- C) The credit rating was an independent evaluation of the credit risk of the obligor, security, or money market instrument.

宮尾 知浩

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