

(Unofficial Translation)
Consolidated Summary Report under Japanese GAAP
for the Six Months Ended September 30, 2018

November 14, 2018

Company Name: Dai-ichi Life Holdings, Inc.

Stock exchange listings: Tokyo

Code Number: 8750

URL: <http://www.dai-ichi-life-hd.com/>

Representative: Seiji Inagaki, President, Representative Director

For inquiry: Takuya Tonoshima, General Manager, Investor Relations Group, Corporate Planning Unit

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Quarterly securities report issue date: November 29, 2018

Dividend payment date: -

Supplementary information for quarterly financial statements: Available

Explanatory meeting to be held: Yes (for institutional investors and analysts)

(Amounts of less than one million yen are truncated.)

1. Consolidated Financial Data for the Six Months Ended September 30, 2018

(1) Consolidated results of operations

(% represents the change from the same period of the previous fiscal year)

	Ordinary Revenues		Ordinary Profit		Net Income attributable to shareholders of parent company	
	million yen	%	million yen	%	million yen	%
Six Months Ended						
September 30, 2018	3,596,965	6.9	216,282	1.9	116,334	(9.4)
September 30, 2017	3,364,824	5.5	212,186	(3.7)	128,367	21.1

Note. Comprehensive income (loss) for the six months ended September 30, 2018 and 2017 were (22,187) million yen and 479,118 million yen, respectively.

	Net Income per Share	Diluted Net Income per Share
Six Months Ended	yen	yen
September 30, 2018	99.94	99.87
September 30, 2017	109.24	109.16

(2) Consolidated financial condition

	Total Assets	Total Net Assets	Ratio of Net Assets Attributable to the Company's shareholders to Total Assets
As of	million yen	million yen	%
September 30, 2018	55,802,447	3,649,793	6.5
March 31, 2018	53,603,028	3,749,271	7.0

(Reference) Net assets attributable to the Company's shareholders as of September 30, 2018 and March 31, 2018 were 3,648,631 million yen and 3,747,923 million yen, respectively.

2. Dividends on Common Stock

	Dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual
Fiscal Year Ended	yen	yen	yen	yen	yen
March 31, 2018	-	0.00	-	50.00	50.00
March 31, 2019	-	0.00	-	50.00	50.00
March 31, 2019 (Forecast)			-	53.00	53.00

Note. Revision of dividend forecasts on the presentation date of this consolidated summary report: No

3. Consolidated Earnings Forecasts for the Fiscal Year ending March 31, 2019

(% represents the change from the previous fiscal year)

Fiscal Year Ending March 31, 2019	Ordinary Revenues		Ordinary Profit		Net Income attributable to shareholders of parent company		Net Income per Share
	million yen	%	million yen	%	million yen	%	yen
	6,429,000	(8.7)	414,000	(12.3)	220,000	(39.5)	189.51

Note. Revision of earnings forecasts on the presentation date of this consolidated summary report: No

"Net income per share" in the forecasts of consolidated results for the fiscal year ending March 31, 2019 is presented, factoring in the status of the total shares outstanding and the Company's own shares as of September 30, 2018.

4. Notes

(1) Changes in significant subsidiaries during the period: No

(2) Changes in accounting policies, accounting estimates and correction of past errors:

(A) Changes in accounting policies due to revision of accounting standards: Yes

(B) Changes in accounting policies due to reasons other than item (A) above: No

(C) Changes in accounting estimates: No

(D) Correction of past errors: No

For details, please refer to (4) Notes to the Consolidated Financial Statements in the Appendix.

(3) Number of shares outstanding (common stock)

	<u>As of September 30, 2018</u>	<u>As of March 31, 2018</u>
(A) Total shares outstanding including treasury stock:	1,198,208,200	1,198,023,000
(B) Shares of treasury stock held:	37,324,125	33,230,600
	<u>Six months ended September 30, 2018</u>	<u>Six months ended September 30, 2017</u>
(C) Average outstanding shares:	1,163,996,291	1,175,080,916

Note. The 4,208,500 shares and 4,270,100 shares of treasury stock in the above table represent the sum of shares of common stock of the Company owned by the Stock Granting Trust (J-ESOP trust) as of September 30, 2018 and March 31, 2018, respectively.

(Non-consolidated financial data)

1. Non-Consolidated Financial Data for the Six Months Ended September 30, 2018

(1) Non-consolidated results of operations

(% represents the change from the same period of the previous fiscal year)

Six Months Ended	Sales Revenues		Operating Profit	
	million yen	%	million yen	%
September 30, 2018	150,467	283.1	144,782	335.1
September 30, 2017	39,274	-	33,277	-

Six Months Ended	Ordinary Profit		Net Income	
	million yen	%	million yen	%
September 30, 2018	144,037	337.1	143,263	156.1
September 30, 2017	32,949	(82.0)	55,938	(34.0)

Six Months Ended	Net Income per Share
	yen
September 30, 2018	123.08
September 30, 2017	47.60

(2) Non-consolidated financial condition

As of	Total Assets	Total Net Assets	Ratio of Net Assets Attributable to the Company's shareholders to Total Assets
	million yen	million yen	%
September 30, 2018	1,707,022	1,286,234	75.3
March 31, 2018	1,691,175	1,205,618	71.2

(Reference) Net assets attributable to the Company's shareholders as of September 30, 2018 and March 31, 2018 were 1,285,071 million yen and 1,204,270 million yen, respectively.

*This report is exempt from the interim audits of CPAs or Audit firms.

*Notes for using earnings forecast in this report and others:

This report contains forward-looking statements, such as earnings forecasts, regarding the intent, beliefs and current expectations of the Company and its management with respect to the expected financial condition and results of operations of the Company. These statements necessarily depend upon information currently available to the Company and its management and on assumptions that the Company and its management believe are appropriate. Forward-looking statements are not guarantees of future performance and actual results may differ materially from any future results expressed or implied by forward-looking statements. Forward-looking statements are subject to various risks and uncertainties, such as fluctuations in market conditions, including changes in the value of equity securities and changes in interest rates and forward exchange rates, the occurrence of illegal acts, operational and system risks, risks associated with an economic downturn in Japan and other factors. Important factors which may affect the Company's financial condition, results of operations and business performance are not limited to the factors described above. In light of the risks and uncertainties relating to forward-looking statements, investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date of this report.

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The Company plans to hold a conference call for institutional investors and analysts regarding its financial results for the six months ended September 30, 2018 on November 14, 2018. The material for the conference call will be posted on TDnet and the Company's website.

1. Unaudited Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheet

(Unit: million yen)

	As of March 31, 2018	As of September 30, 2018
ASSETS		
Cash and deposits	891,285	909,809
Call loans	164,600	332,800
Monetary claims bought	195,133	197,857
Money held in trust	523,828	554,783
Securities	44,916,958	46,963,037
Loans	3,487,682	3,443,739
Tangible fixed assets	1,130,525	1,115,413
Intangible fixed assets	414,995	447,363
Reinsurance receivable	94,064	126,806
Other assets	1,676,172	1,656,989
Deferred tax assets	1,201	782
Customers' liabilities for acceptances and guarantees	108,514	54,694
Reserve for possible loan losses	(1,497)	(1,275)
Reserve for possible investment losses	(436)	(354)
Total assets	53,603,028	55,802,447
LIABILITIES		
Policy reserves and others	45,513,790	47,612,615
Reserves for outstanding claims	517,422	536,436
Policy reserves	44,597,717	46,686,696
Reserve for policyholder dividends	398,650	389,482
Reinsurance payable	218,791	222,272
Bonds payable	968,938	938,480
Other liabilities	1,998,151	2,306,048
Net defined benefit liabilities	413,189	419,948
Reserve for retirement benefits of directors, executive officers and corporate auditors	1,384	1,308
Reserve for possible reimbursement of prescribed claims	900	779
Reserves under the special laws	195,797	206,759
Reserve for price fluctuations	195,797	206,759
Deferred tax liabilities	357,859	313,547
Deferred tax liabilities for land revaluation	76,438	76,197
Acceptances and guarantees	108,514	54,694
Total liabilities	49,853,756	52,152,653

(Unit: million yen)

	As of March 31, 2018	As of September 30, 2018
NET ASSETS		
Capital stock	343,146	343,326
Capital surplus	329,653	329,731
Retained earnings	976,899	1,026,307
Treasury stock	(60,076)	(68,705)
Total shareholders' equity	<u>1,589,623</u>	<u>1,630,660</u>
Net unrealized gains (losses) on securities, net of tax	2,238,159	2,138,735
Deferred hedge gains (losses)	(9,649)	(26,557)
Reserve for land revaluation	(12,423)	(13,039)
Foreign currency translation adjustments	(49,201)	(72,098)
Accumulated remeasurements of defined benefit plans	(8,584)	(9,069)
Total accumulated other comprehensive income	<u>2,158,300</u>	<u>2,017,970</u>
Subscription rights to shares	1,348	1,162
Total net assets	<u>3,749,271</u>	<u>3,649,793</u>
Total liabilities and net assets	<u>53,603,028</u>	<u>55,802,447</u>

(2) Consolidated Statement of Earnings and Comprehensive Income
 [Consolidated Statement of Earnings]

(Unit: million yen)

	Six months ended September 30, 2017	Six months ended September 30, 2018
ORDINARY REVENUES	3,364,824	3,596,965
Premium and other income	2,222,380	2,591,702
Investment income	990,598	886,467
Interest and dividends	595,833	610,807
Gains on investments in trading securities	101,779	-
Gains on sale of securities	95,871	137,048
Gains on redemption of securities	11,031	8,540
Foreign exchange gains	50,506	39,184
Reversal of reserve for possible loan losses	-	249
Other investment income	577	900
Gains on investments in separate accounts	134,997	89,736
Other ordinary revenues	151,845	118,795
ORDINARY EXPENSES	3,152,637	3,380,683
Benefits and claims	1,793,562	1,804,972
Claims	589,841	573,467
Annuities	306,463	398,320
Benefits	230,358	245,060
Surrender values	328,526	332,851
Other refunds	338,372	255,272
Provision for policy reserves and others	727,988	876,039
Provision for reserves for outstanding claims	-	4,039
Provision for policy reserves	723,820	867,857
Provision for interest on policyholder dividends	4,168	4,143
Investment expenses	149,477	178,577
Interest expenses	21,613	21,297
Losses on money held in trust	1,015	5,497
Losses on investments in trading securities	-	9,665
Losses on sale of securities	54,249	76,136
Losses on valuation of securities	1,838	3,137
Losses on redemption of securities	1,114	855
Derivative transaction losses	40,864	35,564
Provision for reserve for possible loan losses	1,124	-
Provision for reserve for possible investment losses	319	10
Write-down of loans	6	4
Depreciation of real estate for rent and others	6,675	6,539
Other investment expenses	20,653	19,869
Operating expenses	318,950	349,311
Other ordinary expenses	162,659	171,782
Ordinary profit	212,186	216,282

(Unit: million yen)

	Six months ended September 30, 2017	Six months ended September 30, 2018
EXTRAORDINARY GAINS	33,713	2,115
Gains on disposal of fixed assets	201	2,107
Gains on exchange of stocks of subsidiaries and affiliated companies	33,507	-
Other extraordinary gains	4	8
EXTRAORDINARY LOSSES	11,380	14,109
Losses on disposal of fixed assets	616	2,543
Impairment losses on fixed assets	846	603
Provision for reserve for price fluctuations	9,916	10,962
Other extraordinary losses	0	0
Provision for reserve for policyholder dividends	45,995	40,330
Income before income taxes	188,525	163,957
Corporate income taxes-current	60,451	53,742
Corporate income taxes-deferred	(293)	(6,118)
Total of corporate income taxes	60,158	47,623
Net income	128,367	116,334
Net income attributable to shareholders of parent company	128,367	116,334

[Consolidated Statement of Comprehensive Income]

(Unit: million yen)

	Six months ended September 30, 2017	Six months ended September 30, 2018
Net income	128,367	116,334
Other comprehensive income		
Net unrealized gains (losses) on securities, net of tax	384,316	(95,780)
Deferred hedge gains (losses)	(4,299)	(16,908)
Reserve for land revaluation	1	-
Foreign currency translation adjustments	(18,844)	(16,774)
Remeasurements of defined benefit plans, net of tax	1,076	(509)
Share of other comprehensive income of subsidiaries and affiliates accounted for under the equity method	(11,499)	(8,549)
Total other comprehensive income	350,750	(138,521)
Comprehensive income	479,118	(22,187)
(Details)		
Attributable to shareholders of parent company	479,118	(22,187)

(3) Consolidated Statement of Changes in Net Assets

Six Months ended September 30, 2017

(Unit: million yen)

	Shareholders' equity					Accumulated other comprehensive income	
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gains (losses) on securities, net of tax	Deferred hedge gains (losses)
Balance at the beginning of the year	343,146	329,740	665,345	(37,476)	1,300,756	1,906,091	(25,243)
Cumulative effect of changes in accounting policies					-		
Balance at the beginning of the year after reflecting the effect of changes in accounting policies	343,146	329,740	665,345	(37,476)	1,300,756	1,906,091	(25,243)
Changes for the period							
Issuance of new shares					-		
Dividends			(50,531)		(50,531)		
Net income attributable to shareholders of parent company			128,367		128,367		
Purchase of treasury stock				(2,999)	(2,999)		
Disposal of treasury stock		(83)		360	276		
Transfer from reserve for land revaluation			278		278		
Others			360		360		
Net changes of items other than shareholders' equity						385,100	(4,299)
Total changes for the period	-	(83)	78,474	(2,639)	75,751	385,100	(4,299)
Balance at the end of the period	343,146	329,657	743,819	(40,116)	1,376,508	2,291,192	(29,542)

(Unit: million yen)

	Accumulated other comprehensive income				Subscription rights to shares	Total net assets
	Reserve for land revaluation	Foreign currency translation adjustments	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of the year	(17,541)	(8,178)	(19,865)	1,835,262	1,247	3,137,266
Cumulative effect of changes in accounting policies				-		-
Balance at the beginning of the year after reflecting the effect of changes in accounting policies	(17,541)	(8,178)	(19,865)	1,835,262	1,247	3,137,266
Changes for the period						
Issuance of new shares						-
Dividends						(50,531)
Net income attributable to shareholders of parent company						128,367
Purchase of treasury stock						(2,999)
Disposal of treasury stock						276
Transfer from reserve for land revaluation						278
Others						360
Net changes of items other than shareholders' equity	(276)	(31,170)	1,118	350,472	112	350,585
Total changes for the period	(276)	(31,170)	1,118	350,472	112	426,336
Balance at the end of the period	(17,817)	(39,349)	(18,746)	2,185,735	1,359	3,563,603

Six Months ended September 30, 2018

(Unit: million yen)

	Shareholders' equity					Accumulated other comprehensive income	
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gains (losses) on securities, net of tax	Deferred hedge gains (losses)
Balance at the beginning of the year	343,146	329,653	976,899	(60,076)	1,589,623	2,238,159	(9,649)
Cumulative effect of changes in accounting policies			(9,262)		(9,262)	(1,192)	
Balance at the beginning of the year after reflecting the effect of changes in accounting policies	343,146	329,653	967,636	(60,076)	1,580,360	2,236,967	(9,649)
Changes for the period							
Issuance of new shares	180	180			360		
Dividends			(58,239)		(58,239)		
Net income attributable to shareholders of parent company			116,334		116,334		
Purchase of treasury stock				(8,999)	(8,999)		
Disposal of treasury stock		(102)		371	268		
Transfer from reserve for land revaluation			615		615		
Others			(39)		(39)		
Net changes of items other than shareholders' equity						(98,231)	(16,908)
Total changes for the period	180	78	58,670	(8,628)	50,300	(98,231)	(16,908)
Balance at the end of the period	343,326	329,731	1,026,307	(68,705)	1,630,660	2,138,735	(26,557)

(Unit: million yen)

	Accumulated other comprehensive income				Subscription rights to shares	Total net assets
	Reserve for land revaluation	Foreign currency translation adjustments	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of the year	(12,423)	(49,201)	(8,584)	2,158,300	1,348	3,749,271
Cumulative effect of changes in accounting policies				(1,192)		(10,455)
Balance at the beginning of the year after reflecting the effect of changes in accounting policies	(12,423)	(49,201)	(8,584)	2,157,108	1,348	3,738,816
Changes for the period						
Issuance of new shares						360
Dividends						(58,239)
Net income attributable to shareholders of parent company						116,334
Purchase of treasury stock						(8,999)
Disposal of treasury stock						268
Transfer from reserve for land revaluation						615
Others						(39)
Net changes of items other than shareholders' equity	(615)	(22,897)	(484)	(139,137)	(185)	(139,323)
Total changes for the period	(615)	(22,897)	(484)	(139,137)	(185)	(89,022)
Balance at the end of the period	(13,039)	(72,098)	(9,069)	2,017,970	1,162	3,649,793

(4) Notes to the Consolidated Financial Statements

(Notes on Going-Concern Assumptions)

None

(Changes in Accounting Policies)

- (i) Effective the six months ended September 30, 2018, certain consolidated overseas subsidiaries adopted Accounting Standards Update ("ASU") No. 2014-09 - Revenue from Contracts with Customers (Topic 606) issued by the Financial Accounting Standards Board ("FASB").

Under the new guidance principle, entities are required to recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

In accordance with the amendments in this update applied on a modified retrospective basis, a cumulative effect adjustment to retained earnings was recorded at the beginning of the six months ended September 30, 2018.

As a result, retained earnings decreased by ¥10,455 million at the beginning of the six months ended September 30, 2018. There was no significant impact on the figures in the consolidated statement of earnings for the six months ended September 30, 2018.

- (ii) Effective the six months ended September 30, 2018, certain consolidated overseas subsidiaries adopted ASU No. 2016-01 - Financial Instruments - Recognition and Measurement of Financial Assets and Financial Liabilities issued by the FASB.

The update requires that equity investments (except those accounted for under the equity method of accounting or those that result in consolidation of the investee) be measured at fair value with changes in fair value recognized in net income.

In accordance with the amendments in this update applied on a modified retrospective basis, a cumulative effect adjustment to both retained earnings and accumulated other comprehensive income was recorded at the beginning of the six months ended September 30, 2018.

As a result, retained earnings increased by ¥1,192 million and net unrealized gains (losses) on securities, net of tax decreased by ¥1,192 million at the beginning of the six months ended September 30, 2018. There was no significant impact on the figures in the consolidated statement of earnings for the six months ended September 30, 2018.