

(Unofficial Translation)
Consolidated Summary Report under Japanese GAAP
for the Three Months Ended June 30, 2024

August 9, 2024

Company Name: Dai-ichi Life Holdings, Inc.

Stock exchange listings: Tokyo

Code Number: 8750

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

Representative: Tetsuya Kikuta, President, Representative Director

For inquiry: Yoichi Sawada, General Manager, Investor Relations Group, Corporate Planning Unit

TEL: (03)3216-1222

Quarterly securities report issue date: August 9, 2024

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 Three Months Ended June 30, 2024

(1) Consolidated results of operations

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

	Ordinary Revenues		Ordinary Profit		Net Income attributable to shareholders of parent company	
Three Months Ended	million yen	%	million yen	%	million yen	%
June 30, 2024	2,995,252	(0.3)	208,479	80.6	135,246	100.9
June 30, 2023	3,003,428	3.9	115,438	(27.4)	67,323	(24.7)

Note. Comprehensive income (loss) for the three months ended June 30, 2024 and 2023 were 138,649 million yen and 534,961 million yen, respectively.

	Net Income per Share	Diluted Net Income per Share
Three Months Ended	yen	yen
June 30, 2024	143.75	143.73
June 30, 2023	68.47	68.45

(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	%
June 30, 2024	69,786,965	3,875,760	5.6
March 31, 2024	67,540,309	3,882,157	5.7

(Reference) Net assets attributable to the Company's shareholders as of June 30, 2024 and March 31, 2024 were 3,875,503 million yen and 3,881,854 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, 2024	-	0.00	-	113.00	113.00
March 31, 2025	-				
March 31, 2025 (Forecast)		61.00	-	61.00	122.00

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, 2025

(% represents the change from the previous fiscal year)

	Ordinary Revenues		Ordinary Profit		Net Income attributable to shareholders of parent company		Net Income per Share
Fiscal Year Ending	million yen	%	million yen	%	million yen	%	yen
March 31, 2025	8,922,000	(19.1)	562,000	4.3	323,000	0.7	345.22

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

"Net income per share" is presented in the Consolidated Earnings Forecasts for the Fiscal Year ending March 31, 2025, factoring in the status of total shares outstanding and the Company's own shares as of June 30, 2024.

*** Notes**

(1) Significant changes in the scope of consolidation during the period: Yes

Newly added to the scope of consolidation: Benefit One Inc. and nine subsidiaries, DL - Canyon Investments LLC

Newly excluded from the scope of consolidation: ipet Holdings, Inc.

(2) Adoption of unique accounting methods applied only to quarterly consolidated financial statements: Yes

For details, please refer to (3) Notes to the Quarterly Consolidated Financial Statements in the Appendix.

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

(A) Changes in accounting policies due to revision of accounting standards: No

(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

(4) Number of shares outstanding (common stock)

	As of June 30, 2024	As of March 31, 2024
(A) Total shares outstanding including treasury stock:	952,672,300	952,672,300
(B) Shares of treasury stock held:	17,050,061	7,500,154
	Three months ended June 30, 2024	Three months ended June 30, 2023
(C) Average outstanding shares:	940,816,372	983,258,087

Note. The number of treasury stocks includes the shares of the Company (4,240,100 shares as of June 30, 2024 and 3,807,100 shares as of March 31, 2024) held by the Stock Granting Trust (J-ESOP trust).

*Review of the Japanese-language originals of the attached consolidated quarterly financial statements by CPAs or Audit firms: Yes (voluntary)

*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 general economic conditions 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.

Table of Contents of Appendix

1. Consolidated Results of Operations	2
2. Quarterly Consolidated Financial Statements and Notes	3
(1) Quarterly Consolidated Balance Sheet	3
(2) Quarterly Consolidated Statement of Earnings and Comprehensive Income	5
Quarterly Consolidated Statement of Earnings.....	5
Quarterly Consolidated Statement of Comprehensive Income.....	7
(3) Notes to the Quarterly Consolidated Financial Statements	8
(Notes on Going-Concern Assumptions)	8
(Notes for Material Changes in Shareholders' Equity)	8
(Adoption of Unique Accounting Methods Applied Only to Quarterly Consolidated Financial Statements)	8
(Notes on Segment Information)	8
(Notes on Quarterly Consolidated Statement of Cash Flows)	9

The Company plans to hold a conference call for institutional investors and analysts regarding its financial results for the three months ended June 30, 2024 on August 9, 2024. The material for the conference call will be posted on TDnet and the Company's website.

1. Consolidated Results of Operations

During the three months ended June 30, 2024, the global economy continued to recover moderately thanks to a slowdown in the inflation rate. In financial markets, stock prices rose due to the increasing expectations for the end of quantitative tightening and heightened expectations for generative AI.

The economy of Japan continued to stagnate due to the decline in real wages caused by high prices. While there has been an increase in inbound demand thanks to the depreciation in yen and an increase in capital investment aimed at decarbonization and digitalization, sluggish growth in personal consumption has weighed on the economy.

Under these circumstances, the results for the first quarter were as follows.

(1) Results of Operations for the Three Months Ended June 30, 2024

Ordinary revenues of Dai-ichi Life Holdings, Inc. (hereinafter the “Company” or the “Parent Company”) and its consolidated subsidiaries (collectively, the “Group”) for the three months ended June 30, 2024 decreased by 8.1 billion yen, or 0.3%, to 2,995.2 billion yen, consisting of (1) 1,828.5 billion yen (0.9% decrease) of premium and other income, (2) 1,016.6 billion yen (0.1% increase) of investment income, and (3) 150.0 billion yen (5.4% increase) of other ordinary revenues, compared to the three months ended June 30, 2023. Ordinary revenues decreased due mainly to the decrease in premium and other income at The Dai-ichi Life Insurance Company, Limited.

Meanwhile, the Group’s ordinary expenses for the three months ended June 30, 2024 decreased by 3.5%, to 2,786.7 billion yen, consisting of (1) 1,745.7 billion yen (2.9% increase) of benefits and claims, (2) 542.6 billion yen (27.4% decrease) of provision for policy reserves and others, (3) 171.4 billion yen (8.5% increase) of investment expenses, (4) 247.5 billion yen (17.8% increase) of operating expenses, and (5) 79.4 billion yen (4.0% increase) of other ordinary expenses, compared to the three months ended June 30, 2023. Ordinary expenses decreased due mainly to the decrease in provision for policy reserves and others at The Dai-ichi Frontier Life Insurance Co., Ltd.

Consequently, the Group’s ordinary profit for the three months ended June 30, 2024, compared to the three months ended June 30, 2023, increased by 93.0 billion yen or 80.6%, to 208.4 billion yen. Its net income attributable to shareholders of parent company for the three months, which is ordinary profit after extraordinary gains and losses, provision for reserve for policyholder dividends, and total of corporate income taxes, increased by 100.9%, to 135.2 billion yen.

(2) Financial Condition as of June 30, 2024

The Group’s total assets as of June 30, 2024, compared to March 31, 2024, increased by 3.3%, to 69,786.9 billion yen, mainly consisting of 52,921.3 billion yen (2.2% increase) of securities, 4,906.4 billion yen (4.0% increase) of loans, 1,228.7 billion yen (0.4% increase) of tangible fixed assets, and 1,998.7 billion yen (7.9% increase) of reinsurance receivable.

The Group’s total liabilities as of June 30, 2024 increased by 3.5% to 65,911.2 billion yen, mainly consisting of 58,886.6 billion yen (3.0% increase) of policy reserves and others, compared to March 31, 2024.

The Group’s total net assets as of June 30, 2024 decreased by 0.2% to 3,875.7 billion yen. Net unrealized gains on securities, net of tax, as of June 30, 2024, which are included in the Group’s total net assets, decreased by 2.9% to 1,684.4 billion yen.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheet

(Unit: million yen)

	As of March 31, 2024	As of June 30, 2024
ASSETS		
Cash and deposits	2,064,416	2,060,613
Call loans	719,300	835,000
Receivables under resale agreements	58,136	39,842
Monetary claims bought	226,450	220,448
Money held in trust	888,720	840,126
Securities	51,781,703	52,921,377
Loans	4,719,209	4,906,495
Tangible fixed assets	1,224,456	1,228,764
Intangible fixed assets	708,383	1,056,875
Reinsurance receivable	1,853,137	1,998,784
Other assets	3,124,314	3,485,338
Deferred tax assets	178,914	200,183
Customers' liabilities for acceptances and guarantees	16,417	13,000
Reserve for possible loan losses	(22,803)	(18,943)
Reserve for possible investment losses	(448)	(941)
Total assets	67,540,309	69,786,965
LIABILITIES		
Policy reserves and others	57,152,350	58,886,602
Reserves for outstanding claims	1,460,832	1,550,414
Policy reserves	55,268,875	56,932,111
Reserve for policyholder dividends	422,642	404,076
Reinsurance payable	476,386	407,844
Short-term bonds payable	53,088	56,556
Bonds payable	922,198	938,689
Other liabilities	4,171,547	4,718,767
Payables under repurchase agreements	1,360,914	1,734,891
Other liabilities	2,810,632	2,983,875
Net defined benefit liabilities	212,173	211,773
Reserve for retirement benefits of directors, executive officers and corporate auditors	674	647
Reserve for possible reimbursement of prescribed claims	1,000	855
Reserves under the special laws	324,391	328,992
Reserve for price fluctuations	324,391	328,992
Deferred tax liabilities	258,858	278,880
Deferred tax liabilities for land revaluation	69,064	68,594
Acceptances and guarantees	16,417	13,000
Total liabilities	63,658,152	65,911,204

(Unit: million yen)

	As of March 31, 2024	As of June 30, 2024
NET ASSETS		
Capital stock	344,205	344,205
Capital surplus	330,538	330,538
Retained earnings	1,214,608	1,243,245
Treasury stock	(17,258)	(55,389)
Total shareholders' equity	1,872,093	1,862,598
Net unrealized gains (losses) on securities, net of tax	1,733,897	1,684,463
Deferred hedge gains (losses)	(101,756)	(145,395)
Reserve for land revaluation	28,223	27,964
Foreign currency translation adjustments	247,433	349,176
Accumulated remeasurements of defined benefit plans	117,420	112,708
Net unrealized gains (losses) on total policy reserves and other reserves of foreign subsidiaries, net of tax	(15,457)	(16,011)
Total accumulated other comprehensive income	2,009,761	2,012,904
Subscription rights to shares	302	257
Total net assets	3,882,157	3,875,760
Total liabilities and net assets	67,540,309	69,786,965

(2) Quarterly Consolidated Statement of Earnings and Comprehensive Income

[Quarterly Consolidated Statement of Earnings]

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
ORDINARY REVENUES	3,003,428	2,995,252
Premium and other income	1,845,542	1,828,565
Investment income	1,015,576	1,016,657
Interest and dividends	336,783	395,569
Gains on money held in trust	10,213	10,121
Gains on investments in trading securities	74,624	117,963
Gains on sale of securities	130,921	129,245
Gains on redemption of securities	1,607	9,488
Foreign exchange gains	363,724	323,855
Reversal of reserve for possible loan losses	-	5,232
Other investment income	1,831	2,371
Gains on investments in separate accounts	95,870	22,809
Other ordinary revenues	142,309	150,030
ORDINARY EXPENSES	2,887,990	2,786,772
Benefits and claims	1,695,751	1,745,704
Claims	469,499	499,734
Annuities	306,235	250,688
Benefits	168,982	178,859
Surrender values	323,903	519,699
Other refunds	427,130	296,722
Provision for policy reserves and others	747,692	542,624
Provision for policy reserves	745,595	540,524
Provision for interest on policyholder dividends	2,096	2,099
Investment expenses	157,916	171,403
Interest expenses	9,514	11,269
Losses on sale of securities	70,519	99,230
Losses on valuation of securities	5,318	2,170
Losses on redemption of securities	262	5,013
Derivative transaction losses	45,164	24,231
Provision for reserve for possible loan losses	5,372	-
Provision for reserve for possible investment losses	102	617
Write-down of loans	1	5,428
Depreciation of real estate for rent and others	3,533	3,702
Other investment expenses	18,124	19,740
Operating expenses	210,227	247,564
Other ordinary expenses	76,403	79,475
Ordinary profit	115,438	208,479

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
EXTRAORDINARY GAINS	228	1,226
Gains on disposal of fixed assets	224	1,224
Other extraordinary gains	4	2
EXTRAORDINARY LOSSES	5,640	9,197
Losses on disposal of fixed assets	266	3,727
Impairment losses on fixed assets	798	869
Provision for reserve for price fluctuations	4,500	4,600
Other extraordinary losses	74	0
Provision for reserve for policyholder dividends	20,293	21,020
Income before income taxes	89,733	179,489
Corporate income taxes-current	32,570	49,551
Corporate income taxes-deferred	(10,164)	(5,309)
Total of corporate income taxes	22,406	44,242
Net income	67,327	135,246
Net income attributable to non-controlling interests	3	-
Net income attributable to shareholders of parent company	67,323	135,246

[Quarterly Consolidated Statement of Comprehensive Income]

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net income	67,327	135,246
Other comprehensive income		
Net unrealized gains (losses) on securities, net of tax	460,187	(50,127)
Deferred hedge gains (losses)	(18,162)	(44,559)
Foreign currency translation adjustments	22,428	99,449
Remeasurements of defined benefit plans, net of tax	(1,472)	(4,713)
Net unrealized gains (losses) on total policy reserves and other reserves of foreign subsidiaries, net of tax	(587)	(554)
Share of other comprehensive income of subsidiaries and affiliates accounted for under the equity method	5,249	3,907
Total other comprehensive income	467,634	3,402
Comprehensive income	534,961	138,649
(Details)		
Attributable to shareholders of parent company	534,958	138,649
Attributable to non-controlling interests	3	-

(3) Notes to the Quarterly Consolidated Financial Statements

The Company's quarterly consolidated financial statements are prepared in accordance with Article 4, Paragraph 1 of the Accounting Standards for Preparation of Quarterly Financial Statements of Tokyo Stock Exchange, Inc. and accounting standards for quarterly financial statements generally accepted in Japan, however, the omission of certain notes specified in Article 4, Paragraph 2 of the Accounting Standards for Preparation of Quarterly Financial Statements is applied.

(Notes on Going-Concern Assumptions)

None

(Notes for Material Changes in Shareholders' Equity)

As the Company has been engaged in the purchase of its shares in accordance with the resolution made at the meeting of its board of directors held on March 29, 2024, under the provision of Article 156 of the Companies Act of Japan, as applied pursuant to Article 165, Paragraph 3 of the same, treasury stock increased by ¥36,535 million for the three months ended June 30, 2024.

As a result, the amount of retained earnings and treasury stock was ¥1,243,245 million and ¥55,389 million as of June 30, 2024, respectively.

(Adoption of Unique Accounting Methods Applied Only to Quarterly Consolidated Financial Statements)

(i) Calculation of Tax

Income taxes of certain consolidated subsidiaries of the Company are calculated by applying a reasonably estimated effective tax rate for the full fiscal year to income before income taxes for the three months ended June 30, 2024. The effective tax rate is determined by estimating the effective tax rate for the full fiscal year, which includes the three months ended June 30, 2024, after taking into account the effect of deferred tax accounting.

(Notes on Segment Information)

Information on ordinary revenues, and income or loss by reportable segment

For the three months ended June 30, 2023

(Unit: million yen)

	Reportable segment				Adjustments (Note 2)	Amount on quarterly consolidated statement of earnings (Note 3)
	Domestic Insurance Business	Overseas Insurance Business	Other Business	Total		
Ordinary revenues(Note 1)	2,312,866	752,506	3,070	3,068,444	(65,015)	3,003,428
Intersegment transfers	47,050	14,726	193,697	255,474	(255,474)	-
Total	2,359,917	767,233	196,767	3,323,918	(320,489)	3,003,428
Segment income (loss)	78,763	35,218	190,295	304,278	(188,839)	115,438

Note: 1. Ordinary revenues, instead of sales, are presented here.

2. Adjusted amounts were as follows.

(1) Adjustment for ordinary revenues of ¥(65,015) million was mainly related to ordinary revenues including other ordinary revenues of ¥48,235 million and derivative transaction gains of ¥8,028 million reconciled to provision for policy reserves and derivative transaction losses in the Quarterly Consolidated Statement of Earnings.

(2) Adjustment for segment income (loss) of ¥(188,839) million was mainly related to elimination of dividend income from subsidiaries and affiliated companies.

3. Segment income (loss) is reconciled with ordinary profit booked in the Quarterly Consolidated Statement of Earnings.

Information on ordinary revenues, and income or loss by reportable segment

For the three months ended June 30, 2024

(Unit: million yen)

	Reportable segment				Adjustments (Note 2)	Amount on quarterly consolidated statement of earnings (Note 3)
	Domestic Insurance Business	Overseas Insurance Business	Other Business	Total		
Ordinary revenues(Note 1)	2,231,856	1,018,068	6,668	3,256,593	(261,340)	2,995,252
Intersegment transfers	118,329	13,744	249,445	381,520	(381,520)	-
Total	2,350,186	1,031,813	256,113	3,638,113	(642,860)	2,995,252
Segment income (loss)	155,464	53,739	239,846	449,050	(240,570)	208,479

Note: 1. Ordinary revenues, instead of sales, are presented here.

2. Adjusted amounts were as follows.

(1) Adjustment for ordinary revenues of ¥(261,340) million was mainly related to ordinary revenues including other ordinary revenues of ¥226,310 million and ordinary expenses including losses on investments in trading securities of ¥23,512 million reconciled to provision for policy reserves and gains on investments in trading securities in the Quarterly Consolidated Statement of Earnings.

(2) Adjustment for segment income (loss) of ¥(240,570) million was mainly related to elimination of dividend income from subsidiaries and affiliated companies.

3. Segment income (loss) is reconciled with ordinary profit booked in the Quarterly Consolidated Statement of Earnings.

(Notes on Quarterly Consolidated Statement of Cash Flows)

Quarterly Consolidated Statement of Cash Flows for the three months ended June 2024 is omitted. Depreciation of real estate for rent and others, depreciation (including depreciation of intangible fixed assets other than goodwill), and amortization of goodwill are as follows.

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Depreciation of real estate for rent and others	3,533	3,702
Depreciation	19,117	19,465
Amortization of goodwill	2,289	2,572