



[Unofficial Translation]

May 12, 2025

Tetsuya Kikuta
Representative Director, President
Group Chief Executive Officer
Dai-ichi Life Holdings, Inc
Code: 8750 (TSE Prime section)

Investment in Capula, the UK-based Asset Management Company

Dai-ichi Life Holdings, Inc. (the “Company”; President: Tetsuya Kikuta) hereby announces that it has decided to make an additional investment of approximately 10.3% (the “Investment”) in Capula Investment Management LLP and Capula Management Limited (collectively, “Capula”), a leading UK-based alternative management firm with world-class expertise in fixed-income arbitrage, crisis alpha and global macro strategies¹.

The Dai-ichi Life Insurance Company, Limited (“DL”), a wholly-owned subsidiary of the Company, already holds approximately a 4.7% stake in Capula. As a result of this Investment, the combined equity interest of the Company and DL will be 15%. Following the appointment of a Board of Partners member from the Company to Capula, Capula will become an equity-method affiliate of the Company.

1. Overview of Capula

Capula is an alternative asset management company established in 2005 by co-founders Yan Huo and Masao Asai. As of the end of 2024, its assets under management (AUM) totaled USD 31.8 billion (approximately JPY 4.8 trillion). Capula is headquartered in London, UK, with additional offices in Japan, the United States, Hong Kong, and Singapore, employing a total of 408 executives and staff, including 142 investment professionals. Capula has strengths in fixed-income arbitrage strategies. Its flagship fund, the Global Relative Value Master Fund (“GRV”), is the world's largest fixed-income arbitrage fund and has delivered some of the best investment results in the industry, with an average annual return of 8.29% and a Sharpe ratio of 2.47 since its inception in 2005.

¹ The fixed-income arbitrage strategy seeks to capitalize on relative value opportunities within the bond market. The crisis alpha strategy aims to generate returns during market crises. The global macro strategy makes investment decisions based on macroeconomic analysis of global financial and economic conditions.

Capula and the Company have built a strong mutual understanding through DL's investments in Capula funds since 2014 and in Capula itself in 2018. The relationship has also been strengthened through non-investment collaborations, including trainee programs.

2. Strategic Rationale for the Investment

The Company has been exploring inorganic growth opportunities in the capital-light asset management business, with the aim of achieving a group corporate value of JPY 10 trillion and a profit target of JPY 600 billion by 2030. The Company anticipates that its 15% stake in Capula will generate equity income of approximately JPY 5 billion in FY2025. The Investment is expected to contribute to the further growth of the Company's asset management business through the diversification of business risks and the synergy created by jointly developing products.

i) Enhancement of Alternative Investments and Diversification of Investment Strategies

In recent years, the asset management industry has seen a shift of funds from traditional to alternative assets, as well as a shift from active to passive products. Amid this change, the Company invested in Canyon Partners, which has strengths in credit investments, and believes it is essential to pursue further diversification of investment styles (i.e., business risks) within the alternative investment domain, in addition to leveraging the growth of the alternative market and utilizing alternative investment capabilities to develop our group savings products.

Capula's flagship fund, GRV, pursues absolute returns and is characterized by a low correlation with the market risks of traditional assets such as stocks and bonds, as well as the credit risks associated with countries and companies arising from economic trends. The Investment is expected to contribute to both stable growth and business risk diversification in the Company's asset management business area.

ii) Synergies through Jointly Developing Products

Capula possesses one of the leading expertise in global fixed-income investments and hedging strategies using derivatives, which is utilized in the GRV fund. These strengths are closely aligned with quantitative investment strategies (quants), in which the Company's affiliates excel. We anticipate synergies in the development of new products.

3. Schedule

The Investment is scheduled to be completed in May 2025.

4. Details

Legal Name	Capula Investment Management LLP	Capula Management Limited
Location	The United Kingdom	Cayman Islands
Business	Investment Management of Capula's Funds	Management of Capula's Funds
Date of Establishment	May 2005	June 2005
The Company's Share (After Investment)	15%	15%