



[Unofficial Translation]

December 26, 2025

Notice of Reduction of Stated Capital and Capital Reserves of a Consolidated Subsidiary (Dai-ichi Frontier Life Insurance Company)

Dai-ichi Life Holdings, Inc. (Representative Director, President and Group CEO: Tetsuya Kikuta; hereinafter, the “Company”) hereby announces that its consolidated subsidiary, Dai-ichi Frontier Life Insurance Company (Representative Director and President: Mamoru Akashi; hereinafter, “DFL”), has resolved today to reduce its stated capital and capital reserves (hereinafter, the “Capital Reduction”).

Since its establishment in 2006, DFL has been primarily engaged in the development and provision of savings-type insurance products that contribute to customers’ asset formation and asset succession. DFL seeks to control market risk through strict asset-liability management (ALM), including cash-flow matching investment strategies and the incorporation of Market Value Adjustment (MVA) features into its products.

However, many of the savings-type insurance products handled by DFL entail relatively high upfront acquisition costs and capital requirements at the time of sale. Accordingly, in line with business expansion since its inception, DFL has implemented capital increases on multiple occasions. As a result, as of December 2025, DFL’s stated capital amounts to JPY 117.5 billion, and its capital reserves amount to JPY 67.5 billion.

At present, DFL maintains a sufficient level of capital in order to comply with the current solvency margin regulations (the “Current Regulations”). Meanwhile, from the end of fiscal year ending March 31, 2026, the regulatory framework will transition from the Current Regulations to a new economic value-based regulatory regime. Based on the capital levels required under the new regulatory framework, DFL is expected to be able to free up a certain amount of capital.

In light of these circumstances, and subject to obtaining approvals from the relevant authorities and completing other necessary procedures, the Company has decided to reduce DFL’s stated capital and capital reserves, after fully taking into account DFL’s financial soundness. This decision is made in accordance with the Group’s capital circulation management philosophy, with the aim of promoting efficient utilization of capital within the Group, enhancing flexibility and agility in DFL’s capital policy, and improving capital efficiency.

With respect to the treatment of retained earnings increased as a result of this Capital Reduction, the Company will consider the matter based on the Group's overall capital policy, while also taking into account the level of dividends based on profits for fiscal year 2025, and with a view toward dividends to the Company.

If dividends to the Company are made, such capital will, under the framework of capital circulation management, be reallocated to growth businesses and other areas, thereby contributing to the enhancement of capital efficiency and corporate value across the entire Group.

Details of this Capital Reduction have been released today on DFL's website:

https://www.d-frontier-life.co.jp/corporate/release/pdf/2025_0013.pdf [Available in Japanese only]

Please note that this Capital Reduction will be implemented subject to the completion of required procedures, including approvals from the relevant authorities, and that the timing and details of the implementation may change depending on future circumstances.

The Company Group will continue to pursue management that emphasizes capital efficiency, with the aim of achieving sustainable growth and enhancing corporate value.