

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2015	As of December 31, 2015
(A) Total Consolidated Solvency Margin	2,969,657	3,006,816
Capital and funds, etc.	657,402	702,479
Reserve for price fluctuation	53,553	60,406
Contingency reserve	27,338	28,430
Catastrophic loss reserve	569,247	581,548
General allowance for possible credit losses	2,067	1,904
Unrealized gains and losses on securities (before tax effect deductions)	1,304,372	1,232,094
Unrealized gains and losses on land	13,998	24,439
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△4,512	△4,233
Surplus such as premium fund	132,485	136,461
Subordinated debt, etc.	133,560	133,560
Excess amount of surplus such as premium fund and subordinated debt, etc. which are excluded from total solvency margin	—	—
Total solvency margin related to small amount and short term insurance companies	—	—
Deductions	64,721	63,639
Others	144,864	173,364
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	739,252	701,224
Underwriting risk for property and casualty insurance business (R ₁)	205,647	207,503
Underwriting risk for life insurance business (R ₂)	13,806	13,935
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R ₃)	6,978	7,606
Underwriting risk related to small amount and short term insurance companies (R ₄)	—	—
Guaranteed interest rate risk (R ₅)	31,543	31,351
Guaranteed minimum benefit risk for life insurance policies (R ₆)	358	364
Investment risk (R ₇)	469,319	461,249
Business management risk (R ₈)	18,419	17,693
Major catastrophe risk for property and casualty insurance policies (R ₉)	176,196	145,490
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	803.4%	857.5%

Note) The above amounts and figures are calculated based on provisions of Articles 210-11-3 and 210-11-4 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 23 of the Financial Service Agency (2011). However, the above amounts and figures as of December 31, 2015 are partially based on simplified methods including but not limited to use of data as of September 30, 2015.