

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2017	As of September 30, 2017
(A) Total Consolidated Solvency Margin	2,508,547	2,866,509
Capital and funds, etc.	286,086	332,322
Reserve for price fluctuation	68,788	71,543
Contingency reserve	623	623
Catastrophic loss reserve	577,363	597,748
General allowance for possible credit losses	2,768	2,800
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,111,715	1,258,623
Unrealized gains and losses on land	52,914	69,282
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△41,183	△39,097
Surplus such as premium fund	—	—
Subordinated debt, etc.	333,560	433,560
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	47,434	36,619
Others	163,344	175,721
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	755,018	935,112
Underwriting risk for property and casualty insurance business (R ₁)	258,253	253,319
Underwriting risk for life insurance business (R ₂)	982	853
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R ₃)	—	—
Underwriting risk related to small amount and short term insurance companies (R ₄)	—	—
Guaranteed interest rate risk (R ₅)	20,745	20,458
Guaranteed minimum benefit risk for life insurance policies (R ₆)	—	—
Investment risk (R ₇)	496,545	686,548
Business management risk (R ₈)	19,064	22,841
Major catastrophe risk for property and casualty insurance policies (R ₉)	157,779	161,251
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	664.4%	613.0%

Note) The above amounts and figures are calculated based on provisions of Articles 86-2 and 88 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 23 of the Financial Services Agency (2011).