

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2018	As of September 30, 2018
(A) Total Consolidated Solvency Margin	3,345,644	3,367,753
Capital and funds, etc.	698,113	684,305
Reserve for price fluctuation	86,095	88,484
Contingency reserve	30,894	31,575
Catastrophic loss reserve	560,080	553,702
General allowance for possible credit losses	2,412	2,599
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,129,750	1,147,581
Unrealized gains and losses on land	69,855	83,767
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△4,473	△4,092
Surplus such as premium fund	164,592	168,588
Subordinated debt, etc.	433,560	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	38,553	39,172
Others	213,315	216,851
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	775,746	812,279
Underwriting risk for property and casualty insurance business (R ₁)	250,523	249,389
Underwriting risk for life insurance business (R ₂)	14,256	14,608
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R ₃)	9,318	9,583
Underwriting risk related to small amount and short term insurance companies (R ₄)	—	—
Guaranteed interest rate risk (R ₅)	27,801	27,545
Guaranteed minimum benefit risk for life insurance policies (R ₆)	379	383
Investment risk (R ₇)	515,517	523,457
Business management risk (R ₈)	19,804	20,544
Major catastrophe risk for property and casualty insurance policies (R ₉)	153,168	182,377
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	862.5%	829.2%

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 Services Agency (2011).