

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2019	As of June 30, 2019
(A) Total Consolidated Solvency Margin	3,264,797	3,318,790
Capital and funds, etc.	799,920	836,023
Reserve for price fluctuation	90,722	91,883
Contingency reserve	32,571	32,912
Catastrophic loss reserve	501,491	527,499
General allowance for possible credit losses	2,745	2,808
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	947,259	924,715
Unrealized gains and losses on land	84,297	83,646
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△4,970	△4,847
Surplus such as premium fund	172,796	175,283
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	0	0
Deductions	38,048	37,157
Others	242,452	252,463
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	759,401	746,672
Underwriting risk for property and casualty insurance business (R ₁)	251,559	252,002
Underwriting risk for life insurance business (R ₂)	14,865	14,987
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R ₃)	9,961	10,112
Underwriting risk related to small amount and short term insurance companies (R ₄)	—	0
Guaranteed interest rate risk (R ₅)	26,533	26,229
Guaranteed minimum benefit risk for life insurance policies (R ₆)	388	390
Investment risk (R ₇)	466,050	454,499
Business management risk (R ₈)	19,430	19,161
Major catastrophe risk for property and casualty insurance policies (R ₉)	181,719	179,410
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	859.8%	888.9%

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 June 30, 2019 are partially based on simplified methods including but not limited to use of data as of March 31, 2019.