

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
(A) Total Consolidated Solvency Margin	3,121,168	3,367,942
Capital and funds, etc.	868,552	874,621
Reserve for price fluctuation	95,387	97,733
Contingency reserve	33,859	34,474
Catastrophic loss reserve	466,910	506,774
General allowance for possible credit losses	4,598	4,445
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	715,505	909,827
Unrealized gains and losses on land	102,820	123,399
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	2,807	2,646
Surplus such as premium fund	182,064	179,471
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	43,671	51,526
Others	258,772	252,515
(B) Total Consolidated Risks	729,136	788,793
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$		
Underwriting risk for property and casualty insurance business (R_1)	263,183	269,935
Underwriting risk for life insurance business (R_2)	15,550	15,448
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_3)	10,554	10,841
Underwriting risk related to small amount and short term insurance companies (R_4)	1	2
Guaranteed interest rate risk (R_5)	25,314	24,990
Guaranteed minimum benefit risk for life insurance policies (R_6)	393	396
Investment risk (R_7)	428,964	460,679
Business management risk (R_8)	18,879	20,205
Major catastrophe risk for property and casualty insurance policies (R_9)	179,303	207,032
(C) Consolidated Solvency Margin Ratio [(A)/{(B)×1/2}]×100	856.1%	853.9%

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 Services Agency (2011).