

## Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
(A) Total Consolidated Solvency Margin	3,121,168	3,679,700
Capital and funds, etc.	868,552	922,284
Reserve for price fluctuation	95,387	98,941
Contingency reserve	33,859	34,800
Catastrophic loss reserve	466,910	505,179
General allowance for possible credit losses	4,598	4,407
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	715,505	1,158,904
Unrealized gains and losses on land	102,820	122,645
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	2,807	2,521
Surplus such as premium fund	182,064	177,594
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	1
Deductions	43,671	51,391
Others	258,772	270,251
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	729,136	805,757
Underwriting risk for property and casualty insurance business ( $R_1$ )	263,183	268,564
Underwriting risk for life insurance business ( $R_2$ )	15,550	15,416
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance ( $R_3$ )	10,554	11,042
Underwriting risk related to small amount and short term insurance companies ( $R_4$ )	1	7
Guaranteed interest rate risk ( $R_5$ )	25,314	24,796
Guaranteed minimum benefit risk for life insurance policies ( $R_6$ )	393	397
Investment risk ( $R_7$ )	428,964	481,860
Business management risk ( $R_8$ )	18,879	20,578
Major catastrophe risk for property and casualty insurance policies ( $R_9$ )	179,303	205,923
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	856.1%	913.3%

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, 2020 are partially based on simplified methods including but not limited to use of data as of September 30, 2020.