

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
(A) Total Consolidated Solvency Margin	3,726,169	3,849,669
Capital and funds, etc.	919,036	1,035,838
Reserve for price fluctuation	100,212	103,973
Contingency reserve	35,006	35,714
Catastrophic loss reserve	501,005	548,021
General allowance for possible credit losses	4,901	5,323
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,235,717	1,159,461
Unrealized gains and losses on land	122,264	116,583
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	14,956	15,123
Surplus such as premium fund	172,210	163,867
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	2	5
Deductions	50,417	51,566
Others	237,713	283,762
(B) Total Consolidated Risks	854,817	916,677
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2 + R_8 + R_9}$		
Underwriting risk for property and casualty insurance business (R_1)	274,839	302,825
Underwriting risk for life insurance business (R_2)	15,280	15,255
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_3)	11,266	11,732
Underwriting risk related to small amount and short term insurance companies (R_4)	8	21
Guaranteed interest rate risk (R_5)	23,977	23,302
Guaranteed minimum benefit risk for life insurance policies (R_6)	396	398
Investment risk (R_7)	528,122	558,063
Business management risk (R_8)	21,719	23,322
Major catastrophe risk for property and casualty insurance policies (R_9)	210,717	231,802
(C) Consolidated Solvency Margin Ratio	871.8%	839.9%
$[(A)/(B) \times 1/2] \times 100$		

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, 2021 are partially based on simplified methods including but not limited to use of data as of September 30, 2021.