

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
(A) Total Consolidated Solvency Margin	2,603,428	2,766,022
Capital and funds, etc.	534,714	520,272
Reserve for price fluctuation	87,173	89,133
Contingency reserve	1,360	1,604
Catastrophic loss reserve	466,910	506,774
General allowance for possible credit losses	4,568	4,404
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	753,984	880,360
Unrealized gains and losses on land	120,616	140,805
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	2,981	2,850
Surplus such as premium fund	—	—
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	30,069	30,673
Others	227,627	216,930
(B) Total Consolidated Risks	695,884	741,641
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2 + R_8 + R_9}$		
Underwriting risk for property and casualty insurance business (R_1)	263,183	269,935
Underwriting risk for life insurance business (R_2)	1,161	1,092
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_3)	—	—
Underwriting risk related to small amount and short term insurance companies (R_4)	1	2
Guaranteed interest rate risk (R_5)	16,872	16,521
Guaranteed minimum benefit risk for life insurance policies (R_6)	—	—
Investment risk (R_7)	406,864	423,048
Business management risk (R_8)	17,761	18,771
Major catastrophe risk for property and casualty insurance policies (R_9)	179,303	207,032
(C) Consolidated Solvency Margin Ratio	748.2%	745.9%
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above amounts and figures are calculated based on provisions of Articles 86-2 and 88 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 23 of the Financial Services Agency (2011).