

## Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2018	As of June 31, 2018
(A) Total Consolidated Solvency Margin	3,345,644	3,425,528
Capital and funds, etc.	698,113	741,809
Reserve for price fluctuation	86,095	87,263
Contingency reserve	30,894	31,356
Catastrophic loss reserve	560,080	582,654
General allowance for possible credit losses	2,412	2,231
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,129,750	1,123,568
Unrealized gains and losses on land	69,855	69,904
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△4,473	△4,242
Surplus such as premium fund	164,592	166,714
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	—	—
Deductions	38,553	39,504
Others	213,315	230,212
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2} + (R_5 + R_6 + R_7)^2 + R_8 + R_9$	775,746	769,889
Underwriting risk for property and casualty insurance business (R <sub>1</sub> )	250,523	247,403
Underwriting risk for life insurance business (R <sub>2</sub> )	14,256	14,422
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R <sub>3</sub> )	9,318	9,455
Underwriting risk related to small amount and short term insurance companies (R <sub>4</sub> )	—	—
Guaranteed interest rate risk (R <sub>5</sub> )	27,801	27,481
Guaranteed minimum benefit risk for life insurance policies (R <sub>6</sub> )	379	381
Investment risk (R <sub>7</sub> )	515,517	510,398
Business management risk (R <sub>8</sub> )	19,804	19,649
Major catastrophe risk for property and casualty insurance policies (R <sub>9</sub> )	153,168	153,651
(C) Consolidated Solvency Margin Ratio		
$[(A)/(B) \times 1/2] \times 100$	862.5%	889.8%

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, 2018 are partially based on simplified methods including but not limited to use of data as of March 31, 2018.