

## Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
(A) Total Consolidated Solvency Margin	3,121,168	3,726,169
Capital and funds, etc.	868,552	919,036
Reserve for price fluctuation	95,387	100,212
Contingency reserve	33,859	35,006
Catastrophic loss reserve	466,910	501,005
General allowance for possible credit losses	4,598	4,901
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	715,505	1,235,717
Unrealized gains and losses on land	102,820	122,264
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	2,807	14,956
Surplus such as premium fund	182,064	172,210
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	2
Deductions	43,671	50,417
Others	258,772	237,713
(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	854,817
Underwriting risk for property and casualty insurance business ( $R_1$ )	263,183	274,839
Underwriting risk for life insurance business ( $R_2$ )	15,550	15,280
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance ( $R_3$ )	10,554	11,266
Underwriting risk related to small amount and short term insurance companies ( $R_4$ )	1	8
Guaranteed interest rate risk ( $R_5$ )	25,314	23,977
Guaranteed minimum benefit risk for life insurance policies ( $R_6$ )	393	396
Investment risk ( $R_7$ )	428,964	528,122
Business management risk ( $R_8$ )	18,879	21,719
Major catastrophe risk for property and casualty insurance policies ( $R_9$ )	179,303	210,717
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	856.1%	871.8%

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 Services Agency (2011).