

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
(A) Total Consolidated Solvency Margin	3,726,169	3,856,886
Capital and funds, etc.	919,036	972,120
Reserve for price fluctuation	100,212	101,434
Contingency reserve	35,006	35,294
Catastrophic loss reserve	501,005	519,422
General allowance for possible credit losses	4,901	5,447
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,235,717	1,276,173
Unrealized gains and losses on land	122,264	122,332
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	14,956	15,003
Surplus such as premium fund	172,210	168,612
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	2
Deductions	50,417	50,179
Others	237,713	257,660
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2 + R_8 + R_9}$	854,817	881,422
Underwriting risk for property and casualty insurance business (R_1)	274,839	280,806
Underwriting risk for life insurance business (R_2)	15,280	15,216
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_3)	11,266	11,428
Underwriting risk related to small amount and short term insurance companies (R_4)	8	12
Guaranteed interest rate risk (R_5)	23,977	23,628
Guaranteed minimum benefit risk for life insurance policies (R_6)	396	397
Investment risk (R_7)	528,122	546,588
Business management risk (R_8)	21,719	22,344
Major catastrophe risk for property and casualty insurance policies (R_9)	210,717	217,790
(C) Consolidated Solvency Margin Ratio		
$[(A)/(B) \times 1/2] \times 100$	871.8%	875.1%

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, 2021 are partially based on simplified methods including but not limited to use of data as of March 31, 2021.