

## Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
(A) Total Consolidated Solvency Margin	2,603,428	2,878,195
Capital and funds, etc.	534,714	460,538
Reserve for price fluctuation	87,173	91,167
Contingency reserve	1,360	1,705
Catastrophic loss reserve	466,910	501,005
General allowance for possible credit losses	4,568	4,877
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	753,984	1,058,050
Unrealized gains and losses on land	120,616	139,670
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	2,981	15,339
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	2
Deductions	30,069	30,206
Others	227,627	202,484
(B) Total Consolidated Risks	695,884	788,887
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2 + R_8 + R_9}$		
Underwriting risk for property and casualty insurance business ( $R_1$ )	263,183	274,839
Underwriting risk for life insurance business ( $R_2$ )	1,161	882
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	8
Guaranteed interest rate risk ( $R_5$ )	16,872	15,517
Guaranteed minimum benefit risk for life insurance policies ( $R_6$ )	—	—
Investment risk ( $R_7$ )	406,864	470,436
Business management risk ( $R_8$ )	17,761	19,874
Major catastrophe risk for property and casualty insurance policies ( $R_9$ )	179,303	210,717
(C) Consolidated Solvency Margin Ratio	748.2%	729.6%
$[(A) / \{(B) \times 1/2\}] \times 100$		

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).