

## Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2019	As of September 30, 2019
(A) Total Consolidated Solvency Margin	2,738,547	2,861,965
Capital and funds, etc.	468,023	531,484
Reserve for price fluctuation	83,232	85,199
Contingency reserve	929	1,108
Catastrophic loss reserve	501,491	546,812
General allowance for possible credit losses	2,717	3,083
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	973,634	950,753
Unrealized gains and losses on land	102,267	119,451
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△4,555	△4,332
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	36,658	28,627
Others	213,906	223,470
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2 + R_8 + R_9}$	725,843	734,104
Underwriting risk for property and casualty insurance business ( $R_1$ )	251,559	257,855
Underwriting risk for life insurance business ( $R_2$ )	677	894
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 ( $R_4$ )	—	0
Guaranteed interest rate risk ( $R_5$ )	18,089	17,838
Guaranteed minimum benefit risk for life insurance policies ( $R_6$ )	—	—
Investment risk ( $R_7$ )	443,629	432,721
Business management risk ( $R_8$ )	18,322	18,525
Major catastrophe risk for property and casualty insurance policies ( $R_9$ )	181,719	196,450
(C) Consolidated Solvency Margin Ratio $[(A) / \{(B) \times 1/2\}] \times 100$	754.5%	779.7%

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).