

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2016	As of September 30, 2016
(A) Total Consolidated Solvency Margin	2,764,768	2,958,034
Capital and funds, etc.	734,666	737,084
Reserve for price fluctuation	62,487	67,021
Contingency reserve	28,844	29,382
Catastrophic loss reserve	567,883	590,121
General allowance for possible credit losses	1,900	2,002
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,022,501	947,695
Unrealized gains and losses on land	20,093	33,129
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△34,189	△32,921
Surplus such as premium fund	137,836	141,530
Subordinated debt, etc.	133,560	333,560
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	54,755	52,138
Others	143,938	161,566
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	649,415	618,031
Underwriting risk for property and casualty insurance business (R ₁)	213,001	213,053
Underwriting risk for life insurance business (R ₂)	13,946	14,228
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R ₃)	7,794	8,305
Underwriting risk related to small amount and short term insurance companies (R ₄)	—	—
Guaranteed interest rate risk (R ₅)	30,396	30,155
Guaranteed minimum benefit risk for life insurance policies (R ₆)	366	371
Investment risk (R ₇)	404,924	385,086
Business management risk (R ₈)	16,630	15,995
Major catastrophe risk for property and casualty insurance policies (R ₉)	144,137	130,925
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	851.4%	957.2%

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).