

Consolidated Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2018	As of March 31, 2019
(A) Total Consolidated Solvency Margin	2,891,980	2,738,547
Capital and funds, etc.	389,839	468,023
Reserve for price fluctuation	79,257	83,232
Contingency reserve	623	929
Catastrophic loss reserve	560,080	501,491
General allowance for possible credit losses	2,390	2,717
Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,188,206	973,634
Unrealized gains and losses on land	93,032	102,267
Total of unrecognized actual difference and unrecognized prior service costs (before tax effect deductions)	△4,142	△4,555
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
Deductions	38,322	36,658
Others	187,452	213,906
(B) Total Consolidated Risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	747,553	725,843
Underwriting risk for property and casualty insurance business (R ₁)	250,523	251,559
Underwriting risk for life insurance business (R ₂)	749	677
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)	—	—
Guaranteed interest rate risk (R ₅)	19,371	18,089
Guaranteed minimum benefit risk for life insurance policies (R ₆)	—	—
Investment risk (R ₇)	498,791	443,629
Business management risk (R ₈)	18,837	18,322
Major catastrophe risk for property and casualty insurance policies (R ₉)	153,168	181,719
(C) Consolidated Solvency Margin Ratio		
$[(A) / \{(B) \times 1/2\}] \times 100$	773.7%	754.5%

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).