

Consolidated Solvency Margin Ratio as of September 30, 2014

(Yen in millions)

	March 31, 2014	September 30, 2014
(A) Total amount of solvency margin	1,024,788	1,151,465
Total net assets	357,755	395,550
Reserve for price fluctuation	3,239	4,030
Contingency reserve	747	791
Catastrophe reserve	257,660	245,669
General bad debt reserve	420	455
Net unrealized gains/(losses) on investments in securities (Prior to tax effect deductions)	287,514	370,391
Net unrealized gains/(losses) on land	2,078	4,627
Total amount of unrecognized actuarial gains/(losses) and unrecognized past service costs (Prior to tax effect deductions)	7,540	5,696
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	50,000	50,000
Amount excluded from the margin, out of (a) and (b)	-	-
Total margin relating to small amount and short term insurance provider	-	-
Deductions	8,033	8,032
Others	65,866	82,283
(B) Total amount of risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	265,605	284,389
General insurance risk of non-life insurance contracts (R ₁)	104,243	105,074
Insurance risk of life insurance contracts (R ₂)	77	80
Insurance risk of third sector insurance contracts (R ₃)	-	-
Insurance risk relating to small amount and short term insurance provider (R ₄)	-	-
Assumed interest rate risk (R ₅)	9,911	9,675
Minimum guarantee risk of life insurance contracts (R ₆)	-	-
Asset management risk (R ₇)	170,448	182,449
Business administration risk (R ₈)	6,705	7,111
Catastrophe risk of non-life insurance contracts (R ₉)	50,581	58,297
(C) Consolidated solvency margin ratio [(A)/{(B)×1/2}]×100	771.6%	809.7%

(Note) The consolidated solvency margin ratio is calculated pursuant to the provisions of Article 86.2 (the consolidated solvency margin) and Article 88 (the consolidated risk) of the Insurance Business Act Enforcement Regulations and Public Notice No. 23 issued by the Financial Services Agency in 2011.