

**Consolidated Solvency Margin Ratio as of March 31, 2017**

(Yen in millions)

	March 31, 2016	March 31, 2017
(A) Total amount of solvency margin	1,215,369	1,305,152
Total net assets	339,848	358,336
Reserve for price fluctuation	36,525	37,114
Contingency reserve	747	747
Catastrophe reserve	287,730	318,993
General bad debt reserve	372	296
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (Prior to tax effect deductions)	427,033	456,267
Net unrealized gains/(losses) on land	9,330	14,182
Total amount of unrecognized actuarial gains/(losses) and unrecognized past service costs (Prior to tax effect deductions)	7,979	7,940
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	7,172	7,637
Others	62,975	68,911
(B) Total amount of risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	287,402	298,961
General insurance risk of non-life insurance contracts (R <sub>1</sub> )	106,395	110,315
Insurance risk of life insurance contracts (R <sub>2</sub> )	94	96
Insurance risk of third sector insurance contracts (R <sub>3</sub> )	-	-
Insurance risk relating to small amount and short term insurance provider (R <sub>4</sub> )	-	-
Assumed interest rate risk (R <sub>5</sub> )	8,919	8,387
Minimum guarantee risk of life insurance contracts (R <sub>6</sub> )	-	-
Asset management risk (R <sub>7</sub> )	188,800	201,533
Business administration risk (R <sub>8</sub> )	7,197	7,493
Catastrophe risk of non-life insurance contracts (R <sub>9</sub> )	55,675	54,326
(C) Consolidated solvency margin ratio		
$[(A)/\{(B) \times 1/2\}] \times 100$	845.7%	873.1%

(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.