

**Consolidated Solvency Margin Ratio as of September 30, 2023**

(Yen in millions)

	March 31, 2023	September 30, 2023
(A) Total amount of solvency margin	1,321,962	1,405,392
Total net assets	357,138	344,239
Reserve for price fluctuation	35,708	36,653
Contingency reserve	1,388	1,524
Catastrophe reserve	323,213	312,058
General bad debt reserve	183	188
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (Prior to tax effect deductions)	472,825	580,937
Net unrealized gains/(losses) on land	36,419	39,580
Total amount of unrecognized actuarial gains/(losses) and unrecognized past service costs (Prior to tax effect deductions)	(153)	(1,098)
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	50,000	50,000
Amount excluded from the margin, out of (a) and (b)	-	-
Net unrealized gains/(losses) on policy liabilities for foreign subsidiaries, etc.	-	(51)
Total margin relating to small amount and short term insurance provider	16	30
Deductions	6,671	7,151
Others	51,892	48,481
(B) Total amount of risks		
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3^2 + R_4^2})^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	312,785	343,338
General insurance risk of non-life insurance contracts ( $R_1$ )	133,616	135,945
Insurance risk of life insurance contracts ( $R_2$ )	222	243
Insurance risk of third sector insurance contracts ( $R_3$ )	-	-
Insurance risk relating to small amount and short term insurance provider ( $R_4$ )	78	127
Assumed interest rate risk ( $R_5$ )	4,959	4,763
Minimum guarantee risk of life insurance contracts ( $R_6$ )	-	-
Asset management risk ( $R_7$ )	226,848	246,842
Business administration risk ( $R_8$ )	8,057	8,729
Catastrophe risk of non-life insurance contracts ( $R_9$ )	37,128	48,564
(C) Consolidated solvency margin ratio		
$[(A)/\{(B) \times 1/2\}] \times 100$	845.2%	818.6%

- (Notes) 1. 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.
2. Overseas consolidated subsidiaries have applied International Financial Reporting Standards (IFRS) 17 "Insurance Contract" from the beginning of the period for the six months ended September 30, 2023, since these entities have been already adopted IFRS. Therefore, in terms of transition to IFRS 17, consolidated financial statements for the year ended March 31, 2023 were retrospectively restated. However, the consolidated solvency margin ratio for the year ended March 31, 2023 in the above, which is not retrospectively restated.