

Consolidated Solvency Margin Ratio as of September 30, 2020

(Yen in millions)

	March 31, 2020	September 30, 2020
(A) Total amount of solvency margin	2,716,180	2,829,496
Total net assets	640,005	579,045
Reserve for price fluctuation	19,007	21,041
Contingency reserve	-	-
Catastrophe reserve	550,227	580,446
General bad debt reserve	86	90
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (Prior to tax effect deductions)	864,951	1,022,967
Net unrealized gains/(losses) on land	69,124	80,140
Total amount of unrecognized actuarial gains/(losses) and unrecognized past service costs (Prior to tax effect deductions)	(18,832)	(20,635)
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	487,093	487,093
Amount excluded from the margin, out of (a) and (b)	-	-
Total margin relating to small amount and short term insurance provider	-	-
Deductions	132,319	133,269
Others	236,835	212,574
(B) Total amount of risks	737,738	728,380
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$		
General insurance risk of non-life insurance contracts (R ₁)	210,083	208,327
Insurance risk of life insurance contracts (R ₂)	403	395
Insurance risk of third sector insurance contracts (R ₃)	315	377
Insurance risk relating to small amount and short term insurance provider (R ₄)	-	-
Assumed interest rate risk (R ₅)	13,475	13,264
Minimum guarantee risk of life insurance contracts (R ₆)	4,754	5,336
Asset management risk (R ₇)	502,801	514,813
Business administration risk (R ₈)	17,797	17,609
Catastrophe risk of non-life insurance contracts (R ₉)	158,032	137,979
(C) Consolidated solvency margin ratio	736.3%	776.9%
$[(A)/\{(B) \times 1/2\}] \times 100$		

(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.