

Consolidated Solvency Margin Ratio as of September 30, 2020

(Yen in millions)

	March 31, 2020	September 30, 2020
(A) Total amount of solvency margin	1,154,579	1,312,885
Total net assets	345,427	341,463
Reserve for price fluctuation	30,088	30,954
Contingency reserve	906	988
Catastrophe reserve	299,132	330,094
General bad debt reserve	123	155
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (Prior to tax effect deductions)	339,852	469,913
Net unrealized gains/(losses) on land	27,485	36,238
Total amount of unrecognized actuarial gains/(losses) and unrecognized past service costs (Prior to tax effect deductions)	8,170	6,751
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	58,800	54,400
Amount excluded from the margin, out of (a) and (b)	-	-
Total margin relating to small amount and short term insurance provider	-	-
Deductions	4,635	5,144
Others	49,228	47,070
(B) Total amount of risks	317,927	338,172
$\sqrt{(\sqrt{R_1^2 + R_2^2 + R_3 + R_4})^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$		
General insurance risk of non-life insurance contracts (R ₁)	121,229	121,963
Insurance risk of life insurance contracts (R ₂)	181	174
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)	6,634	6,445
Minimum guarantee risk of life insurance contracts (R ₆)	-	-
Asset management risk (R ₇)	179,489	203,259
Business administration risk (R ₈)	7,908	8,380
Catastrophe risk of non-life insurance contracts (R ₉)	87,895	87,198
(C) Consolidated solvency margin ratio	726.3%	776.4%
$[(A)/\{(B) \times 1/2\}] \times 100$		

(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.