

Consolidated Solvency Margin Ratio as of March 31, 2014

(Yen in millions)

	March 31, 2013	March 31, 2014
(A) Total amount of solvency margin	959,895	1,024,788
Total net assets	357,036	357,755
Reserve for price fluctuation	1,624	3,239
Contingency reserve	693	747
Catastrophe reserve	257,947	257,660
General bad debt reserve	382	420
Net unrealized gains/(losses) on investments in securities (Prior to tax effect deductions)	233,553	287,514
Net unrealized gains/(losses) on land	2,758	2,078
Total amount of unrecognized actuarial gains/(losses) and unrecognized past service costs (Prior to tax effect deductions)	-	7,540
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	9,485	8,033
Others	65,383	65,866
(B) Total amount of risks	291,370	265,605
$\sqrt{(\sqrt{R_1^2 + R_2^2} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$		
General insurance risk of non-life insurance contracts (R ₁)	105,311	104,243
Insurance risk of life insurance contracts (R ₂)	53	77
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)	10,421	9,911
Minimum guarantee risk of life insurance contracts (R ₆)	-	-
Asset management risk (R ₇)	160,760	170,448
Business administration risk (R ₈)	7,194	6,705
Catastrophe risk of non-life insurance contracts (R ₉)	83,193	50,581
(C) Consolidated solvency margin ratio	658.8%	771.6%
$[(A)/\{(B) \times 1/2\}] \times 100$		

- (Note): 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. Total amount of solvency margin as of March 31, 2014 was calculated including "Total amount of unrecognized actuarial gains/(losses) and unrecognized past service costs (Prior to tax effect deductions)" while the amount as of March 31, 2013 was calculated based on the previous method.