

### 3. Status of Financial Assets (Consolidated)

#### 3-1 Status of Risk-Monitored Loans (Consolidated)

Not applicable.

#### 3-2 Status of Insurance Claims Paying Ability of the Company and Its Subsidiaries (Consolidated Solvency Margin Ratio)

(Millions of yen)

As of March 31	2014	2015	2016
Total amount of solvency margin (A)	¥ 5,134,732	¥ 5,706,126	¥ 5,547,846
Capital stock, etc.	1,334,246	1,387,508	1,438,806
Reserve for price fluctuations	614,233	712,167	782,268
Contingency reserve	2,588,798	2,498,711	2,374,846
Catastrophe loss reserve	–	–	–
General reserve for possible loan losses	91	77	71
(Net unrealized gains (losses) on available-for-sale securities (before taxes)-Net deferred gains (losses) on hedges (before taxes)) × 90% (if negative, × 100%)	238,976	703,549	505,374
Net unrealized gains (losses) on real estate × 85% (if negative, × 100%)	(3,465)	(10,077)	(3,474)
Sum of unrecognized actuarial differences and unrecognized prior service cost (before taxes)	3,317	7,920	6,975
Excess of continued Zillmerized reserve	358,533	406,267	442,977
Capital raised through debt financing	–	–	–
Amounts within “excess of continued Zillmerized reserve” and “capital raised through debt financing” not calculated into the margin	–	–	–
Deductions	–	–	–
Other	–	–	–
Total amount of risk (B)	631,890	694,064	706,591
$\sqrt{(\sqrt{R_1^2 + R_5^2 + R_8 + R_9})^2 + (R_2 + R_3 + R_7)^2} + R_4 + R_6$			
Insurance risk R <sub>1</sub>	168,426	163,796	159,046
General insurance risk R <sub>5</sub>	–	–	–
Catastrophe risk R <sub>6</sub>	–	–	–
Underwriting risk of third-sector insurance R <sub>8</sub>	99,913	88,568	78,262
Small amount and short-term insurance risk R <sub>9</sub>	–	–	–
Anticipated yield risk R <sub>2</sub>	198,138	184,450	170,717
Minimum guarantee risk R <sub>7</sub>	–	–	–
Investment risk R <sub>3</sub>	355,728	443,176	476,029
Business management risk R <sub>4</sub>	16,444	17,599	17,681
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,625.1%	1,644.2%	1,570.3%

Note: These figures are calculated based on the provisions set forth in public notification No. 23 issued by the Financial Services Agency in 2011 and Articles 86-2 and 88 of the Ordinance for Enforcement of the Insurance Business Act.

For the above figures as of March 31, 2016, the total amount of solvency margin was partially amended in accordance with the Cabinet Office Ordinance No. 16 of 2016. (The figures as of March 31, 2014 and 2015 provided above were determined based on existing standards.)

### **3-3 Status of Insurance Claims Paying Ability of the Company's Subsidiaries (Solvency Margin Ratio)**

There are no subsidiaries classified as an insurance company.