

4. Status of Financial Assets (Consolidated)

4-1 Status of Risk-Monitored Loans (Consolidated)

Not applicable.

4-2 Status of Insurance Claims Paying Ability of the Company and Its Subsidiaries (Consolidated Solvency Margin Ratio)

(Millions of yen)

As of March 31	2015	2016	2017
Total amount of solvency margin (A)	¥ 5,706,126	¥ 5,547,846	¥ 5,425,821
Capital stock, etc.	1,387,508	1,438,806	1,490,882
Reserve for price fluctuations	712,167	782,268	788,712
Contingency reserve	2,498,711	2,374,846	2,254,027
Catastrophe loss reserve	-	-	-
General reserve for possible loan losses	77	71	59
(Net unrealized gains (losses) on available-for-sale securities (before taxes)-Net deferred gains (losses) on hedges (before taxes)) × 90% (if negative, × 100%)	703,549	505,374	399,297
Net unrealized gains (losses) on real estate × 85% (if negative, × 100%)	(10,077)	(3,474)	103
Sum of unrecognized actuarial differences and unrecognized prior service cost (before taxes)	7,920	6,975	6,064
Excess of continued Zillmerized reserve	406,267	442,977	486,674
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)	694,064	706,591	840,767
$\sqrt{(\sqrt{R_1^2 + R_5^2 + R_8 + R_9})^2 + (R_2 + R_3 + R_7)^2} + R_4 + R_6$			
Insurance risk R ₁	163,796	159,046	153,070
General insurance risk R ₅	-	-	-
Catastrophe risk R ₆	-	-	-
Underwriting risk of third-sector insurance R ₈	88,568	78,262	69,104
Small amount and short-term insurance risk R ₉	-	-	-
Anticipated yield risk R ₂	184,450	170,717	158,838
Minimum guarantee risk R ₇	-	-	-
Investment risk R ₃	443,176	476,029	631,036
Business management risk R ₄	17,599	17,681	20,240
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,644.2%	1,570.3%	1,290.6%

Note: These figures are calculated based on the provisions set forth in the 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 onwards, 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, 2015 provided above were determined based on existing standards.)

4-3 Status of Insurance Claims Paying Ability of the Company's Subsidiaries (Solvency Margin Ratio)

There are no subsidiaries classified as an insurance company.