

Consolidated Solvency Margin Ratio
As of September 30, 2017

(millions of yen)

Item	As of September 30, 2017
Total amount of consolidated solvency margin (A)	19,526,071
Capital stock, etc.	11,586,363
Reserve for price fluctuations	817,538
Contingency reserve	2,186,384
Catastrophe loss reserve	-
General reserve for possible loan losses	393
Net unrealized gains (losses) on available-for-sale securities, net deferred gains (losses) on hedges (before taxes) × 90% (if negative, × 100%)	4,020,360
Net unrealized gains (losses) on real estate × 85% (if negative, × 100%)	105,660
Sum of unrecognized actuarial differences and unrecognized prior service cost (before taxes)	315,604
Capital raised through debt financing, Excess of continued Zillmerised reserve	493,478
Excess of continued Zillmerised reserve	493,478
Capital raised through debt financing	-
Amounts within “excess of continued Zillmerised reserve” and “capital raised through debt financing” not calculated into the margin	-
Solvency margin concerning small-amount, short-term insurers	-
Deductions	-
Others	288
Total amount of consolidated risk $[\{(R_1^2 + R_5^2)^{1/2} + R_8 + R_9\}^2 + (R_2 + R_3 + R_7)^2]^{1/2} + R_4 + R_6$ (B)	4,742,092
Insurance risk R ₁	150,132
General insurance risk R ₅	-
Catastrophe risk R ₆	-
Underwriting risk of third-sector insurance R ₈	65,007
Small amount and short-term insurance risk R ₉	-
Anticipated yield risk R ₂	154,744
Minimum guarantee risk R ₇	-
Investment risk R ₃	4,256,910
Business management risk R ₄	325,194
Consolidated solvency margin ratio (A) / {(1/2) × (B)}	823.5%

Note: The consolidated solvency margin ratio is calculated in accordance with Articles 210-11-3 and 210-11-4 of the Ordinance for Enforcement of the Insurance Business Act and Notification No. 23 issued by the Financial Services Agency in 2011.

November 24, 2017

Japan Post Holdings Co., Ltd. (the “Company”) announces that some amendments were made to the “Disclosure of the Company's Ability to Pay Insurance” announced on the Company’s website on November 14, 2017. The details are as follows.

“Consolidated Solvency Margin Ratio”

(As of September 30, 2017)

(Millions of yen)

	Before amendment	After amendment
Total amount of consolidated risk	4,741,838	4,742,092
Investment risk	4,256,656	4,256,910