

February 12, 2020
Nippon Life Insurance Company

Notice Regarding Amendments of the Consolidated Solvency Margin Ratios

Nippon Life Insurance Company has discovered errors in the consolidated solvency margin ratios disclosed in the past. These errors were caused by revisions to figures subject to aggregation when calculating deduction clause and investment risk in the total amount of the solvency margin. Nippon Life has also revised the business management risk, in accordance with the amendment to investment risk.

We respectfully tender our apologies and amend the data as shown below.

1. Description of Amendments

Amendments to the consolidated solvency margin ratios are listed in the table below.

Details of the amendments are shown in Attachment 1.

Fiscal year and date		Prior to Amendments	After Amendments
Fiscal Year Ended March 31, 2019	As of March 31	996.6%	997.3%
Fiscal Year Ended March 31, 2020	As of June 30	1039.8%	1041.9%
	As of September 30	1053.7%	1055.8%

2. Amended Sections

Prior news releases that have been amended are listed in Attachment 2.

The details of amendments to relevant items on the affected reporting dates are as follows:

	<Prior to Amendments>			<After Amendments>			(Million Yen)
	As of March 31, 2019	As of June 30, 2019	As of September 30, 2019	As of March 31, 2019	As of June 30, 2019	As of September 30, 2019	
Solvency margin gross amount: (A)	15,029,149	15,219,443	15,855,040	15,040,262	15,250,555	15,886,153	
Foundation funds (<i>kikin</i>) and other reserve funds:	5,437,605	5,522,603	5,543,027	5,437,605	5,522,603	5,543,027	
Foundation funds and others	1,888,331	1,944,836	1,881,202	1,888,331	1,944,836	1,881,202	
Reserve for price fluctuations in investments in securities	1,460,182	1,475,558	1,516,663	1,460,182	1,475,558	1,516,663	
Contingency reserve	1,825,914	1,838,134	1,880,766	1,825,914	1,838,134	1,880,766	
Extraordinary contingency reserve	—	—	—	—	—	—	
General allowance for doubtful accounts	2,213	3,014	3,237	2,213	3,014	3,237	
Others	260,963	261,060	261,157	260,963	261,060	261,157	
Net unrealized gains on available-for-sale securities (before tax) and deferred losses on derivatives under hedge accounting (before tax) × 90%	6,083,208	6,147,938	6,750,268	6,083,208	6,147,938	6,750,268	
Net unrealized gains on real estate × 85%	374,311	374,090	376,752	374,311	374,090	376,752	
Total amount of unrecognized actuarial gains/losses and unrecognized prior service cost	(18,717)	(15,237)	(11,757)	(18,717)	(15,237)	(11,757)	
Excess of continued Zillmerized reserve	1,798,965	1,816,675	1,836,927	1,798,965	1,816,675	1,836,927	
Qualifying subordinated debt	1,512,089	1,602,089	1,602,089	1,512,089	1,602,089	1,602,089	
Excess of continued Zillmerized reserve and qualifying subordinated debt not included in margin calculations	—	—	—	—	—	—	
Deduction clause	(260,734)	(280,383)	(235,477)	(249,621)	(249,270)	(204,365)	
Others	102,421	51,666	(6,788)	102,421	51,666	(6,788)	
Total amount of risk: $\sqrt{(R_1^2 + R_2^2 + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2 + R_8 + R_9}$ (B)	3,015,880	2,927,334	3,009,175	3,015,936	2,927,385	3,009,226	
Underwriting risk R_1	164,973	163,476	161,359	164,973	163,476	161,359	
General underwriting risk R_5	—	—	—	—	—	—	
Huge disaster risk R_6	—	—	—	—	—	—	
Underwriting risk of third-sector insurance R_8	93,010	92,826	92,443	93,010	92,826	92,443	
Underwriting risk related to small amount and short-item insurance providers R_9	—	—	—	—	—	—	
Anticipated yield risk R_2	432,609	431,101	429,203	432,609	431,101	429,203	
Minimum guarantee risk R_7	9,302	9,224	9,254	9,302	9,224	9,254	
Investment risk R_3	2,498,701	2,413,323	2,495,997	2,498,757	2,413,373	2,496,047	
Business management risk R_4	63,971	62,199	63,765	63,973	62,200	63,766	
Solvency margin ratio (A) — (1/2) × (B) × 100	996.6%	1,039.8%	1,053.7%	997.3%	1,041.9%	1,055.8%	

Prior news releases that have been amended are listed in the table below.

Disclosure date	Heading of disclosure material	Relevant pages
May 24, 2019	Financial Results for the Fiscal Year Ended March 31, 2019	P62, P112
August 7, 2019	Financial Results for the Three Months Ended June 30, 2019	P18, P30
November 22, 2019	Financial Results for the Six Months Ended September 30, 2019	P41, P84