

Hedge Costs Related to Foreign Investments⁽¹⁾
(In Millions)

		Pre-Tax		Post-Tax	
		Historical Reporting Method ⁽¹⁾	Revised Reporting Method ⁽¹⁾	Historical Reporting Method ⁽¹⁾	Revised Reporting Method ⁽¹⁾
2012	3	(3)	-	(2)	-
	4	(5)	(5)	(3)	(3)
2013	1	(6)	(5)	(3)	(4)
	2	(6)	(6)	(4)	(4)
	3	(6)	(6)	(4)	(4)
	4	(7)	(7)	(5)	(4)
2014	1	(10)	(7)	(6)	(4)
	2	(25)	(8)	(16)	(5)
	3	(1)	(10)	(1)	(7)
	4	(1)	(10)	(1)	(7)
2015	1	(14)	(13)	(9)	(9)
	2	(18)	(16)	(12)	(10)
	3	(28)	(17)	(18)	(11)
	4	(76)	(26)	(49)	(17)
2016	1	(44)	(32)	(29)	(21)
	2	(48)	(37)	(31)	(24)
	3	(188)	(54)	(122)	(35)

⁽¹⁾ Hedge costs are a non-GAAP financial measure, and represent the costs incurred in using foreign currency forward contracts to hedge the foreign exchange risk of our U.S. dollar denominated assets in our Japan segment investment portfolio. Our historical reporting method reflected the total hedge costs of these contracts in the period in which the foreign currency forward was executed. Beginning in 2016, we have revised our reporting methodology for these hedge costs by amortizing them evenly over the life of the foreign currency forward contracts.