

Solvency margin ratio on a consolidated basis as of March 31, 2014

(Note; This document reflects the correction announced on February 23, 2015.)

Solvency margin ratio (situation of the enhancement of the ability to pay for insurance claims, etc. of an insurance company and its subsidiary companies, etc.) on a consolidated basis of Tokio Marine & Nichido Fire Insurance Co., Ltd. as of March 31, 2014 is as follows.

(Yen in millions, except for %)

	As of March 31, 2013	As of March 31, 2014
(A) Total amount of solvency margin	3,284,102	3,508,127
Shareholders' equity less adjusting items	518,554	628,999
Price fluctuation reserve	68,881	72,560
Contingency reserve	-	26
Catastrophe loss reserve	851,672	892,003
General allowance for doubtful accounts	1,730	1,606
Net unrealized gains (losses) on securities (prior to tax effect deductions)	1,520,124	1,610,087
Net unrealized gains (losses) on land	155,582	155,463
Total amount of unrecognized actuarial difference and unrecognized prior service costs (prior to tax effect deductions)	-	(32,231)
Excess of premium reserve, etc.	-	-
Subordinated debt, etc.	-	-
Amounts within "Excess of premium reserve, etc." and "Subordinated debt, etc." not calculated into the margin	-	-
Total margin of Small Amount and Short Term Insurer	-	-
Deductions	39,495	52,936
Others	207,052	232,549
(B) Total amount of risks $\sqrt{(\sqrt{(R_1^2 + R_2^2)} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	1,016,899	1,115,980
General insurance risk on property and casualty insurance contracts (R ₁)	211,268	237,619
Life insurance risk (R ₂)	21,285	29,605
Third sector insurance risk (R ₃)	-	-
Insurance risk of Small Amount and Short Term Insurer (R ₄)	-	-
Assumed interest risk (R ₅)	27,700	26,615
Minimum guarantee risk on life insurance contracts (R ₆)	-	-
Asset management risk (R ₇)	655,602	728,978
Business administration risk (R ₈)	24,213	26,554
Catastrophe risk on property and casualty insurance contracts (R ₉)	277,150	296,795
(C) Solvency margin ratio on a consolidated basis $[(A)/\{(B) \times 1/2\}] \times 100$	645.9%	628.7%

(Note) "Solvency margin ratio" on a consolidated basis is calculated in accordance with Article 86 paragraph 2 and Article 88 of the Enforcement Regulation of the Insurance Business Act and with Ordinance No.23 issued by Financial Service Agency in 2011. The ratio is one of the indicators for the regulatory authorities to supervise corporate groups headed by an insurance company or an insurance holding company. A ratio exceeding 200% indicates adequate ability to meet payments of insurance claims.