

Solvency margin ratio on a consolidated basis as of September 30, 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 September 30, 2014 is as follows.

(Yen in millions, except for %)

	As of March 31, 2014	As of September 30, 2014
(A) Total amount of solvency margin	3,508,127	4,051,224
Shareholders' equity less adjusting items	628,999	772,890
Price fluctuation reserve	72,560	74,350
Contingency reserve	26	26
Catastrophe loss reserve	892,003	916,622
General allowance for doubtful accounts	1,606	1,123
Net unrealized gains (losses) on securities (prior to tax effect deductions)	1,610,087	1,909,464
Net unrealized gains (losses) on land	155,463	174,015
Total amount of unrecognized actuarial difference and unrecognized prior service costs (prior to tax effect deductions)	(32,231)	(28,588)
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	52,936	53,821
Others	232,549	285,141
(B) Total amount of risks $\sqrt{(\sqrt{(R_1^2 + R_2^2)} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	1,115,980	1,166,968
General insurance risk on property and casualty insurance contracts (R ₁)	237,619	244,472
Life insurance risk (R ₂)	29,605	32,763
Third sector insurance risk (R ₃)	-	-
Insurance risk of Small Amount and Short Term Insurer (R ₄)	-	-
Assumed interest risk (R ₅)	26,615	26,546
Minimum guarantee risk on life insurance contracts (R ₆)	-	-
Asset management risk (R ₇)	728,978	776,911
Business administration risk (R ₈)	26,554	27,718
Catastrophe risk on property and casualty insurance contracts (R ₉)	296,795	298,782
(C) Solvency margin ratio on a consolidated basis $[(A)/\{(B) \times 1/2\}] \times 100$	628.7%	694.3%

(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.