

Participation in the world's first

“Pandemic Emergency Financing facility” by the World Bank

In July 2017, Tokio Marine & Nichido Fire Insurance Co., Ltd. (President: Toshifumi Kitazawa, hereafter, referred to as “the Company”) participated in the “Pandemic Emergency Financing facility (PEF) “which is established by the World Bank for an international initiative for the management of infectious disease crisis.

Through underwriting of pandemic derivatives, we will support Public-Private collaborative efforts towards international threatening infectious diseases and contribute to the creation of safe, secure and sustainable future.

1. Background of the establishment of the Pandemic Emergency Financing facility

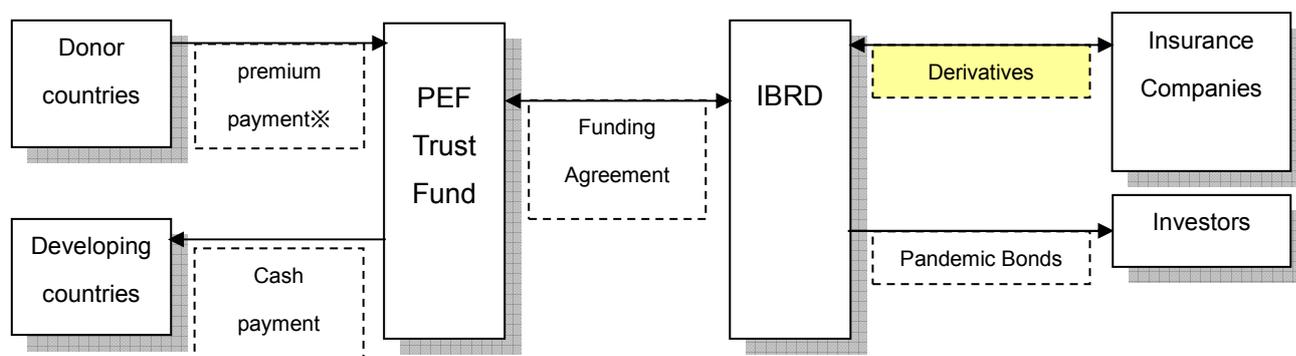
The Government of Japan covered the issue of international health as the chairperson of the G7 "Ise Shima Summit" held in May 2016. Under the cooperation of the World Bank and the World Health Organization (WHO), the government launched "PEF" in the World Bank as a new financial mechanism to respond to the public health crisis based on the lesson of the Ebola crisis. The Government of Japan expressed the financial contribution to the PEF for the first time in the world and called for cooperation to other countries.

2. Overview of Program

The PEF is a mechanism by which the World Bank Group's IBRD can quickly and smoothly provide financial assistance to developing countries when pandemic occurs and expands.

As its financial backing, IBRD carries out derivative transactions with insurance companies, and issues pandemic bond for investors. It's the world's first effort.

In light of the data released by WHO, when the number of dead, the speed of increase of dead, the number of affected countries etc. reaches predetermined payment terms, the Company will pay the preset compensation to IBRD.



※The Government of Japan announced that it will contribute 50 million dollars in three years at "G7 Treasury Department Central Bank President Conference" held in May 2016.

3. Tokio Marine Group's Various Initiatives in Infectious diseases Risk (Reference)

At the Tokio Marine Group, as an initiative of CSR (Corporate Social Responsibility), we are implementing initiatives that lead to measures against infectious diseases through risk consulting, and are making efforts to raise the social responsibility to the risk of infectious diseases as a whole.

•Initiatives through risk consulting

- Tokio Marine & Nichido risk consulting company
 - Provision of infectious disease (pandemic influenza) countermeasures consulting service(*)
 - Provision of Handbook for pandemic influenza countermeasures for companies

(*)Considering the business contents, form and scale of the customer, we will support the establishment of a functional and effective infectious disease countermeasure system, manual regulation creation etc.

Assuming a pandemic, we will support the implementation of simulation training for countermeasures headquarters to make decision while processing breaking news and information entered from the phone.

Tokio Marine Group will enhance its ability to cope with infectious disease risk and contribute to the creation of a safe, secure and sustainable future through participation in the "pandemic emergency facility" in addition to the above measures.