

**Solvency margin ratio on a consolidated basis as of September 30, 2023**

Solvency margin ratio on a consolidated basis (sufficiency of solvency of insurance company and its subsidiaries, etc. to fulfill payment obligations such as insurance claims) of Tokio Marine & Nichido Fire Insurance Co., Ltd. as of September 30, 2023 is as follows.

(Yen in millions)

	As of March 31, 2023	As of September 30, 2023
(A) Total amount of solvency margin	4,252,880	4,975,894
Shareholders' equity less adjusting items	1,037,690	1,139,311
Reserve for price fluctuation	108,000	111,084
Contingency reserve	9,578	10,608
Catastrophe loss reserve	1,081,242	1,081,809
General allowance for doubtful accounts	3,158	2,217
Unrealized gains (losses) on available-for-sale securities and deferred gains (losses) on hedge transactions before tax effect deductions	1,274,054	1,844,354
Unrealized gains (losses) on land	281,592	290,973
Total amount of unrecognized actuarial difference and unrecognized prior service costs before tax effect deductions	(21,156)	(19,823)
Excess of premium reserve, etc.	-	-
Subordinated debt, etc.	200,000	200,000
Amounts within "Excess of premium reserve, etc." and "Subordinated debt, etc." not calculated into the margin	-	-
Unrealized gains (losses) on insurance liability of overseas subsidiaries	-	(1,036)
Total margin of Small Amount and Short Term Insurers	0	0
Deductions	155,602	155,679
Others	434,321	472,074
(B) Total amount of risks $\sqrt{(\sqrt{(R_1^2 + R_2^2)} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	1,523,448	1,774,900
General insurance risk on non-life insurance contracts (R <sub>1</sub> )	471,872	510,739
Life insurance risk (R <sub>2</sub> )	23,661	25,259
Third sector insurance risk (R <sub>3</sub> )	59,590	67,071
Insurance risk of Small Amount and Short Term Insurers (R <sub>4</sub> )	0	0
Assumed interest rate risk (R <sub>5</sub> )	13,762	13,432
Minimum guarantee risk on life insurance contracts (R <sub>6</sub> )	-	-
Asset management risk (R <sub>7</sub> )	940,371	1,134,551
Business administration risk (R <sub>8</sub> )	38,044	43,930
Catastrophe risk on non-life insurance contracts (R <sub>9</sub> )	392,951	445,491
(C) Solvency margin ratio on a consolidated basis $[(A)/\{(B) \times 1/2\}] \times 100$	558.3%	560.6%

(Note) "Solvency margin ratio on a consolidated basis" is calculated in accordance with Article 86-2 and 88 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No.23 issued by the Financial Services Agency in 2011. The ratio is one of the objective indicators used by the regulatory authority to supervise corporate groups headed by an insurance company. A ratio exceeding 200% indicates sufficient solvency to fulfill payment obligations such as insurance claims.