

**Solvency margin ratio on a consolidated basis as of March 31, 2018**

Solvency margin ratio on a consolidated basis (sufficiency of solvency of insurance holding company and its subsidiaries, etc. to fulfill payment obligations such as insurance claims) of Tokio Marine Holdings, Inc. as of March 31, 2018 is as follows.

(Yen in millions)

	As of March 31, 2017	As of March 31, 2018
(A) Total amount of solvency margin	5,304,574	5,734,000
Shareholders' equity less adjusting items	1,005,411	1,126,693
Price fluctuation reserve	93,645	100,511
Contingency reserve	50,529	55,233
Catastrophe loss reserve	1,146,033	1,182,527
General allowance for doubtful accounts	2,287	1,952
Unrealized gains (losses) on available-for-sale securities and deferred gains (losses) on hedge transactions (before tax effect deductions)	2,010,280	2,362,090
Unrealized gains (losses) on land	204,540	225,307
Total amount of unrecognized actuarial difference and unrecognized prior service costs (before tax effect deductions)	(24,832)	(28,272)
Excess of premium reserve, etc.	310,471	319,252
Subordinated debt, etc.	100,000	100,000
Amounts within "Excess of premium reserve, etc." and "Subordinated debt, etc." not calculated into the margin	-	-
Total margin of Small Amount and Short Term Insurers	64	176
Deductions	99,919	203,107
Others	506,060	491,636
(B) Total amount of risks $\sqrt{(\sqrt{(R_1^2 + R_2^2)} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	1,182,223	1,304,081
General insurance risk on property and casualty insurance contracts (R <sub>1</sub> )	335,090	357,844
Life insurance risk (R <sub>2</sub> )	30,463	30,403
Third sector insurance risk (R <sub>3</sub> )	41,535	42,275
Insurance risk of Small Amount and Short Term Insurers (R <sub>4</sub> )	13	9
Assumed interest rate risk (R <sub>5</sub> )	29,035	27,461
Minimum guarantee risk on life insurance contracts (R <sub>6</sub> )	3,008	2,833
Asset management risk (R <sub>7</sub> )	756,231	865,232
Business administration risk (R <sub>8</sub> )	29,477	32,328
Catastrophe risk on property and casualty insurance contracts (R <sub>9</sub> )	278,515	290,373
(C) Solvency margin ratio on a consolidated basis [(A)/{(B)×1/2}]×100	897.3%	879.3%

(Note) "Solvency margin ratio on a consolidated basis" is calculated in accordance with Article 210-11-3 and 210-11-4 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 holding company. A ratio exceeding 200% indicates sufficient solvency to fulfill payment obligations such as insurance claims.