

Solvency margin ratio on a consolidated basis as of March 31, 2022

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, 2022 is as follows.

(Yen in millions)

	As of March 31, 2021	As of March 31, 2022
(A) Total amount of solvency margin	5,828,058	5,953,649
Shareholders' equity less adjusting items	955,539	1,129,262
Reserve for price fluctuation	128,006	138,331
Contingency reserve	59,927	61,869
Catastrophe loss reserve	1,041,989	1,145,489
General allowance for doubtful accounts	2,964	3,411
Unrealized gains (losses) on available-for-sale securities and deferred gains (losses) on hedge transactions before tax effect deductions	2,447,869	2,313,740
Unrealized gains (losses) on land	263,397	273,658
Total amount of unrecognized actuarial difference and unrecognized prior service costs before tax effect deductions	(19,187)	(20,759)
Excess of premium reserve, etc.	302,741	294,676
Subordinated debt, etc.	300,000	300,000
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	406	628
Deductions	145,434	159,990
Others	489,837	473,330
(B) Total amount of risks $\sqrt{(\sqrt{(R_1^2 + R_2^2)} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	1,300,045	1,439,272
General insurance risk on non-life insurance contracts (R ₁)	374,354	411,122
Life insurance risk (R ₂)	31,951	34,923
Third sector insurance risk (R ₃)	44,779	51,776
Insurance risk of Small Amount and Short Term Insurers (R ₄)	10	10
Assumed interest rate risk (R ₅)	23,209	21,431
Minimum guarantee risk on life insurance contracts (R ₆)	2,206	2,235
Asset management risk (R ₇)	880,380	959,700
Business administration risk (R ₈)	32,515	35,940
Catastrophe risk on non-life insurance contracts (R ₉)	268,884	315,825
(C) Solvency margin ratio on a consolidated basis $[(A)/\{(B) \times 1/2\}] \times 100$	896.5%	827.3%

(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.