

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

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 June 30, 2023 is as follows.

(Yen in millions)

	As of March 31, 2023	As of June 30, 2023
(A) Total amount of solvency margin	4,947,004	5,607,439
Shareholders' equity less adjusting items	1,150,128	1,202,072
Reserve for price fluctuation	132,394	133,751
Contingency reserve	64,711	65,298
Catastrophe loss reserve	1,136,120	1,143,239
General allowance for doubtful accounts	3,505	2,434
Unrealized gains (losses) on available-for-sale securities and deferred gains (losses) on hedge transactions before tax effect deductions	1,248,244	1,808,482
Unrealized gains (losses) on land	286,856	287,222
Total amount of unrecognized actuarial difference and unrecognized prior service costs before tax effect deductions	(20,010)	(19,459)
Excess of premium reserve, etc.	287,390	286,414
Subordinated debt, etc.	300,000	300,000
Amounts within "Excess of premium reserve, etc." and "Subordinated debt, etc." not calculated into the margin	-	-
Valuation difference on insurance liability of overseas subsidiaries	-	651
Total margin of Small Amount and Short Term Insurers	783	783
Deductions	156,141	156,141
Others	513,019	552,689
(B) Total amount of risks $\sqrt{(\sqrt{(R_1^2 + R_2^2)} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	1,576,526	1,640,745
General insurance risk on non-life insurance contracts (R_1)	486,054	487,596
Life insurance risk (R_2)	39,691	39,638
Third sector insurance risk (R_3)	66,602	66,618
Insurance risk of Small Amount and Short Term Insurers (R_4)	10	10
Assumed interest rate risk (R_5)	19,663	19,221
Minimum guarantee risk on life insurance contracts (R_6)	2,188	2,085
Asset management risk (R_7)	976,083	1,046,243
Business administration risk (R_8)	39,711	41,148
Catastrophe risk on non-life insurance contracts (R_9)	395,276	396,012
(C) Solvency margin ratio on a consolidated basis $[(A)/\{(B) \times 1/2\}] \times 100$	627.5%	683.5%

(Note) 1. "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.

2. Solvency margin ratio as of June 30, 2023 is calculated partially based on data as of March 31, 2023.