

Solvency margin ratio on a consolidated basis as of December 31, 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 December 31, 2023 is as follows.

(Yen in millions)

	As of March 31, 2023	As of December 31, 2023
(A) Total amount of solvency margin	4,947,004	5,500,922
Shareholders' equity less adjusting items	1,150,128	1,397,017
Reserve for price fluctuation	132,394	137,613
Contingency reserve	64,711	66,574
Catastrophe loss reserve	1,136,120	1,102,678
General allowance for doubtful accounts	3,505	2,600
Unrealized gains (losses) on available-for-sale securities and deferred gains (losses) on hedge transactions before tax effect deductions	1,248,244	1,584,249
Unrealized gains (losses) on land	286,856	296,555
Total amount of unrecognized actuarial difference and unrecognized prior service costs before tax effect deductions	(20,010)	(18,335)
Excess of premium reserve, etc.	287,390	283,767
Subordinated debt, etc.	300,000	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	-	897
Total margin of Small Amount and Short Term Insurers	783	880
Deductions	156,141	156,412
Others	513,019	602,835
(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	1,812,678
General insurance risk on non-life insurance contracts (R_1)	486,054	526,373
Life insurance risk (R_2)	39,691	40,962
Third sector insurance risk (R_3)	66,602	74,148
Insurance risk of Small Amount and Short Term Insurers (R_4)	10	10
Assumed interest rate risk (R_5)	19,663	19,124
Minimum guarantee risk on life insurance contracts (R_6)	2,188	2,073
Asset management risk (R_7)	976,083	1,154,086
Business administration risk (R_8)	39,711	45,272
Catastrophe risk on non-life insurance contracts (R_9)	395,276	446,857
(C) Solvency margin ratio on a consolidated basis $[(A)/\{(B) \times 1/2\}] \times 100$	627.5%	606.9%

(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 December 31, 2023 is calculated partially based on data as of September 30, 2023.

(Revised on July 31, 2024)