

Summary of Consolidated Business Results of Tokio Marine Holdings, Inc. under Japanese GAAP for the three months ended June 30, 2023



MEMBERSHIP
August 7, 2023

Company Name: Tokio Marine Holdings, Inc. (the "Company")
Securities Code Number: 8766
(URL: <https://www.tokiomarinehd.com/en/>)
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Scheduled date to file Quarterly Securities Report: August 7, 2023
Scheduled date to commence dividend payments: Not applicable
Supplementary information for quarterly financial statements: Available
Quarterly IR Conference Call: To be held for analysts

Stock Exchange Listing: Tokyo

(Note) All amounts are rounded down and all percentages are rounded.

1. Consolidated Business Results for the three months ended June 30, 2023 (April 1, 2023 to June 30, 2023)

(1) Consolidated Results of Operations

(Note) Percentages represent changes from the same period in the previous fiscal year.

| | Ordinary income | | Ordinary profit | | Net income attributable to owners of the parent | |
|----------------------------------|-----------------|------|-----------------|-------|---|-------|
| | million yen | % | million yen | % | million yen | % |
| Three months ended June 30, 2023 | 1,822,527 | 12.5 | 171,355 | (0.1) | 127,950 | (1.4) |
| Three months ended June 30, 2022 | 1,619,716 | - | 171,443 | - | 129,734 | - |

(Note) Comprehensive income:

| | | |
|----------------------------------|----------------------|-----|
| Three months ended June 30, 2023 | 541,568 million yen | - % |
| Three months ended June 30, 2022 | (88,265) million yen | - % |

| | Net income per share - Basic | Net income per share - Diluted |
|----------------------------------|------------------------------|--------------------------------|
| | yen | yen |
| Three months ended June 30, 2023 | 64.37 | 64.37 |
| Three months ended June 30, 2022 | 64.07 | 64.06 |

(Note) 1. Consolidated overseas subsidiaries that apply International Financial Reporting Standards (IFRS) have started to adopt IFRS 17 "Insurance Contracts" (hereinafter referred to as "IFRS 17") from the beginning of the fiscal year 2023. The figures of comparative prior fiscal year are adjusted retrospectively in accordance with IFRS 17. Therefore, year on year changes for three months ended June 30, 2022 are not provided.

2. The Company implemented a stock split by a ratio of three shares per share with an effective date of October 1, 2022. "Net income per share - Basic" and "Net income per share - Diluted" are calculated based on the assumption that the stock split was implemented at the beginning of the previous fiscal year.

(2) Consolidated Financial Conditions

| | Total assets | Net assets | Ratio of equity capital to total assets |
|----------------------|--------------|-------------|---|
| | million yen | million yen | % |
| As of June 30, 2023 | 28,379,049 | 3,995,839 | 14.0 |
| As of March 31, 2023 | 27,397,818 | 3,600,919 | 13.1 |

(Reference) Equity capital:

| | |
|----------------------|-----------------------|
| As of June 30, 2023 | 3,977,863 million yen |
| As of March 31, 2023 | 3,584,258 million yen |

(Note) Consolidated overseas subsidiaries that apply IFRS have started to adopt IFRS 17 from the beginning of the fiscal year 2023. The figures of comparative prior fiscal year are adjusted retrospectively in accordance with IFRS 17.

2. Dividends

| | Cash dividends per share | | | | |
|-----------------------------|--------------------------|----------------|---------------|----------|--------------|
| | First quarter | Second quarter | Third quarter | Year-end | Annual total |
| | yen | yen | yen | yen | yen |
| Fiscal year 2022 | - | 150.00 | - | 50.00 | - |
| Fiscal year 2023 | - | - | - | - | - |
| Fiscal year 2023 (Forecast) | - | 60.50 | - | 60.50 | 121.00 |

(Note) 1. Revision to the latest dividend forecast: None

2. The Company implemented a stock split by a ratio of three shares per share with an effective date of October 1, 2022. For Fiscal year 2022, the amount of Year-end dividend per share is presented taking the stock split into account and Annual total dividends per share is presented as "-". With the assumption that the stock split was implemented at the beginning of Fiscal year 2022, the amount of interim (Second quarter) dividends for Fiscal year 2022 is 50 yen and the amount of Annual total dividends per share for Fiscal year 2022 is 100 yen.

3. Consolidated Business Forecasts for the fiscal year 2023 (April 1, 2023 to March 31, 2024)

(Note) Percentages represent changes from the previous fiscal year.

| | Ordinary profit | | Net income attributable to owners of the parent | | Net income per share - Basic |
|------------------|-----------------|------|---|------|------------------------------|
| | million yen | % | million yen | % | yen |
| Fiscal year 2023 | 750,000 | 51.8 | 530,000 | 41.5 | 267.11 |

(Note) Revision to the latest Consolidated Business Forecasts: None

* Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 2023

(Changes in specified subsidiaries that resulted in a change in the scope of consolidation): None

(2) Adoption of accounting methods that are specific to quarterly consolidated financial reports: None

(3) Changes in accounting policies, changes in accounting estimates, and retrospective restatements

(a) Changes in accounting policies to reflect amendments of accounting standards: Yes

(b) Changes in accounting policies other than (a): None

(c) Changes in accounting estimates: None

(d) Retrospective restatements: None

(Note) Please refer to Appendix p. 5 "1. Consolidated Financial Statements and Major Notes (5) Changes in accounting policies" for details.

(4) Number of shares issued (common stock)

(a) Total number of shares issued including treasury stock

As of June 30, 2023 2,002,500,000 shares

As of March 31, 2023 2,002,500,000 shares

(b) Number of treasury stock held

As of June 30, 2023 19,421,389 shares

As of March 31, 2023 11,396,327 shares

(c) Average number of shares outstanding

During the three months ended June 30, 2023 1,987,504,514 shares

During the three months ended June 30, 2022 2,024,883,782 shares

(Note) The Company implemented a stock split by a ratio of three shares per share with an effective date of October 1, 2022. Number of shares issued (common stock) are calculated based on the assumption that the stock split was implemented at the beginning of the previous fiscal year.

* "Summary of Consolidated Business Results" is outside the scope of external auditor's quarterly review.

* Notes concerning the business forecasts and other items

Business forecasts are prepared based on business results for previous years, information available to the Company as of the release date of this document and certain assumptions. Actual results may significantly differ affected by various factors.

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1. Consolidated Financial Statements and Major Notes

(1) Consolidated Balance Sheet

(Yen in millions)

| | As of March 31, 2023 | As of June 30, 2023 |
|--|----------------------|---------------------|
| Assets | | |
| Cash and bank deposits | 871,993 | 829,958 |
| Receivables under resale agreements | 999 | 999 |
| Monetary receivables bought | 1,863,824 | 2,044,482 |
| Money trusts | 8,000 | 8 |
| Securities | 18,489,522 | 19,312,571 |
| Loans | 2,558,741 | 2,562,304 |
| Tangible fixed assets | 399,817 | 395,929 |
| Intangible fixed assets | 1,164,322 | 1,151,781 |
| Other assets | 1,962,414 | 2,043,720 |
| Net defined benefit assets | 3,717 | 3,829 |
| Deferred tax assets | 81,647 | 41,136 |
| Customers' liabilities under acceptances and guarantees | 1,759 | 1,759 |
| Allowance for doubtful accounts | (8,940) | (9,433) |
| Total assets | 27,397,818 | 28,379,049 |
| Liabilities | | |
| Insurance liabilities | 20,722,937 | 21,155,851 |
| Outstanding claims | 4,266,235 | 4,340,714 |
| Underwriting reserves | 16,456,702 | 16,815,137 |
| Corporate bonds | 222,811 | 223,707 |
| Other liabilities | 2,245,192 | 2,383,021 |
| Net defined benefit liabilities | 255,437 | 254,564 |
| Provision for employees' bonus | 96,998 | 52,474 |
| Provision for share awards | 3,401 | 3,049 |
| Reserves under special laws | 132,394 | 133,751 |
| Reserve for price fluctuation | 132,394 | 133,751 |
| Deferred tax liabilities | 109,321 | 168,837 |
| Negative goodwill | 6,645 | 6,193 |
| Acceptances and guarantees | 1,759 | 1,759 |
| Total liabilities | 23,796,899 | 24,383,210 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 150,000 | 150,000 |
| Retained earnings | 2,000,276 | 2,004,069 |
| Treasury stock | (28,056) | (53,509) |
| Total shareholders' equity | 2,122,219 | 2,100,560 |
| Accumulated other comprehensive income | | |
| Unrealized gains (losses) on available-for-sale securities | 954,650 | 1,372,549 |
| Deferred gains (losses) on hedge transactions | (8,755) | (8,554) |
| Foreign currency translation adjustments | 529,650 | 526,720 |
| Remeasurements of defined benefit plans | (14,471) | (14,063) |
| Valuation difference on insurance liability of overseas subsidiaries | 964 | 651 |
| Total accumulated other comprehensive income | 1,462,038 | 1,877,303 |
| Stock acquisition rights | 33 | 33 |
| Non-controlling interests | 16,627 | 17,942 |
| Total net assets | 3,600,919 | 3,995,839 |
| Total liabilities and net assets | 27,397,818 | 28,379,049 |

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income

(Consolidated Statement of Income)

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) |
|--|--|--|
| Ordinary income | 1,619,716 | 1,822,527 |
| Underwriting income | 1,352,233 | 1,466,892 |
| Net premiums written | 1,073,139 | 1,179,083 |
| Deposit premiums from policyholders | 15,428 | 14,744 |
| Investment income on deposit premiums | 7,991 | 7,834 |
| Life insurance premiums | 254,447 | 255,037 |
| Investment income | 235,879 | 317,457 |
| Interest and dividends | 161,331 | 209,094 |
| Gains on money trusts | 1,346 | - |
| Gains on trading securities | - | 20,383 |
| Gains on sales of securities | 47,141 | 40,310 |
| Gains on redemption of securities | 1,642 | 277 |
| Investment gains on separate accounts | - | 26,354 |
| Transfer of investment income on deposit premiums | (7,991) | (7,834) |
| Other ordinary income | 31,603 | 38,177 |
| Amortization of negative goodwill | 451 | 451 |
| Equity in earnings of affiliates | - | 1,682 |
| Ordinary expenses | 1,448,272 | 1,651,172 |
| Underwriting expenses | 1,046,084 | 1,268,055 |
| Net claims paid | 519,656 | 591,472 |
| Loss adjustment expenses | 42,052 | 44,530 |
| Agency commissions and brokerage | 204,840 | 224,452 |
| Maturity refunds to policyholders | 29,578 | 27,315 |
| Dividends to policyholders | 0 | 0 |
| Life insurance claims | 127,156 | 141,058 |
| Provision for outstanding claims | 62,492 | 37,907 |
| Provision for underwriting reserves | 55,760 | 200,213 |
| Investment expenses | 131,672 | 77,854 |
| Losses on money trusts | - | 0 |
| Losses on trading securities | 56,408 | - |
| Losses on sales of securities | 10,547 | 8,000 |
| Impairment losses on securities | 1,095 | 1,158 |
| Losses on redemption of securities | 10 | 525 |
| Losses on derivatives | 48,645 | 57,208 |
| Investment losses on separate accounts | 12,292 | - |
| Operating and general administrative expenses | 264,093 | 297,714 |
| Other ordinary expenses | 6,422 | 7,547 |
| Interest expenses | 2,223 | 5,913 |
| Increase in allowance for doubtful accounts | 112 | 290 |
| Losses on bad debts | 43 | 29 |
| Equity in losses of affiliates | 973 | - |
| Ordinary profit | 171,443 | 171,355 |

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) |
|--|--|--|
| Extraordinary gains | 39 | 61 |
| Gains on disposal of fixed assets | 39 | 61 |
| Extraordinary losses | 2,282 | 2,849 |
| Losses on disposal of fixed assets | 242 | 1,340 |
| Impairment losses on fixed assets | 130 | 152 |
| Provision for reserves under special laws | 1,908 | 1,356 |
| Provision for reserve for price fluctuation | 1,908 | 1,356 |
| Income before income taxes and non-controlling interests | 169,200 | 168,567 |
| Income taxes - current | 34,704 | 62,545 |
| Income taxes - deferred | 7,202 | (19,720) |
| Total income taxes | 41,907 | 42,824 |
| Net income | 127,293 | 125,742 |
| Net income (loss) attributable to non-controlling interests | (2,441) | (2,208) |
| Net income attributable to owners of the parent | 129,734 | 127,950 |

(Consolidated Statement of Comprehensive Income)

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) |
|--|--|--|
| Net income | 127,293 | 125,742 |
| Other comprehensive income | | |
| Unrealized gains (losses) on available-for-sale securities | (387,742) | 418,027 |
| Deferred gains (losses) on hedge transactions | (4,245) | 200 |
| Foreign currency translation adjustments | 167,136 | (4,133) |
| Remeasurements of defined benefit plans | 470 | 408 |
| Valuation difference on insurance liability of overseas subsidiaries | 1,112 | (313) |
| Share of other comprehensive income of affiliates accounted for by the equity method | 7,709 | 1,635 |
| Total other comprehensive income | (215,558) | 415,825 |
| Total comprehensive income | (88,265) | 541,568 |
| Comprehensive income attributable to: | | |
| Owners of the parent | (83,073) | 542,642 |
| Non-controlling interests | (5,191) | (1,073) |

(3) Notes regarding going concern assumption

Not applicable.

(4) Notes regarding significant changes in shareholders' equity

Not applicable.

(5) Changes in accounting policies

The Company has applied "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries, etc. for Consolidated Financial Statements" (Practical Issue Task Force ("PITF") No. 18, September 14, 2018) and "Practical Solution on Unification of Accounting Policies Applied to Associates Accounted for Using the Equity Method" (PITF No. 24, September 14, 2018) from the beginning of the fiscal year 2023, as the consolidated overseas subsidiaries that apply IFRS have started to adopt International Financial Reporting Standards (IFRS) 9 "Financial Instruments" (hereinafter referred to as "IFRS 9").

(6) Additional Information

1. "Measurement of Credit Losses on Financial Instruments" (ASU 2016-13)

Consolidated overseas subsidiaries that apply Generally Accepted Accounting Principles in the United States("U.S. GAAP") have started to adopt Accounting Standards Update 2016-13: Measurement of Credit Losses on Financial Instruments (hereinafter referred to as "ASU 2016-13") issued by the Financial Accounting Standards Board from the beginning of the fiscal year 2023, which replaces the incurred loss impairment methodology with a methodology that reflects current expected credit losses.

In accordance with ASU 2016-13, the companies estimate full lifetime expected credit losses and recognizes the allowance in initial recognition of a financial asset. The presented Loans and Securities are net of expected credit losses. The impact on Income before income taxes for the three months ended June 30, 2023 was immaterial. The Retained earnings at the beginning of the fiscal year 2023 decreased by the cumulative effected amount of 24,822 million yen.

2. IFRS 17 "Insurance Contracts"

Consolidated overseas subsidiaries that apply IFRS have started to adopt IFRS 17 from the beginning of the fiscal year 2023. In accordance with IFRS 17, Insurance liabilities are measured to reflect the time value of money, the financial risk of cash flows arising from insurance contracts and the effect of uncertainty in the cash flows arising from insurance contracts.

"Valuation difference on insurance liability of overseas subsidiaries" is newly included in Accumulated other comprehensive income.

The figures of comparative prior fiscal year are adjusted retrospectively in accordance with IFRS 17, and the Income before income taxes for the three months ended June 30, 2022 increased by 6,162 million yen compared with the figure before retrospective adoption. The cumulative effect was reflected on Net assets at the beginning of the fiscal year 2022 which resulted in a decrease in Retained earnings of 38,025 million yen, and the Valuation difference on insurance liability of overseas subsidiaries of (1,227) million yen was recognized.

3. IFRS 9 "Financial Instruments"

Consolidated overseas subsidiaries that apply IFRS have started to adopt IFRS 9 from the beginning of the fiscal year 2023. In accordance with IFRS 9, classification and measurement methodology of financial instruments have been changed. The impact on Income before income taxes for the three months ended June 30, 2023 was immaterial. As a result of the transitional treatment set forth in IFRS 9, the cumulative effect was reflected on Net assets at the beginning of the fiscal year 2023, which resulted in a decrease in Retained earnings of 458 million yen and an increase in Unrealized gains (losses) on available-for-sale securities of 573 million yen.

2. Others

(1) Summary of Consolidated Business Results

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | Increase (Decrease) | Rate of change |
|--|--|--|------------------------|----------------|
| Ordinary income and expenses | | | | % |
| Underwriting income | 1,352,233 | 1,466,892 | 114,658 | 8.5 |
| Net premiums written | 1,073,139 | 1,179,083 | 105,944 | 9.9 |
| Deposit premiums from policyholders | 15,428 | 14,744 | (683) | (4.4) |
| Life insurance premiums | 254,447 | 255,037 | 590 | 0.2 |
| Underwriting expenses | 1,046,084 | 1,268,055 | 221,971 | 21.2 |
| Net claims paid | 519,656 | 591,472 | 71,816 | 13.8 |
| Loss adjustment expenses | 42,052 | 44,530 | 2,477 | 5.9 |
| Agency commissions and brokerage | 204,840 | 224,452 | 19,611 | 9.6 |
| Maturity refunds to policyholders | 29,578 | 27,315 | (2,263) | (7.7) |
| Life insurance claims | 127,156 | 141,058 | 13,902 | 10.9 |
| Provision for outstanding claims | 62,492 | 37,907 | (24,585) | (39.3) |
| Provision for underwriting reserves | 55,760 | 200,213 | 144,452 | 259.1 |
| Investment income | 235,879 | 317,457 | 81,578 | 34.6 |
| Interest and dividends | 161,331 | 209,094 | 47,763 | 29.6 |
| Gains on trading securities | - | 20,383 | 20,383 | - |
| Gains on sales of securities | 47,141 | 40,310 | (6,831) | (14.5) |
| Gains on redemption of securities | 1,642 | 277 | (1,365) | (83.1) |
| Investment gains on separate accounts | - | 26,354 | 26,354 | - |
| Investment expenses | 131,672 | 77,854 | (53,817) | (40.9) |
| Losses on trading securities | 56,408 | - | (56,408) | (100.0) |
| Losses on sales of securities | 10,547 | 8,000 | (2,546) | (24.1) |
| Impairment losses on securities | 1,095 | 1,158 | 62 | 5.7 |
| Losses on redemption of securities | 10 | 525 | 514 | 4,790.0 |
| Losses on derivatives | 48,645 | 57,208 | 8,563 | 17.6 |
| Investment losses on separate accounts | 12,292 | - | (12,292) | (100.0) |
| Operating and general administrative expenses | 264,093 | 297,714 | 33,620 | 12.7 |
| Other ordinary income and expenses | 25,180 | 30,630 | 5,449 | 21.6 |
| Equity in earnings (losses) of affiliates | (973) | 1,682 | 2,655 | - |
| Ordinary profit | 171,443 | 171,355 | (87) | (0.1) |
| Extraordinary gains and losses | | | | |
| Extraordinary gains | 39 | 61 | 21 | 54.7 |
| Extraordinary losses | 2,282 | 2,849 | 567 | 24.9 |
| Extraordinary gains (losses) | (2,242) | (2,788) | (545) | - |
| Income before income taxes and non-controlling interests | 169,200 | 168,567 | (633) | (0.4) |
| Income taxes - current | 34,704 | 62,545 | 27,840 | 80.2 |
| Income taxes - deferred | 7,202 | (19,720) | (26,923) | (373.8) |
| Total income taxes | 41,907 | 42,824 | 916 | 2.2 |
| Net income | 127,293 | 125,742 | (1,550) | (1.2) |
| Net income (loss) attributable to non-controlling interests | (2,441) | (2,208) | 233 | - |
| Net income attributable to owners of the parent | 129,734 | 127,950 | (1,783) | (1.4) |

(Note) As described in "Consolidated Financial Statements and Major Notes (6) Additional Information", Consolidated overseas subsidiaries that apply IFRS have started to adopt IFRS 17 from the beginning of the fiscal year 2023. The figures of comparative prior fiscal year are adjusted retrospectively in accordance with IFRS 17.

(2) Premiums written and claims paid by lines of business

Direct premiums written including deposit premiums from policyholders

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|-------------------------------------|--|-------------------|----------------|--|-------------------|----------------|
| | Amount | Composition ratio | Rate of change | Amount | Composition ratio | Rate of change |
| | | % | % | | % | % |
| Fire and allied lines | 238,192 | 19.5 | 12.7 | 269,684 | 20.3 | 13.2 |
| Hull and cargo | 52,895 | 4.3 | 28.7 | 58,078 | 4.4 | 9.8 |
| Personal accident | 90,882 | 7.4 | 4.5 | 93,592 | 7.0 | 3.0 |
| Voluntary automobile | 406,237 | 33.3 | 6.5 | 430,589 | 32.4 | 6.0 |
| Compulsory automobile liability | 55,497 | 4.5 | (5.1) | 51,250 | 3.9 | (7.7) |
| Others | 377,414 | 30.9 | 16.4 | 427,740 | 32.1 | 13.3 |
| Total | 1,221,119 | 100.0 | 10.6 | 1,330,935 | 100.0 | 9.0 |
| Deposit premiums from policyholders | 15,428 | 1.3 | (15.6) | 14,744 | 1.1 | (4.4) |

(Note) Direct premiums written including deposit premiums from policyholders = Gross premiums written - Surrender benefits of direct policies - Other refunds of direct policies (including deposit premiums from policyholders)

Net premiums written

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|---------------------------------|--|-------------------|----------------|--|-------------------|----------------|
| | Amount | Composition ratio | Rate of change | Amount | Composition ratio | Rate of change |
| | | % | % | | % | % |
| Fire and allied lines | 179,851 | 16.8 | 14.8 | 209,541 | 17.8 | 16.5 |
| Hull and cargo | 50,289 | 4.7 | 24.4 | 53,496 | 4.5 | 6.4 |
| Personal accident | 73,807 | 6.9 | 7.8 | 76,307 | 6.5 | 3.4 |
| Voluntary automobile | 400,718 | 37.3 | 6.8 | 429,198 | 36.4 | 7.1 |
| Compulsory automobile liability | 51,616 | 4.8 | (11.6) | 54,198 | 4.6 | 5.0 |
| Others | 316,854 | 29.5 | 19.0 | 356,341 | 30.2 | 12.5 |
| Total | 1,073,139 | 100.0 | 11.2 | 1,179,083 | 100.0 | 9.9 |

Net claims paid

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|---------------------------------|--|-------------------|----------------|--|-------------------|----------------|
| | Amount | Composition ratio | Rate of change | Amount | Composition ratio | Rate of change |
| | | % | % | | % | % |
| Fire and allied lines | 107,824 | 20.7 | 7.2 | 106,053 | 17.9 | (1.6) |
| Hull and cargo | 15,141 | 2.9 | 20.5 | 20,808 | 3.5 | 37.4 |
| Personal accident | 26,662 | 5.1 | 10.1 | 29,675 | 5.0 | 11.3 |
| Voluntary automobile | 201,464 | 38.8 | 11.0 | 237,564 | 40.2 | 17.9 |
| Compulsory automobile liability | 39,153 | 7.5 | (5.5) | 38,731 | 6.5 | (1.1) |
| Others | 129,410 | 24.9 | 11.2 | 158,639 | 26.8 | 22.6 |
| Total | 519,656 | 100.0 | 9.0 | 591,472 | 100.0 | 13.8 |

(3) Securities

1. Bonds held to maturity

(Yen in millions)

| | As of March 31, 2023 | | | As of June 30, 2023 | | |
|--------------------------|--|------------|---------------------------|--|------------|---------------------------|
| | Carrying amount shown on balance sheet | Fair value | Unrealized gains (losses) | Carrying amount shown on balance sheet | Fair value | Unrealized gains (losses) |
| Domestic debt securities | 5,043,155 | 5,144,902 | 101,747 | 5,041,598 | 5,162,849 | 121,250 |
| Foreign securities | 73,131 | 73,232 | 101 | 50,270 | 49,420 | (850) |
| Total | 5,116,287 | 5,218,135 | 101,848 | 5,091,869 | 5,212,269 | 120,400 |

2. Bonds earmarked for underwriting reserves

(Yen in millions)

| | As of March 31, 2023 | | | As of June 30, 2023 | | |
|--------------------------|--|------------|---------------------------|--|------------|---------------------------|
| | Carrying amount shown on balance sheet | Fair value | Unrealized gains (losses) | Carrying amount shown on balance sheet | Fair value | Unrealized gains (losses) |
| Domestic debt securities | 2,104,656 | 1,710,663 | (393,993) | 2,106,575 | 1,722,564 | (384,010) |
| Total | 2,104,656 | 1,710,663 | (393,993) | 2,106,575 | 1,722,564 | (384,010) |

3. Available-for-sale securities

(Yen in millions)

| | As of March 31, 2023 | | | As of June 30, 2023 | | |
|----------------------------|----------------------|-----------------------------------|---------------------------|---------------------|-----------------------------------|---------------------------|
| | Cost | Fair value shown on balance sheet | Unrealized gains (losses) | Cost | Fair value shown on balance sheet | Unrealized gains (losses) |
| Domestic debt securities | 2,240,938 | 2,323,465 | 82,527 | 2,213,532 | 2,303,981 | 90,448 |
| Domestic equity securities | 466,811 | 2,377,926 | 1,911,114 | 457,556 | 2,772,469 | 2,314,912 |
| Foreign securities | 4,989,331 | 4,740,105 | (249,226) | 5,128,111 | 5,063,174 | (64,937) |
| Others | 2,003,675 | 1,861,598 | (142,077) | 2,166,287 | 2,039,676 | (126,610) |
| Total | 9,700,757 | 11,303,095 | 1,602,337 | 9,965,488 | 12,179,301 | 2,213,813 |

(Note) 1. Available-for-sale securities without a market price, and investments in partnerships are not included in the table above.

2. "Others" includes items as follows:

-Negotiable certificates of deposit which are presented as Cash and bank deposits on the consolidated balance sheet

As of March 31, 2023: cost 2,875 million yen, fair value 2,870 million yen, unrealized losses (4) million yen

As of June 30, 2023: cost 3,355 million yen, fair value 3,352 million yen, unrealized losses (3) million yen

-Foreign mortgage securities, etc. which are presented as Monetary receivables bought on the consolidated balance sheet

As of March 31, 2023: cost 1,990,457 million yen, fair value 1,847,735 million yen, unrealized losses (142,721) million yen

As of June 30, 2023: cost 2,152,511 million yen, fair value 2,025,167 million yen, unrealized losses (127,344) million yen

3. Impairment losses on Available-for-sale securities with fair value as follows:

Fiscal year 2022: 14,276 million yen (Domestic equity securities 1,367 million yen, Foreign securities 5,213 million yen, Others 7,695 million yen)

Three months ended June 30, 2023: 2,814 million yen (Domestic equity securities 137 million yen, Foreign securities 1,016 million yen, Others 1,660 million yen)

In principle, impairment loss on a security with fair value is recognized when the fair value is below its cost by 30% or more.

4. As described in "Consolidated Financial Statements and Major Notes (6) Additional Information", Consolidated overseas subsidiaries that apply IFRS have started to adopt IFRS 17 from the beginning of the fiscal year 2023. As IFRS 17 is applied retrospectively, the classification of securities has also been changed in accordance with IFRS 9. The figures of comparative prior fiscal year are adjusted retrospectively in accordance with IFRS 17.

(4) Financial results of major consolidated subsidiaries

Reference : Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated)

Balance sheet

(Yen in millions)

| | As of March 31, 2023 | | As of June 30, 2023 | | Increase (Decrease) |
|---|----------------------|----------------------|---------------------|----------------------|------------------------|
| | Amount | Composition ratio | Amount | Composition ratio | |
| Assets | | % | | % | |
| Cash and bank deposits | 336,326 | 3.57 | 289,351 | 2.89 | (46,975) |
| Receivables under resale agreements | 999 | 0.01 | 999 | 0.01 | (0) |
| Monetary receivables bought | 28,475 | 0.30 | 33,973 | 0.34 | 5,498 |
| Money trusts | 8,000 | 0.08 | 8 | 0.00 | (7,991) |
| Securities | 7,669,605 | 81.36 | 8,146,383 | 81.39 | 476,777 |
| Loans | 314,262 | 3.33 | 426,690 | 4.26 | 112,428 |
| Tangible fixed assets | 210,525 | 2.23 | 208,201 | 2.08 | (2,324) |
| Intangible fixed assets | 128,793 | 1.37 | 137,785 | 1.38 | 8,992 |
| Other assets | 725,464 | 7.70 | 761,633 | 7.61 | 36,169 |
| Prepaid pension costs | 5,767 | 0.06 | 5,694 | 0.06 | (73) |
| Customers' liabilities under acceptances and guarantees | 1,759 | 0.02 | 1,759 | 0.02 | - |
| Allowance for doubtful accounts | (2,867) | (0.03) | (2,874) | (0.03) | (7) |
| Total assets | 9,427,112 | 100.00 | 10,009,607 | 100.00 | 582,495 |
| Liabilities | | | | | |
| Insurance liabilities | 5,500,921 | 58.35 | 5,540,466 | 55.35 | 39,544 |
| Outstanding claims | 1,191,164 | | 1,206,561 | | 15,397 |
| Underwriting reserves | 4,309,757 | | 4,333,904 | | 24,147 |
| Corporate bonds | 200,000 | 2.12 | 200,000 | 2.00 | - |
| Other liabilities | 515,705 | 5.47 | 593,594 | 5.93 | 77,888 |
| Income taxes payable | 6,124 | | 16,646 | | 10,522 |
| Lease obligations | 2,265 | | 2,176 | | (88) |
| Asset retirement obligations | 5,740 | | 5,677 | | (63) |
| Other liabilities | 501,574 | | 569,093 | | 67,518 |
| Provision for retirement benefits | 208,468 | 2.21 | 208,340 | 2.08 | (128) |
| Provision for employees' bonus | 18,627 | 0.20 | 10,352 | 0.10 | (8,274) |
| Provision for loss on business of subsidiaries and affiliates | 20,591 | 0.22 | - | - | (20,591) |
| Reserves under special laws | 108,000 | 1.15 | 109,531 | 1.09 | 1,530 |
| Reserve for price fluctuation | 108,000 | | 109,531 | | 1,530 |
| Deferred tax liabilities | 30,278 | 0.32 | 127,605 | 1.27 | 97,326 |
| Acceptances and guarantees | 1,759 | 0.02 | 1,759 | 0.02 | - |
| Total liabilities | 6,604,353 | 70.06 | 6,791,649 | 67.85 | 187,296 |
| Net assets | | | | | |
| Share capital | 101,994 | 1.08 | 101,994 | 1.02 | - |
| Capital surplus | 135,434 | 1.44 | 135,434 | 1.35 | - |
| Additional paid-in capital | 123,521 | | 123,521 | | - |
| Other capital surplus | 11,913 | | 11,913 | | - |
| Retained earnings | 1,184,509 | 12.56 | 1,272,531 | 12.71 | 88,021 |
| Surplus reserve | 81,099 | | 81,099 | | - |
| Other retained earnings | 1,103,410 | | 1,191,432 | | 88,021 |
| Reserve for advanced depreciation of fixed assets | 22,902 | | 22,902 | | - |
| Reserve for promoting open innovation | 1,769 | | 1,769 | | - |
| Special reserves | 235,426 | | 235,426 | | - |
| Retained earnings carried forward | 843,312 | | 931,334 | | 88,021 |
| Total shareholders' equity | 1,421,939 | 15.08 | 1,509,960 | 15.09 | 88,021 |
| Unrealized gains (losses) on available-for-sale securities | 1,429,173 | 15.16 | 1,746,750 | 17.45 | 317,577 |
| Deferred gains (losses) on hedge transactions | (28,353) | (0.30) | (38,753) | (0.39) | (10,400) |
| Total valuation and translation adjustments | 1,400,819 | 14.86 | 1,707,997 | 17.06 | 307,177 |
| Total net assets | 2,822,759 | 29.94 | 3,217,957 | 32.15 | 395,198 |
| Total liabilities and net assets | 9,427,112 | 100.00 | 10,009,607 | 100.00 | 582,495 |

Reference : Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated)

Statement of income

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | Increase (Decrease) |
|---|--|--|------------------------|
| Ordinary income | 815,617 | 792,852 | (22,764) |
| Underwriting income | 629,352 | 649,043 | 19,691 |
| Net premiums written | 605,599 | 622,776 | 17,177 |
| Deposit premiums from policyholders | 15,121 | 14,460 | (660) |
| Investment income on deposit premiums | 7,629 | 7,457 | (172) |
| Investment income | 183,351 | 141,128 | (42,222) |
| Interest and dividends | 119,690 | 87,480 | (32,209) |
| Gains on money trusts | 1,346 | - | (1,346) |
| Gains on sales of securities | 38,859 | 37,143 | (1,716) |
| Transfer of investment income on deposit premiums | (7,629) | (7,457) | 172 |
| Other ordinary income | 2,913 | 2,680 | (233) |
| Ordinary expenses | 649,146 | 689,235 | 40,088 |
| Underwriting expenses | 528,830 | 549,577 | 20,747 |
| Net claims paid | 314,349 | 330,485 | 16,136 |
| Loss adjustment expenses | 31,961 | 33,408 | 1,446 |
| Agency commissions and brokerage | 118,125 | 119,242 | 1,117 |
| Maturity refunds to policyholders | 28,858 | 26,687 | (2,171) |
| Provision for outstanding claims | 33,462 | 15,397 | (18,064) |
| Provision for underwriting reserves | 1,861 | 24,147 | 22,285 |
| Investment expenses | 34,864 | 49,566 | 14,702 |
| Losses on money trusts | - | 0 | 0 |
| Losses on sales of securities | 826 | 1,262 | 436 |
| Impairment losses on securities | 760 | 137 | (622) |
| Operating and general administrative expenses | 83,849 | 89,360 | 5,511 |
| Other ordinary expenses | 1,602 | 730 | (872) |
| Interest expenses | 487 | 558 | 70 |
| Ordinary profit (loss) | 166,471 | 103,617 | (62,853) |
| Extraordinary gains | 15 | 1,054 | 1,038 |
| Gains on disposal of fixed assets | 15 | 22 | 6 |
| Provision for loss on business of subsidiaries and affiliates | - | 1,031 | 1,031 |
| Extraordinary losses | 1,875 | 2,834 | 959 |
| Losses on disposal of fixed assets | 205 | 1,303 | 1,098 |
| Impairment losses on fixed assets | 136 | - | (136) |
| Provision for reserves under special laws | 1,533 | 1,530 | (2) |
| Provision for reserve for price fluctuation | 1,533 | 1,530 | (2) |
| Income (loss) before income taxes | 164,611 | 101,837 | (62,774) |
| Income taxes - current | 18,338 | 35,455 | 17,117 |
| Income taxes - deferred | 6,098 | (21,639) | (27,738) |
| Total income taxes | 24,437 | 13,815 | (10,621) |
| Net income (loss) | 140,174 | 88,021 | (52,152) |
| Underwriting profit (loss) | 28,396 | 22,646 | (5,750) |
| | % | % | % |
| Loss ratio (private sector, E/I basis) | 64.5 | 62.2 | (2.3) |
| Expense ratio (private sector) | 31.4 | 31.5 | 0.0 |
| Combined ratio (private sector) | 96.0 | 93.6 | (2.3) |

Reference : Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated)

Underwriting

Direct premiums written excluding deposit premiums from policyholders

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|-------------------------------------|--|-------------------|----------------|--|-------------------|----------------|
| | Amount | Composition ratio | Rate of change | Amount | Composition ratio | Rate of change |
| Fire and allied lines | 108,142 | 16.5% | 2.7% | 108,283 | 16.2% | 0.1% |
| Hull and cargo | 24,517 | 3.7 | 22.3 | 25,024 | 3.7 | 2.1 |
| Personal accident | 62,108 | 9.5 | 7.6 | 65,386 | 9.8 | 5.3 |
| Voluntary automobile | 282,826 | 43.1 | (0.2) | 285,733 | 42.7 | 1.0 |
| Compulsory automobile liability | 52,332 | 8.0 | (4.9) | 48,396 | 7.2 | (7.5) |
| Others | 126,697 | 19.3 | 0.7 | 136,472 | 20.4 | 7.7 |
| Total | 656,625 | 100.0 | 1.4 | 669,296 | 100.0 | 1.9 |
| Deposit premiums from policyholders | 15,121 | - | (15.8) | 14,460 | - | (4.4) |

Net premiums written

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|---------------------------------|--|-------------------|----------------|--|-------------------|----------------|
| | Amount | Composition ratio | Rate of change | Amount | Composition ratio | Rate of change |
| Fire and allied lines | 95,324 | 15.7% | 12.1% | 95,363 | 15.3% | 0.0% |
| Hull and cargo | 23,446 | 3.9 | 8.8 | 23,583 | 3.8 | 0.6 |
| Personal accident | 60,896 | 10.1 | 6.5 | 63,938 | 10.3 | 5.0 |
| Voluntary automobile | 282,510 | 46.6 | (0.0) | 285,355 | 45.8 | 1.0 |
| Compulsory automobile liability | 48,753 | 8.1 | (11.4) | 51,300 | 8.2 | 5.2 |
| Others | 94,668 | 15.6 | 3.1 | 103,235 | 16.6 | 9.1 |
| Total | 605,599 | 100.0 | 2.1 | 622,776 | 100.0 | 2.8 |

Net claims paid

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|---------------------------------|--|----------------|------------|--|----------------|------------|
| | Amount | Rate of change | Loss ratio | Amount | Rate of change | Loss ratio |
| Fire and allied lines | 65,645 | 5.1% | 71.4% | 49,665 | (24.3)% | 54.8% |
| Hull and cargo | 7,588 | (3.7) | 34.8 | 10,844 | 42.9 | 48.5 |
| Personal accident | 22,594 | 9.8 | 41.4 | 24,100 | 6.7 | 42.4 |
| Voluntary automobile | 138,551 | 3.3 | 55.9 | 160,463 | 15.8 | 63.2 |
| Compulsory automobile liability | 36,918 | (5.3) | 84.3 | 36,595 | (0.9) | 79.8 |
| Others | 43,049 | 14.9 | 48.6 | 48,816 | 13.4 | 50.2 |
| Total | 314,349 | 4.3 | 57.2 | 330,485 | 5.1 | 58.4 |

(Note) Loss ratio is calculated on W/P basis.

Reference : Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated)

Balance sheet

(Yen in millions)

| | As of March 31, 2023 | | As of June 30, 2023 | | Increase (Decrease) |
|--|----------------------|----------------------|---------------------|----------------------|------------------------|
| | Amount | Composition ratio | Amount | Composition ratio | |
| Assets | | % | | % | |
| Cash and bank deposits | 69,130 | 18.86 | 45,074 | 12.78 | (24,056) |
| Securities | 206,595 | 56.36 | 211,452 | 59.94 | 4,856 |
| Loans | 99 | 0.03 | 91 | 0.03 | (8) |
| Tangible fixed assets | 27,211 | 7.42 | 26,555 | 7.53 | (655) |
| Intangible fixed assets | 5,327 | 1.45 | 5,524 | 1.57 | 197 |
| Other assets | 33,335 | 9.09 | 38,583 | 10.94 | 5,247 |
| Prepaid pension costs | 2,120 | 0.58 | 2,175 | 0.62 | 55 |
| Deferred tax assets | 22,916 | 6.25 | 23,487 | 6.66 | 570 |
| Allowance for doubtful accounts | (200) | (0.05) | (197) | (0.06) | 3 |
| Total assets | 366,535 | 100.00 | 352,746 | 100.00 | (13,788) |
| Liabilities | | | | | |
| Insurance liabilities | 277,442 | 75.69 | 277,688 | 78.72 | 245 |
| Outstanding claims | 52,848 | | 53,306 | | 458 |
| Underwriting reserves | 224,594 | | 224,381 | | (213) |
| Other liabilities | 15,153 | 4.13 | 20,678 | 5.86 | 5,525 |
| Income taxes payable | 423 | | 1,812 | | 1,389 |
| Asset retirement obligations | 8 | | 8 | | - |
| Other liabilities | 14,721 | | 18,857 | | 4,136 |
| Provision for retirement benefits | 4,523 | 1.23 | 4,599 | 1.30 | 75 |
| Provision for employees' bonus | 496 | 0.14 | - | - | (496) |
| Reserves under special laws | 5,048 | 1.38 | 4,602 | 1.30 | (445) |
| Reserve for price fluctuation | 5,048 | | 4,602 | | (445) |
| Total liabilities | 302,665 | 82.57 | 307,568 | 87.19 | 4,903 |
| Net assets | | | | | |
| Share capital | 20,389 | 5.56 | 10,194 | 2.89 | (10,194) |
| Capital surplus | 12,620 | 3.44 | 6,310 | 1.79 | (6,310) |
| Additional paid-in capital | 12,620 | | 6,310 | | (6,310) |
| Retained earnings | 27,564 | 7.52 | 24,385 | 6.91 | (3,178) |
| Surplus reserve | 7,769 | | 3,884 | | (3,884) |
| Other retained earnings | 19,794 | | 20,500 | | 705 |
| Reserve for advanced depreciation of fixed assets | 1,644 | | 1,644 | | - |
| Retained earnings carried forward | 18,150 | | 18,856 | | 705 |
| Total shareholders' equity | 60,574 | 16.53 | 40,890 | 11.59 | (19,683) |
| Unrealized gains (losses) on available-for-sale securities | 3,295 | 0.90 | 4,287 | 1.22 | 991 |
| Total valuation and translation adjustments | 3,295 | 0.90 | 4,287 | 1.22 | 991 |
| Total net assets | 63,870 | 17.43 | 45,178 | 12.81 | (18,691) |
| Total liabilities and net assets | 366,535 | 100.00 | 352,746 | 100.00 | (13,788) |

Reference : Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated)

Statement of income

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | Increase (Decrease) |
|--|--|--|------------------------|
| Ordinary income | 43,064 | 38,525 | (4,539) |
| Underwriting income | 42,285 | 37,942 | (4,342) |
| Net premiums written | 36,328 | 37,065 | 736 |
| Deposit premiums from policyholders | 306 | 283 | (22) |
| Investment income on deposit premiums | 356 | 370 | 14 |
| Reversal of outstanding claims | 810 | - | (810) |
| Reversal of underwriting reserves | 4,454 | 213 | (4,240) |
| Investment income | 745 | 541 | (203) |
| Interest and dividends | 699 | 651 | (47) |
| Gains on sales of securities | 402 | 260 | (141) |
| Transfer of investment income on deposit premiums | (356) | (370) | (14) |
| Other ordinary income | 34 | 40 | 6 |
| Ordinary expenses | 36,942 | 37,660 | 717 |
| Underwriting expenses | 30,848 | 30,656 | (191) |
| Net claims paid | 20,519 | 19,638 | (880) |
| Loss adjustment expenses | 2,643 | 2,793 | 150 |
| Agency commissions and brokerage | 6,901 | 7,081 | 179 |
| Maturity refunds to policyholders | 719 | 628 | (91) |
| Provision for outstanding claims | - | 458 | 458 |
| Investment expenses | 136 | 893 | 757 |
| Losses on sales of securities | 60 | 5 | (55) |
| Losses on derivatives | 60 | 884 | 824 |
| Operating and general administrative expenses | 5,925 | 6,088 | 162 |
| Other ordinary expenses | 31 | 21 | (10) |
| Ordinary profit (loss) | 6,121 | 865 | (5,256) |
| Extraordinary gains | 2 | 456 | 453 |
| Gains on disposal of fixed assets | 2 | 10 | 7 |
| Reversal of reserves under special laws | - | 445 | 445 |
| Reversal of reserve for price fluctuation | - | 445 | 445 |
| Extraordinary losses | 211 | 628 | 416 |
| Losses on disposal of fixed assets | 2 | 0 | (2) |
| Impairment losses on fixed assets | 131 | 627 | 495 |
| Provision for reserves under special laws | 77 | - | (77) |
| Provision for reserve for price fluctuation | 77 | - | (77) |
| Income (loss) before income taxes | 5,912 | 693 | (5,219) |
| Income taxes - current | 894 | 1,255 | 360 |
| Income taxes - deferred | 696 | (887) | (1,584) |
| Total income taxes | 1,590 | 367 | (1,223) |
| Net income (loss) | 4,321 | 325 | (3,995) |
| Underwriting profit (loss) | 5,776 | 1,429 | (4,347) |
| | % | % | % |
| Loss ratio (private sector, E/I basis) | 60.8 | 62.7 | 1.9 |
| Expense ratio (private sector) | 35.3 | 35.6 | 0.3 |
| Combined ratio (private sector) | 96.1 | 98.3 | 2.2 |

Reference : Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated)

Underwriting

Direct premiums written excluding deposit premiums from policyholders

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|-------------------------------------|--|-------------------|----------------|--|-------------------|----------------|
| | Amount | Composition ratio | Rate of change | Amount | Composition ratio | Rate of change |
| | | % | % | | % | % |
| Fire and allied lines | 8,197 | 20.0 | 10.5 | 8,893 | 21.4 | 8.5 |
| Hull and cargo | - | - | - | - | - | - |
| Personal accident | 1,867 | 4.6 | 2.4 | 1,841 | 4.4 | (1.4) |
| Voluntary automobile | 22,426 | 54.8 | (2.6) | 22,155 | 53.4 | (1.2) |
| Compulsory automobile liability | 3,164 | 7.7 | (7.6) | 2,854 | 6.9 | (9.8) |
| Others | 5,257 | 12.9 | 6.2 | 5,745 | 13.8 | 9.3 |
| Total | 40,913 | 100.0 | 0.6 | 41,489 | 100.0 | 1.4 |
| Deposit premiums from policyholders | 306 | - | (5.2) | 283 | - | (7.4) |

Net premiums written

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|---------------------------------|--|-------------------|----------------|--|-------------------|----------------|
| | Amount | Composition ratio | Rate of change | Amount | Composition ratio | Rate of change |
| | | % | % | | % | % |
| Fire and allied lines | 4,415 | 12.2 | (6.0) | 4,934 | 13.3 | 11.8 |
| Hull and cargo | 0 | 0.0 | - | - | - | (100.0) |
| Personal accident | 1,852 | 5.1 | 2.4 | 1,826 | 4.9 | (1.4) |
| Voluntary automobile | 22,291 | 61.4 | (2.9) | 22,015 | 59.4 | (1.2) |
| Compulsory automobile liability | 2,806 | 7.7 | (13.6) | 2,839 | 7.7 | 1.1 |
| Others | 4,962 | 13.7 | 3.3 | 5,448 | 14.7 | 9.8 |
| Total | 36,328 | 100.0 | (3.1) | 37,065 | 100.0 | 2.0 |

Net claims paid

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | | | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | | |
|---------------------------------|--|----------------|------------|--|----------------|------------|
| | Amount | Rate of change | Loss ratio | Amount | Rate of change | Loss ratio |
| | | % | % | | % | % |
| Fire and allied lines | 5,794 | 19.0 | 135.7 | 4,185 | (27.8) | 89.5 |
| Hull and cargo | 0 | 1,634.8 | 20,951.1 | 0 | (93.7) | - |
| Personal accident | 589 | (3.0) | 36.3 | 631 | 7.1 | 39.6 |
| Voluntary automobile | 9,890 | 2.2 | 52.8 | 10,438 | 5.5 | 56.1 |
| Compulsory automobile liability | 2,159 | (8.8) | 83.5 | 2,062 | (4.5) | 81.0 |
| Others | 2,086 | 7.1 | 48.2 | 2,320 | 11.2 | 48.5 |
| Total | 20,519 | 5.4 | 63.8 | 19,638 | (4.3) | 60.5 |

(Note) Loss ratio is calculated on W/P basis.

Reference : E.design Insurance Co., Ltd. (non-consolidated)

Balance sheet

(Yen in millions)

| | As of March 31, 2023 | | As of June 30, 2023 | | Increase (Decrease) |
|---|----------------------|----------------------|---------------------|----------------------|------------------------|
| | Amount | Composition ratio | Amount | Composition ratio | |
| Assets | | % | | % | |
| Cash and bank deposits | 35,635 | 69.16 | 30,102 | 62.64 | (5,533) |
| Tangible fixed assets | 157 | 0.31 | 148 | 0.31 | (9) |
| Intangible fixed assets | 9,074 | 17.61 | 8,996 | 18.72 | (78) |
| Other assets | 6,685 | 12.98 | 8,842 | 18.40 | 2,157 |
| Suspense payments | 3,470 | | 6,450 | | 2,979 |
| Other assets | 3,215 | | 2,392 | | (822) |
| Allowance for doubtful accounts | (30) | (0.06) | (30) | (0.06) | 0 |
| Total assets | 51,523 | 100.00 | 48,060 | 100.00 | (3,463) |
| Liabilities | | | | | |
| Insurance liabilities | 34,006 | 66.00 | 32,718 | 68.08 | (1,287) |
| Outstanding claims | 16,790 | | 16,228 | | (561) |
| Underwriting reserves | 17,215 | | 16,490 | | (725) |
| Other liabilities | 4,873 | 9.46 | 3,381 | 7.04 | (1,491) |
| Income taxes payable | 6 | | 3 | | (3) |
| Lease obligations | 30 | | 25 | | (5) |
| Asset retirement obligations | 77 | | 77 | | 0 |
| Other liabilities | 4,758 | | 3,275 | | (1,482) |
| Provision for retirement benefits | 436 | 0.85 | 449 | 0.94 | 13 |
| Provision for employees' bonus | 169 | 0.33 | 81 | 0.17 | (88) |
| Deferred tax liabilities | 1 | 0.00 | 1 | 0.00 | - |
| Total liabilities | 39,486 | 76.64 | 36,633 | 76.22 | (2,853) |
| Net assets | | | | | |
| Share capital | 29,303 | 56.87 | 29,303 | 60.97 | - |
| Capital surplus | 29,303 | 56.87 | 29,303 | 60.97 | - |
| Additional paid-in capital | 29,303 | | 29,303 | | - |
| Retained earnings | (46,570) | (90.39) | (47,180) | (98.17) | (610) |
| Other retained earnings | (46,570) | | (47,180) | | (610) |
| Retained earnings carried forward | (46,570) | | (47,180) | | (610) |
| Total shareholders' equity | 12,037 | 23.36 | 11,427 | 23.78 | (610) |
| Total net assets | 12,037 | 23.36 | 11,427 | 23.78 | (610) |
| Total liabilities and net assets | 51,523 | 100.00 | 48,060 | 100.00 | (3,463) |

Reference : E.design Insurance Co., Ltd. (non-consolidated)

Statement of income

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | Increase (Decrease) |
|--|--|--|------------------------|
| Ordinary income | 8,903 | 8,902 | (0) |
| Underwriting income | 8,906 | 8,906 | (0) |
| Net premiums written | 8,543 | 7,612 | (931) |
| Investment income on deposit premiums | 5 | 6 | 0 |
| Reversal of outstanding claims | 357 | 561 | 204 |
| Reversal of underwriting reserves | - | 725 | 725 |
| Investment income | (5) | (6) | (0) |
| Interest and dividends | 0 | 0 | (0) |
| Transfer of investment income on deposit premiums | (5) | (6) | (0) |
| Other ordinary income | 1 | 2 | 0 |
| Ordinary expenses | 9,176 | 9,509 | 333 |
| Underwriting expenses | 5,838 | 5,943 | 105 |
| Net claims paid | 4,462 | 4,814 | 352 |
| Loss adjustment expenses | 1,025 | 1,030 | 4 |
| Agency commissions and brokerage | 103 | 98 | (4) |
| Provision for underwriting reserves | 247 | - | (247) |
| Operating and general administrative expenses | 3,306 | 3,564 | 257 |
| Other ordinary expenses | 31 | 1 | (30) |
| Interest expenses | 0 | 0 | (0) |
| Ordinary profit (loss) | (273) | (606) | (333) |
| Income (loss) before income taxes | (273) | (606) | (333) |
| Income taxes - current | 5 | 3 | (2) |
| Total income taxes | 5 | 3 | (2) |
| Net income (loss) | (279) | (610) | (330) |
| Underwriting profit (loss) | (238) | (601) | (363) |
| | % | % | % |
| Loss ratio (private sector, E/I basis) | 60.6 | 68.9 | 8.2 |
| Expense ratio (private sector) | 40.2 | 48.5 | 8.3 |
| Combined ratio (private sector) | 100.8 | 117.4 | 16.5 |

Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)

Balance sheet

(Yen in millions)

| | As of March 31, 2023 | | As of June 30, 2023 | | Increase (Decrease) |
|--|----------------------|----------------------|---------------------|----------------------|------------------------|
| | Amount | Composition ratio | Amount | Composition ratio | |
| Assets | | % | | % | |
| Cash and bank deposits | 74,206 | 0.85 | 71,254 | 0.81 | (2,951) |
| Securities | 8,363,942 | 96.05 | 8,434,275 | 96.26 | 70,332 |
| Domestic government bonds | 7,130,635 | | 7,127,460 | | (3,175) |
| Domestic municipal bonds | 5,610 | | 5,610 | | (0) |
| Domestic corporate bonds | 528,776 | | 531,219 | | 2,442 |
| Domestic equity securities | 151 | | 171 | | 19 |
| Foreign securities | 510,641 | | 549,953 | | 39,311 |
| Others | 188,125 | | 219,859 | | 31,734 |
| Loans | 95,063 | 1.09 | 95,211 | 1.09 | 148 |
| Policy loans | 95,063 | | 95,211 | | 148 |
| Tangible fixed assets | 1,323 | 0.02 | 1,258 | 0.01 | (64) |
| Intangible fixed assets | 16,007 | 0.18 | 16,851 | 0.19 | 844 |
| Agency accounts receivable | 244 | 0.00 | 232 | 0.00 | (12) |
| Reinsurance accounts receivable | 1,604 | 0.02 | 1,646 | 0.02 | 42 |
| Other assets | 101,067 | 1.16 | 86,350 | 0.99 | (14,716) |
| Deferred tax assets | 54,847 | 0.63 | 55,463 | 0.63 | 615 |
| Allowance for doubtful accounts | (806) | (0.01) | (812) | (0.01) | (5) |
| Total assets | 8,707,500 | 100.00 | 8,761,732 | 100.00 | 54,232 |
| Liabilities | | | | | |
| Insurance liabilities | 8,001,981 | 91.90 | 8,072,345 | 92.13 | 70,363 |
| Outstanding claims | 78,856 | | 86,944 | | 8,088 |
| Underwriting reserves | 7,850,898 | | 7,917,330 | | 66,431 |
| Reserve for dividends to policyholders | 72,226 | | 68,069 | | (4,156) |
| Agency accounts payable | 7,386 | 0.08 | 5,421 | 0.06 | (1,964) |
| Reinsurance accounts payable | 1,279 | 0.01 | 2,192 | 0.03 | 913 |
| Other liabilities | 522,427 | 6.00 | 536,629 | 6.12 | 14,202 |
| Payables under securities lending transactions | 375,803 | | 371,009 | | (4,794) |
| Income taxes payable | 8,302 | | 21 | | (8,280) |
| Lease obligations | 35 | | 24 | | (10) |
| Other liabilities | 138,286 | | 165,573 | | 27,287 |
| Provision for retirement benefits | 9,221 | 0.11 | 9,374 | 0.11 | 153 |
| Reserves under special laws | 19,346 | 0.22 | 19,617 | 0.22 | 271 |
| Reserve for price fluctuation | 19,346 | | 19,617 | | 271 |
| Total liabilities | 8,561,642 | 98.32 | 8,645,581 | 98.67 | 83,939 |
| Net assets | | | | | |
| Share capital | 55,000 | 0.63 | 55,000 | 0.63 | - |
| Capital surplus | 41,860 | 0.48 | 41,860 | 0.48 | - |
| Additional paid-in capital | 41,860 | | 41,860 | | - |
| Retained earnings | 58,500 | 0.67 | 33,961 | 0.39 | (24,538) |
| Surplus reserve | 13,140 | | 13,140 | | - |
| Other retained earnings | 45,360 | | 20,821 | | (24,538) |
| Retained earnings carried forward | 45,360 | | 20,821 | | (24,538) |
| Total shareholders' equity | 155,360 | 1.78 | 130,821 | 1.49 | (24,538) |
| Unrealized gains (losses) on available-for-sale securities | 13,694 | 0.16 | 18,443 | 0.21 | 4,749 |
| Deferred gains (losses) on hedge transactions | (23,196) | (0.27) | (33,114) | (0.38) | (9,917) |
| Total valuation and translation adjustments | (9,502) | (0.11) | (14,670) | (0.17) | (5,168) |
| Total net assets | 145,857 | 1.68 | 116,150 | 1.33 | (29,706) |
| Total liabilities and net assets | 8,707,500 | 100.00 | 8,761,732 | 100.00 | 54,232 |

Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)

Statement of income

(Yen in millions)

| | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) | Three months ended June 30, 2023 (April 1, 2023 to June 30, 2023) | Increase (Decrease) |
|---|--|--|------------------------|
| Ordinary income | 225,409 | 242,394 | 16,984 |
| Insurance premiums and other | 194,109 | 188,978 | (5,130) |
| Insurance premiums | 192,115 | 186,834 | (5,280) |
| Investment income | 30,218 | 52,411 | 22,192 |
| Interest and dividends | 24,884 | 22,244 | (2,640) |
| Gains on sales of securities | 2,952 | 319 | (2,632) |
| Foreign exchange gains | 2,320 | 3,479 | 1,158 |
| Investment gains on separate accounts | - | 26,354 | 26,354 |
| Other ordinary income | 1,081 | 1,004 | (77) |
| Ordinary expenses | 219,555 | 239,919 | 20,364 |
| Insurance claims and other | 112,121 | 119,965 | 7,843 |
| Insurance claims | 13,611 | 14,116 | 505 |
| Annuity payments | 12,491 | 10,100 | (2,391) |
| Benefits | 16,245 | 13,894 | (2,351) |
| Surrender benefits | 65,686 | 77,525 | 11,839 |
| Other refunds | 1,889 | 2,101 | 211 |
| Provision for underwriting reserves and other | 52,837 | 74,520 | 21,683 |
| Provision for outstanding claims | 6,570 | 8,088 | 1,517 |
| Provision for underwriting reserves | 46,266 | 66,431 | 20,165 |
| Interest on reserve for dividends to policyholders | 0 | 0 | 0 |
| Investment expenses | 20,479 | 11,966 | (8,513) |
| Interest expenses | 469 | 301 | (167) |
| Losses on sales of securities | 3,223 | 0 | (3,223) |
| Loss on valuation of securities | - | 4 | 4 |
| Losses on derivatives | 4,494 | 11,643 | 7,149 |
| Investment losses on separate accounts | 12,292 | - | (12,292) |
| Operating expenses | 29,986 | 29,782 | (204) |
| Other ordinary expenses | 4,130 | 3,685 | (445) |
| Ordinary profit (loss) | 5,853 | 2,474 | (3,379) |
| Extraordinary losses | 299 | 272 | (26) |
| Reversal of reserve for dividends to policyholders | 1,056 | 3,204 | 2,147 |
| Income (loss) before income taxes | 6,611 | 5,406 | (1,204) |
| Income taxes - current | 903 | 151 | (752) |
| Income taxes - deferred | 1,021 | 1,393 | 372 |
| Total income taxes | 1,925 | 1,545 | (380) |
| Net income (loss) | 4,685 | 3,861 | (824) |

Glossary of terminology

- Underwriting profit (loss)

Underwriting profit (loss) = Underwriting income - (Underwriting expenses + Operating and general administrative expenses on underwriting) ± other miscellaneous income and expenses (*)

* Mainly consist of income taxes related to compulsory automobile liability insurance.

- Loss ratio (private sector (*1), E/I basis)

Loss ratio (private sector, E/I basis) = (Net claims paid + Outstanding claims as of the end of current period - Outstanding claims as of the end of previous fiscal year + Loss adjustment expenses) / Earned premiums (*2)

*1 Excluding earthquake insurance under the Law concerning Earthquake Insurance and compulsory automobile liability insurance.

*2 Earned premiums = Net premiums written - Unearned premiums as of the end of current period (*3) + Unearned premiums as of the end of previous fiscal year (*3)

*3 Unearned premiums are premiums corresponding to the remaining duration of insurance policies at the end of the period.

- Expense ratio (private sector)

Expense ratio (private sector) = (Agency commissions and brokerage + Operating and general administrative expenses on underwriting) / Net premiums written

- Combined ratio (private sector)

Combined ratio (private sector) = Loss ratio (private sector, E/I basis) + Expense ratio (private sector)

- Loss ratio (W/P basis)

Loss ratio (W/P basis) = (Net claims paid + Loss adjustment expenses) / Net premiums written