

**Solvency margin ratio on a consolidated basis as of September 30, 2021**

Solvency margin ratio on a consolidated basis (sufficiency of solvency of insurance company and its subsidiaries, etc. to fulfill payment obligations such as insurance claims) of Tokio Marine & Nichido Fire Insurance Co., Ltd. as of September 30, 2021 is as follows.

(Yen in millions)

	As of March 31, 2021	As of September 30, 2021
(A) Total amount of solvency margin	4,754,992	5,127,102
Shareholders' equity less adjusting items	696,016	911,021
Reserve for price fluctuation	109,013	112,094
Contingency reserve	6,623	6,868
Catastrophe loss reserve	981,590	1,023,609
General allowance for doubtful accounts	2,541	2,318
Unrealized gains (losses) on available-for-sale securities and deferred gains (losses) on hedge transactions before tax effect deductions	2,258,883	2,324,955
Unrealized gains (losses) on land	258,223	255,200
Total amount of unrecognized actuarial difference and unrecognized prior service costs before tax effect deductions	(20,203)	(18,586)
Excess of premium reserve, etc.	-	-
Subordinated debt, etc.	200,000	200,000
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	-	-
Deductions	142,571	160,791
Others	404,874	470,413
(B) Total amount of risks $\sqrt{(\sqrt{(R_1^2 + R_2^2)} + R_3 + R_4)^2 + (R_5 + R_6 + R_7)^2} + R_8 + R_9$	1,247,513	1,346,348
General insurance risk on non-life insurance contracts (R <sub>1</sub> )	359,736	378,272
Life insurance risk (R <sub>2</sub> )	15,825	17,094
Third sector insurance risk (R <sub>3</sub> )	38,053	41,626
Insurance risk of Small Amount and Short Term Insurers (R <sub>4</sub> )	-	-
Assumed interest rate risk (R <sub>5</sub> )	17,226	16,855
Minimum guarantee risk on life insurance contracts (R <sub>6</sub> )	-	-
Asset management risk (R <sub>7</sub> )	846,605	913,003
Business administration risk (R <sub>8</sub> )	30,858	33,191
Catastrophe risk on non-life insurance contracts (R <sub>9</sub> )	265,486	292,726
(C) Solvency margin ratio on a consolidated basis $[(A)/\{(B) \times 1/2\}] \times 100$	762.3%	761.6%

(Note) "Solvency margin ratio on a consolidated basis" is calculated in accordance with Article 86-2 and 88 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 company. A ratio exceeding 200% indicates sufficient solvency to fulfill payment obligations such as insurance claims.