Review of Operations

The Toa Reinsurance Company, Limited, and Subsidiaries
For the years ended 31st March 2026 and 2025

Underwriting Income and Expenses

Underwriting income for the consolidated fiscal year decreased ¥1,498 million year on year to ¥297,889 million, mainly owing to a decrease in reversal of outstanding claims. Meanwhile, underwriting expenses for the consolidated fiscal year decreased ¥23,685 million year on year to ¥260,592 million, mainly because provision for underwriting reserves decreased. As a result, underwriting income after deducting underwriting expenses for the consolidated fiscal year amounted to ¥37,297 million, an increase of ¥22,186 million year on year.

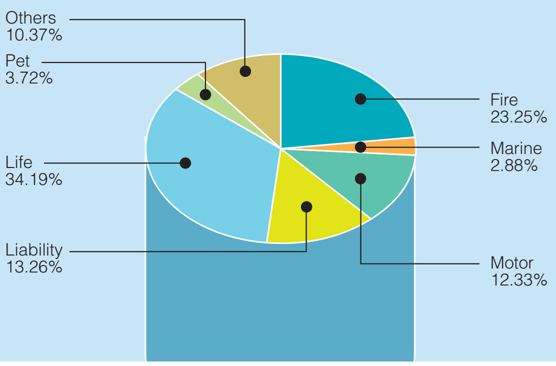
Investment Income and Expenses

Investment income for the consolidated fiscal year decreased ¥5,817 million year on year to ¥36,995 million, mainly owing to a decrease in gain on trading securities. Meanwhile, investment expenses increased ¥2,625 million year on year to ¥4,314 million, mainly owing to an increase in other investment expenses. As a result, investment income after deducting investment expenses for the consolidated fiscal year amounted to ¥32,681 million, a decrease of ¥8,443 million year on year. The return on investment (income yield) decreased 0.30 percentage points to 4.00%.

Ordinary Profit/Loss

Ordinary profit/loss is calculated by deducting underwriting, investment, operating and general administrative expenses, and other ordinary expenses from underwriting, investment, and other ordinary income. For the consolidated fiscal year, ordinary income amounted to ¥50,998 million, an increase of ¥13,184 million year on year. After accounting for extraordinary income, extraordinary loss, current and deferred income taxes, net income attributable to owners of the parent for the consolidated fiscal year amounted to ¥39,270 million, an increase of ¥10,795 million year on year.

Net Premiums Written by Class for the year ended March, 2026



Invested Assets as of the end of March, 2026