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SUMITOMO LIFE

NEWS RELEASE

July 31, 2026

Sumitomo Life Insurance Company

Disclosure of the Solvency Margin Ratio as of March 31, 2026 (Audited Results)

Sumitomo Life Insurance Company (President & CEO: Yukinori Takada) discloses the final results of its solvency margin ratio as of March 31, 2026, as the Economic Value-Based Balance Sheet audit has been completed.

The consolidated solvency margin ratio was 202.7%, sufficient level above the Prescribed Capital Requirement (i.e., 100%) as a solvency control level above which the supervisor does not intervene on capital adequacy grounds.

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１. Solvency Margin Ratio, Qualifying Capital Resources and Capital Requirement (Consolidated)

	As of March 31, 2026
Qualifying capital resources (a)	JPY 8,298.2 bn
Capital requirement (b)	JPY 4,092.0 bn
Solvency margin ratio (a) ÷ (b)	202.7%

*1 The economic value-based regulation is implemented as a solvency regulation and a disclosure requirement from FY2025 from the three standpoints: Policyholder protection, Enhancing risk management of insurers, Provision of information to consumers and market participants.

２．Composition of Qualifying Capital Resources (Consolidated)

(Millions of Yen)

	As of March 31, 2026
Tier 1 capital resources	6,325,781
Tier 1 capital resources before regulatory adjustments	7,929,499
Tier 1 financial instruments for which there is no limit	-
Tier 1 financial instruments for which there is a limit	-
Tier 1 capital elements other than financial instruments	7,929,499
Surplus	2,123,303
Share premium (excluding amounts included in Tier 2 capital resources)	-
Accumulated other comprehensive income	1,835,133
Other capital contributions	-
Non-controlling interests (after application of the limit)	(787)
Economic value-based adjustments	3,971,848
Regulatory adjustments to Tier 1 capital resources	1,603,717
Intangible fixed assets (net of related deferred tax liabilities)	422,210
Deferred tax assets	1,338
Prepaid pension costs or net defined benefit assets (net of related deferred tax liabilities)	241,185
Reciprocal cross-holdings in Tier 1 capital resources	-
Investments in own Tier 1 financial instruments	542,068
Reinsurance assets arising from non-qualifying reinsurance	-
Value of encumbered assets in excess of related liabilities and capital requirements	396,914
Tier 2 capital resources	1,421,911
Tier 2 capital resources before regulatory adjustments	1,421,911
Tier 2 financial instruments	896,455
Amount in excess of the limit on Tier 1 financial instruments for which there is a limit	-
Paid-up Tier 2 financial instruments	896,455
Non-paid-up Tier 2 financial instruments	-
Tier 2 capital elements other than financial instruments	525,455
Share premium resulting from the issuance of financial instruments included in Tier 2 financial instruments	-
Amount deducted from Tier 1 capital resources in respect of encumbered assets	396,914
Tier 2 basket (after application of the limit)	128,541
Regulatory adjustments to Tier 2 capital resources	-
Reciprocal cross-holdings in Tier 2 capital resources	-
Investments in own Tier 2 financial instruments	-
Deduction due to the limit on Tier 2 capital resources	-
Contribution from subsidiaries subject to the deduction and aggregation method	550,590
Qualifying capital resources	8,298,283

３． Composition of Capital Requirement (Consolidated)

(Millions of Yen)

	As of March 31, 2026
Life insurance risk	2,113,688
Mortality risk	246,327
Longevity risk	76,549
Morbidity/Disability risk	467,007
Lapse risk	1,808,700
Expense risk	291,145
Credit for exercising management actions	-
Non-life insurance risk	2,002
Catastrophe risk	47,237
Market risk	3,538,529
Interest rate risk	339,550
Spread risk	394,102
Equity risk	2,286,741
Real estate risk	278,374
Currency risk	1,415,760
Asset concentration risk	62,382
Credit for exercising management actions	-
Credit risk	655,556
Operational risk	151,686
Effect of the cap on the overall credit for management actions	-
Diversification effects	1,543,862
Non-insurance risk	14,573
Capital requirement before tax effects	4,979,412
Utilisable tax effect on capital requirement	1,079,157
Contribution from subsidiaries subject to the deduction and aggregation method	191,795
Capital requirement after tax effects	4,092,050

４．Economic Value-Based Balance Sheet (Consolidated)

(Millions of Yen)

	As of March 31, 2026
Assets:	
Cash and deposits	1,141,142
Call loans	763,400
Monetary claims bought	540,198
Money held in trust	24,949
Securities	29,572,597
Loans	2,348,701
Tangible fixed assets	1,119,766
Land	895,298
Buildings	208,977
Lease assets	6,939
Construction in progress	3,730
Other tangible fixed assets	4,822
Intangible fixed assets	422,351
Software	56,724
Goodwill	281,834
Other intangible fixed assets	83,792
Net defined benefit assets	313,456
Deferred tax assets	1,338
Allowance for possible loan losses	0
Other assets	4,013,088
Assets held in separate accounts	834,137
Reinsurance recoverables	634,179
Total assets	41,729,307

(Millions of Yen)

	As of March 31, 2026
Liabilities:	
Insurance liabilities	26,095,059
Current estimates	25,290,759
Margin Over Current Estimate (MOCE)	804,299
Non-insurance liabilities	7,654,581
Corporate bonds	796,908
Net defined benefit liabilities	2,482
Accrued retirement benefits for directors	2
Deferred tax liabilities	2,035,431
Current tax liabilities	76,722
Other liabilities	4,743,035
Total liabilities	33,749,640
Net assets:	
Total funds, reserve and surplus	2,173,303
Foundation funds	50,000
Reserve for redemption of foundation funds	639,000
Reserve for revaluation	2
Surplus	120,281
Regulatory reserves	1,364,019
Total accumulated other comprehensive income	1,835,133
Net unrealized gains (losses) on available-for-sale securities	1,630,858
Deferred gains (losses) on derivatives under hedge accounting	(90,286)
Land revaluation differences	(43,190)
Foreign currency translation adjustments	161,780
Remeasurements of defined benefit plans	177,786
Valuation differences on insurance contract liabilities of foreign subsidiaries and affiliates	(1,813)
Non-controlling interests	(619)
Economic value-based adjustments	3,971,848
Total net assets	7,979,666

５． Sensitivity Analysis (Consolidated)

	Solvency Margin Ratio	Change (percentage points)
Solvency margin ratio as of March 31, 2026	202.7%	—
50bp upward parallel shift in JPY risk-free yield curve	198.5%	(4.2)
50bp downward parallel shift in JPY risk-free yield curve	207.1%	4.4
50bp upward parallel shift in U.S. dollar risk-free yield curve	201.7%	(1.0)
50bp downward parallel shift in U.S. dollar risk-free yield curve	203.9%	1.2
50bp downward shift in the JPY ultimate forward rate (UFR)	202.6%	(0.1)
10% decline in equity and real estate values	195.6%	(7.1)
10% appreciation of the Japanese yen	202.1%	(0.6)