

FIDELIDADE

SEGUROS DESDE 1808

Consolidated 3Q 2022 Solvency II Guidance

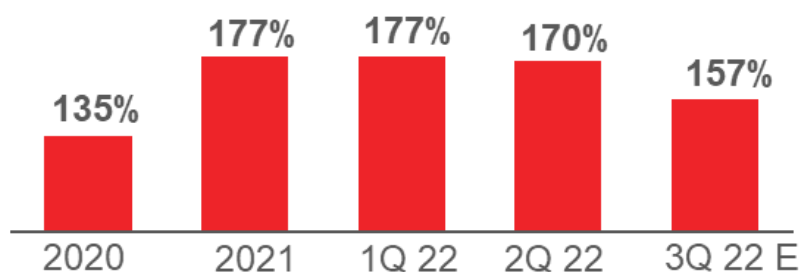
Lisbon, January 9th, 2023

Unaudited figures

Solvency II ratio

Fidelidade's consolidated 3Q 2022 Solvency II ratio¹ is estimated at 157%, a 13 p.p. reduction compared to June 2022. Fidelidade's own funds decreased 11% relative to the end of the 1H 2022 and closed the semester at 2.928,7 M€. The capital requirement was 1.869,6 M€, a 3% decline.

Fidelidade Consolidated SII Ratio



¹ The Solvency II Fidelidade consolidated 3Q22 guidance presented in this note is an unaudited estimation.

The main driver behind the Solvency II ratio contraction was the acquisition of 49% of Luz Saúde in September 2022. It accounted for approximately an 11 p.p. drop in the ratio.

Own funds were largely affected by the Luz Saúde transaction and to a lesser degree by financial market volatility during the quarter. The solvency capital requirement improvement was primarily the result of market risk reduction as the reshaping of the life financial business continued toward non-guaranteed products.

Outlook

Fidelidade's management is committed to maintaining Fidelidade's Solvency ratio well within the Risk Appetite Framework target of 150% to 180%. During the 4Q 2022 derisking adjustments and organic capital generation are expected to have a positive impact on the year-end Solvency ratio. In addition, Fidelidade continues its longer term capital optimization initiatives such as reshaping its life financial products towards non-guaranteed products and balance sheet optimization measures on subsidiaries.