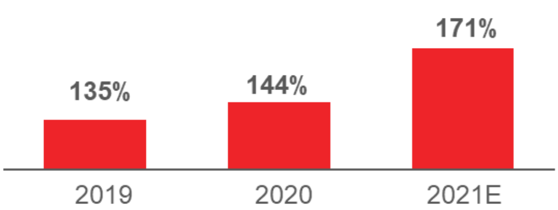
Consolidated 2021 Solvency II Guidance

Lisbon, April 28th, 2022

Solvency II ratio

Fidelidade's consolidated FY 2021 Solvency II ratio[1] is estimated at 171%, a 27 percentage point increase compared to December 2020.

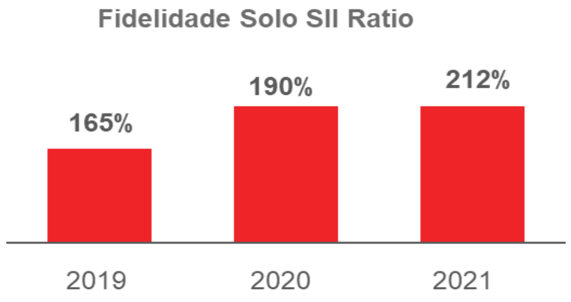
Fidelidade Consolidated Pro-forma SII Ratio



Fidelidade started calculating its consolidated Solvency II ratio in 2020. The 2019 ratio is therefore a pro-forma high level estimation. Following Solvency II standards, these figures consolidate the different subsidiaries, including 91% of La Positiva Seguros.

Fidelidade Solo solvency position (reported on April 12) includes individual accounts of Fidelidade, and subsidiaries are only considered as equity stakes. For reference, the Fidelidade Solo solvency is presented below.

[1] The Solvency II Fidelidade consolidated FY 2021 guidance presented in this note is an unaudited estimation. Audited Solvency II Fidelidade consolidated FY 2021 calculations will be available in the second half of May 2022.



Solvency II ratio evolution

The main drivers supporting the 2021 consolidated Solvency II ratio increase were the Tier II notes Fidelidade issued last June (+26p.p.) as part of its strategy of improving its capital structure efficiency. In addition, 2021 organic capital generation had an important impact on the ratio, with Net Income reaching 270 M€ (+14p.p.).

On the other hand, factors negatively affecting solvency position include the supplementary capital partial reimbursement in December 2021 of 150M€ (-8p.p.) and the strong top-line growth throughout the year, implying a rise in solvency capital requirements (-4p.p.).

Outlook

Fidelidade management team keeps committed to strengthening solvency position of the company going forward. In that sense, Fidelidade will proceed with its ongoing capital optimization strategy. As part of the effort to manage more efficiently the balance sheet, the company remains focused on the reshaping of the life savings business towards non-guaranteed products, thus reducing the capital intensity of the business. Finally, in 2022, important steps will be made to manage adequately subsidiaries' use of capital.