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Financial Figures for the Interim Consolidated Fiscal Period Ended September 30, 2005

November 22, 2005

**Sompo Japan Insurance Inc.**

## Interim Consolidated Balance Sheet

(Millions of yen)

Books closed Item	End of previous interim fiscal period (at September 30, 2004)		End of this interim fiscal period (at September 30, 2005)		Increase (decrease)	End of previous fiscal year (at March 31, 2005)	
	Amount	% of total	Amount	% of total		Amount	% of total
<b>Assets:</b>							
Cash and deposits	265,781	4.56	216,913	3.44	(48,868)	221,284	3.77
Call loans	40,000	0.69	20,000	0.32	(20,000)	4,000	0.07
Receivables under resale agreements	49,998	0.86	29,998	0.48	(19,999)	4,999	0.09
Monetary receivables bought	17,738	0.30	14,226	0.23	(3,512)	11,957	0.20
Money in trust	32,373	0.56	29,032	0.46	(3,341)	27,237	0.46
Securities	4,203,893	72.20	4,845,917	76.96	642,024	4,464,644	76.00
Loans	496,735	8.53	464,367	7.37	(32,368)	471,245	8.02
Property and equipment	260,575	4.48	234,568	3.73	(26,006)	239,695	4.08
Other assets	391,919	6.73	431,825	6.86	39,905	422,228	7.19
Deferred tax assets	59,473	1.02	3,711	0.06	(55,762)	1,313	0.02
Consolidation goodwill	31,519	0.54	29,649	0.47	(1,869)	30,585	0.52
Allowance for possible loan losses	(27,253)	(0.47)	(23,088)	(0.37)	4,165	(24,183)	(0.41)
Allowance for possible losses on investment securities	(137)	(0.00)	(130)	(0.00)	7	(149)	(0.00)
<b>Total assets</b>	<b>5,822,616</b>	<b>100.00</b>	<b>6,296,990</b>	<b>100.00</b>	<b>474,373</b>	<b>5,874,858</b>	<b>100.00</b>
<b>Liabilities:</b>							
Underwriting reserves:	4,678,126	80.34	4,716,475	74.90	38,348	4,620,254	78.64
Reserve for outstanding losses and claims	664,794		651,755			644,501	
Liability reserves	4,013,331		4,064,720			3,975,753	
Convertible bonds	15,000	0.26	-	-	(15,000)	-	-
Other liabilities	190,661	3.27	221,625	3.52	30,964	224,971	3.83
Accrued severance benefits	116,063	1.99	88,845	1.41	(27,217)	84,931	1.45
Reserve for bonus payments	14,757	0.25	14,887	0.24	130	12,557	0.21
Price fluctuation reserve	14,316	0.25	20,817	0.33	6,500	17,582	0.30
Deferred tax liabilities	662	0.01	127,784	2.03	127,121	11,870	0.20
<b>Total liabilities</b>	<b>5,029,587</b>	<b>86.38</b>	<b>5,190,435</b>	<b>82.43</b>	<b>160,847</b>	<b>4,972,168</b>	<b>84.63</b>
Minority interests	338	0.01	409	0.01	71	396	0.01
<b>Shareholders' equity:</b>							
Common stock	70,000	1.20	70,000	1.11	-	70,000	1.19
Additional paid-in capital	24,229	0.42	24,232	0.38	2	24,229	0.41
Retained earnings	210,624	3.62	284,311	4.52	73,686	254,744	4.34
After-tax unrealized gains on securities available for sale	498,211	8.56	735,763	11.68	237,551	563,708	9.60
Foreign currency conversion adjustments	(7,825)	(0.13)	(5,367)	(0.09)	2,457	(7,666)	(0.13)
Treasury stock	(2,550)	(0.04)	(2,794)	(0.04)	(244)	(2,722)	(0.05)
<b>Total shareholders' equity</b>	<b>792,690</b>	<b>13.61</b>	<b>1,106,144</b>	<b>17.57</b>	<b>313,453</b>	<b>902,294</b>	<b>15.36</b>
<b>Total liabilities, minority interests and shareholders' equity</b>	<b>5,822,616</b>	<b>100.00</b>	<b>6,296,990</b>	<b>100.00</b>	<b>474,373</b>	<b>5,874,858</b>	<b>100.00</b>

## Interim Consolidated Statement of Income

(Millions of yen)

Item	Term	Previous interim fiscal period (April 1, 2004 to September 30, 2004)		This interim fiscal period (April 1, 2005 to September 30, 2005)		Increase (decrease)	Summary of consolidated statement of income for the previous fiscal period (April 1, 2004 to March 31, 2005)	
	Amount	% of total	Amount	% of total	Amount		% of total	
Ordinary income and losses	Ordinary income	955,055	100.00	954,189	100.00	(865)	1,899,801	100.00
	Underwriting income:	903,219	94.57	900,070	94.33	(3,149)	1,792,712	94.36
	Net premiums written	701,209		708,220			1,376,232	
	Deposits of premiums by policyholders	97,737		77,299			192,801	
	Interest and dividend income on deposits of premiums, etc.	22,271		21,829			46,294	
	Life insurance premiums written	77,355		87,527			174,625	
	Investment income:	45,611	4.78	50,502	5.29	4,891	93,837	4.94
	Interest and dividend income	43,192		51,538			94,511	
	Investment gains on money held in trust	1,214		1,066			1,701	
	Realized gain on sales of securities	21,463		17,124			42,046	
	Transfer of interest and dividend income on deposits of premiums, etc.	(22,271)		(21,829)			(46,294)	
	Other ordinary income	6,225	0.65	3,616	0.38	(2,608)	13,251	0.70
	Ordinary expenses:	967,807	101.34	902,720	94.61	(65,087)	1,830,556	96.36
	Underwriting expenses:	822,302	86.10	770,810	80.78	(51,491)	1,553,618	81.78
	Net loss paid	357,916		379,513			828,493	
	Loss adjustment expenses	32,239		31,262			63,770	
	Net commissions and brokerage fees	122,291		128,251			245,444	
	Maturity refunds to policyholders	127,323		118,245			272,878	
	Life insurance claims paid	15,923		17,533			33,427	
	Provision of reserve for outstanding losses and claims	70,925		6,408			50,183	
Provision of liability reserves	93,930		89,124			57,017		
Investment expenses:	15,092	1.58	3,907	0.41	(11,185)	20,552	1.08	
Loss on money in trust	129		0			258		
Investment loss on securities for trading purposes	63		28			83		
Realized loss on sales of securities	1,699		265			4,896		
Devaluation loss on securities	1,105		1,570			1,608		
Operating, general and administrative expenses	129,629	13.57	126,715	13.28	(2,913)	254,975	13.42	
Other ordinary expenses	782	0.08	1,286	0.13	503	1,410	0.07	
Interest paid	84		92			206		
Ordinary profit (loss)	(12,751)	(1.34)	51,469	5.39	64,221	69,244	3.64	
Special gains and losses	Special gain:	35,072	3.67	12,290	1.29	(22,782)	53,547	2.82
	Special loss:	9,527	1.00	5,981	0.63	(3,545)	31,830	1.68
	Impairment losses	-		233			15,671	
	Provision for price fluctuation reserve	3,023		3,234			6,289	
	Other special loss	6,504		2,513			9,869	
Income before income taxes and minority interests	12,793	1.34	57,778	6.06	44,984	90,961	4.79	
Income taxes (corporate income tax, inhabitant tax, etc.)	1,653	0.17	2,873	0.30	1,220	3,389	0.18	
Deferred income taxes	3,377	0.35	16,360	1.71	12,983	35,768	1.88	
Gain (loss) on minority interests	(18)	(0.00)	6	0.00	25	38	0.00	
Net income	7,780	0.81	38,536	4.04	30,756	51,765	2.72	

Note) Amounts less than the minimum unit are rounded down, whereas percentages are rounded to the nearest whole number.