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February 13, 2009

SOMPO JAPAN INSURANCE INC.**Consolidated Financial Results for the 3rd Quarter of the Fiscal Year Ending March 31, 2009**

Company Name: SOMPO JAPAN INSURANCE INC. ("SJI")

Listed on the Tokyo(First Section), Osaka(First Section), Nagoya(First Section), Fukuoka, and Sapporo Stock Exchange

Stock Code Number: 8755

(URL <http://www.sompo-japan.co.jp/>)

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Date of filing Quarterly Financial Report: February 13, 2009

Note) Any amount less than the minimum unit on each table is disregarded, whereas percentages are rounded to the nearest whole number.

1. Consolidated Financial Results for the 3rd Quarter of the Fiscal Year Ending March 31, 2009

(9 months results from April 1 to December 31, 2008)

(1) Consolidated Results of Operations

	Ordinary income		Ordinary profit		Net income	
	millions of yen	%	millions of yen	%	millions of yen	%
3rd quarter of this fiscal year (April 1 to December 31, 2008)	1,347,080	—	(3,213)	—	(594)	—
3rd quarter of previous fiscal year (April 1 to December 31, 2007)	1,423,887	—	81,169	—	51,452	—

Note) The percentages are changes from corresponding period of previous fiscal year.

	Net income per share	Diluted net income per share
	yen	yen
3rd quarter of this fiscal year (April 1 to December 31, 2008)	(0.60)	—
3rd quarter of previous fiscal year (April 1 to December 31, 2007)	52.26	52.23

(2) Consolidated Financial Conditions

	Total assets	Total net assets	Equity ratio	Total net assets per share
	millions of yen	millions of yen	%	yen
3rd quarter of this fiscal year (As of December 31, 2008)	5,928,555	689,351	11.6	698.10
Previous fiscal year (As of March 31, 2008)	6,450,734	1,071,176	16.6	1,086.86

Reference) Equity capital: As of December 31, 2008: 687,315 million yen As of March 31, 2008: 1,070,072 million yen

2. Dividends

	Dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual
	yen	yen	yen	yen	yen
Previous fiscal year (April 1, 2007 to March 31, 2008)	—	—	—	20.00	20.00
This fiscal year (April 1, 2008 to March 31, 2009)	—	—	—	—	—
This fiscal year (April 1, 2008 to March 31, 2009) (Forecast)	—	—	—	20.00	20.00

Note) Revision of forecasts for dividends during the 3rd quarter : None

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2009 (April 1, 2008 to March 31, 2009)

	Ordinary income		Ordinary profit		Net income		Net income per share
	millions of yen	%	millions of yen	%	millions of yen	%	yen
This fiscal year (April 1, 2008 to March 31, 2009)	1,790,000	(5.5)	(79,000)	—	(52,000)	—	(52.81)

Notes) 1. Revision of forecasts for the fiscal year during the 3rd quarter : None
 2. The percentages are changes from corresponding period of previous fiscal year.

4. Others

(1) Changes in significant subsidiaries during this period : No

(2) Adoption of simplified accounting methods or accounting methods used specifically for quarterly consolidated financial statements : Yes

Note) Please refer to "4. Others" in Qualitative information and financial statements on page 3 for details.

(3) Changes in accounting policies, procedures and presentation rules during this period

① Changes due to revisions of accounting standards : Yes

② Changes due to other reasons : Yes

Note) Please refer to "4. Others" in Qualitative information and financial statements on page 3 for details.

(4) Number of common shares

① Total outstanding shares including treasury stock

As of December 31, 2008: 987,733,424 shares As of March 31, 2008: 987,733,424 shares

② Treasury stock

As of December 31, 2008: 3,191,302 shares As of March 31, 2008: 3,181,995 shares

③ Average outstanding shares

9 months ended December 31, 2008: 984,541,645 shares

9 months ended December 31, 2007: 984,508,986 shares

(Notes for using forecasted information etc.)

The forecast on this document is based on information available as of the date of publication of this document or practical premise, the actual result may considerably differ due to various factors.

SJI has applied "Accounting Standard for Quarterly Financial Statements" (ASBJ Statement No. 12) and "Implementation Guidance for Accounting Standard for Quarterly Financial Statements" (ASBJ Guidance No. 14) from this fiscal year, and prepared its quarterly consolidated financial statements in accordance with the Quarterly Consolidated Financial Statements Regulations.

Qualitative Information and Financial Statements

1. Qualitative Information related to the Consolidated Results of Operations

Underwriting income was 1,246.8 billion yen, investment income was 93.7 billion yen and other ordinary income was 6.4 billion yen. In total, ordinary income was 1,347.0 billion yen.

Underwriting expenses were 1,021.3 billion yen, investment expenses were 107.2 billion yen, operating, general and administrative expenses were 220.5 billion yen and other ordinary expenses were 1.2 billion yen. In total, ordinary expenses were 1,350.2 billion yen.

As a result, ordinary loss was 3.2 billion yen and net loss was 0.5 billion yen.

2. Qualitative Information related to the Consolidated Financial Conditions

Total assets decreased by 522.1 billion yen from March 31, 2008 to 5,928.5 billion yen on December 31, 2008, mainly due to the decrease in domestic stocks.

Total net assets decreased by 381.8 billion yen from March 31, 2008 to 689.3 billion yen on December 31, 2008, due to the decrease in unrealized gains on domestic stocks.

3. Qualitative Information related to the Consolidated Forecasts

There is no change on the forecasts at present as disclosed on November 19, 2008.

4. Others

(1) Changes in significant subsidiaries during this period

None.

(2) Adoption of simplified accounting methods or accounting methods used specifically for quarterly consolidated financial statements

Income taxes are calculated by a reasonably estimated effective tax rate. The estimated effective tax rate is determined by estimating the effective tax rate after applying tax effect accounting for the fiscal year, including the 3rd quarter of this fiscal year.

(3) Changes in accounting policies, procedures and presentation rules during this period

(Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements)

SJI has applied "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ Practical Issues Task Force No.18, May 17, 2006) from this fiscal year.

This accounting change has no material impact on ordinary loss and income before income taxes and minority interests for 9 months ended December 31, 2008.

(Accounting Standard for Lease Transactions)

No-transfer ownership finance leases had been accounted for using the same method as for operating leases. However, "Accounting Standard for Lease Transactions" (ASBJ Statement No.13, March 30, 2007) and "Implementation Guidance for Accounting Standard for Lease Transactions" (ASBJ Guidance No.16, March 30, 2007) became effective from the fiscal year beginning on and after April 1, 2008. Accordingly, SJI has applied them from this fiscal year. No-transfer ownership finance leases beginning on and after April 1, 2008 are accounted for as normal sales transactions. The lease assets of no-transfer ownership finance leases are depreciated using the straight-line method over the lease term with zero residual value unless residual value is guaranteed by the corresponding lease contracts.

This accounting change has no material impact on ordinary loss and income before income taxes and minority interests for 9 months ended December 31, 2008.

No-transfer ownership finance leases beginning before April 1, 2008 are accounted for using the same method as for operating leases.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of yen)

	End of the 3rd quarter of this fiscal year (as of December 31, 2008)	End of previous fiscal year (as of March 31, 2008)
Assets:		
Cash and deposits	150,611	172,252
Call loans	68,400	108,800
Receivables under resale agreements	70,451	47,947
Monetary receivables bought	44,051	47,037
Money in trust	24,869	39,429
Securities	4,211,042	4,846,949
Loans	530,009	519,618
Tangible fixed assets	218,338	220,536
Intangible fixed assets	25,458	26,428
Other assets	408,035	428,091
Deferred tax assets	194,021	10,907
Allowance for possible loan losses	(16,735)	(17,264)
Total assets	5,928,555	6,450,734
Liabilities:		
Underwriting funds:	4,954,907	4,969,818
Reserve for outstanding losses and claims	735,682	748,552
Underwriting reserves	4,219,224	4,221,266
Other liabilities	172,708	245,444
Reserve for retirement benefits	101,007	96,516
Reserve for retirement benefits to directors	24	2,502
Reserve for bonus payments	4,629	14,126
Reserve for price fluctuation	5,477	37,908
Deferred tax liabilities	449	13,239
Total liabilities	5,239,204	5,379,557
Net assets:		
Shareholders' equity:		
Common stock	70,000	70,000
Capital surplus	24,229	24,241
Retained earnings	386,503	407,051
Treasury stock	(2,854)	(2,842)
Total shareholders' equity	477,879	498,449
Valuation and translation adjustments:		
Unrealized gains on securities available for sale, net of tax	220,280	571,377
Foreign currency translation adjustments	(10,843)	245
Total valuation and translation adjustments	209,436	571,622
Stock acquisition rights	1,001	557
Minority interests	1,034	546
Total net assets	689,351	1,071,176
Total liabilities and net assets	5,928,555	6,450,734

(2) Consolidated Statement of Income

	(Millions of yen)
	3rd quarter of this fiscal year (April 1 to December 31, 2008)
Ordinary income:	1,347,080
Underwriting income:	1,246,881
Net premiums written	1,004,442
Deposits of premiums by policyholders	111,753
Interest and dividend income on deposits of premiums, etc.	34,292
Life insurance premiums written	90,029
Reversal of reserve for outstanding losses and claims	6,004
Investment income:	93,768
Interest and dividend income	95,528
Investment gain on trading securities	41
Realized gain on sales of securities	15,992
Transfer of interest and dividend income on deposits of premiums, etc.	(34,292)
Other ordinary income	6,430
Ordinary expenses:	1,350,294
Underwriting expenses:	1,021,307
Net claims paid	600,682
Loss adjustment expenses	57,463
Net commissions and brokerage fees	175,764
Maturity refunds to policyholders	151,628
Life insurance claims paid	29,853
Provision for underwriting reserves	855
Investment expenses:	107,200
Investment loss on money in trust	10,606
Realized loss on sales of securities	1,343
Devaluation loss on securities	82,495
Operating, general and administrative expenses	220,537
Other ordinary expenses:	1,248
Interest paid	92
Ordinary profit (loss)	<u>(3,213)</u>
Special gains:	33,043
Reversal of price fluctuation reserve	32,431
Other special gains	612
Special losses:	653
Other special losses	<u>653</u>
Income before income taxes and minority interests	<u>29,176</u>
Income taxes and deferred income taxes	29,835
Gain (loss) on minority interests	<u>(64)</u>
Net income (loss)	<u>(594)</u>

SJI has applied "Accounting Standard for Quarterly Financial Statements" (ASBJ Statement No.12) and "Implementation Guidance for Accounting Standard for Quarterly Financial Statements" (ASBJ Guidance No.14) from this fiscal year, and prepared its quarterly financial statements in accordance with "Regulations concerning the Terminology, Forms and Preparation Methods of the Quarterly Consolidated Financial Statements" and "Enforcement Ordinance of the Insurance Law."

(3) Notes on Going-Concern Assumption

3rd quarter of this fiscal year (April 1 to December 31, 2008)

None.

(4) Notes for Material Changes in Shareholders' Equity

3rd quarter of this fiscal year (April 1 to December 31, 2008)

None.

【Reference】 Consolidated Statement of Income

(Millions of yen)

Term	3rd quarter of previous fiscal year (April 1 to December 31, 2007)
Item	Amount
Ordinary income:	1,423,887
Underwriting income:	1,294,097
Net premiums written	1,038,762
Deposits of premiums by policyholders	101,892
Interest and dividend income on deposits of premiums, etc.	34,205
Life insurance premiums written	118,934
Investment income:	123,816
Interest and dividend income	116,731
Investment gain on money in trust	1,923
Investment gain on trading securities	185
Realized gain on sales of securities	35,625
Transfer of interest and dividend income on deposits of premiums, etc.	(34,205)
Other ordinary income	5,972
Ordinary expenses:	1,342,717
Underwriting expenses:	1,115,040
Net claims paid	599,406
Loss adjustment expenses	54,265
Net commissions and brokerage fees	178,134
Maturity refunds to policyholders	178,534
Life insurance claims paid	28,796
Provision for reserve for outstanding losses and claims	36,891
Provision for underwriting reserves	38,595
Investment expenses:	9,699
Investment loss on money in trust	536
Realized loss on sales of securities	949
Devaluation loss on securities	5,460
Operating, general and administrative expenses	214,073
Other ordinary expenses:	3,904
Interest paid	120
Ordinary profit	81,169
Special gains	1,914
Special losses:	5,306
Provision for price fluctuation reserve	4,804
Other special losses	502
Income before income taxes and minority interests	77,778
Income taxes and deferred income taxes	26,255
Gain on minority interests	70
Net income	51,452

Notes on Going-Concern Assumption

3rd quarter of previous fiscal year (April 1 to December 31, 2007)

None.

6. Other Information

Consolidated and Non-consolidated Major Figures

(Millions of yen)

	3rd quarter of previous fiscal year (9 months from April 1 to December 31, 2007)					3rd quarter of this fiscal year (9 months from April 1 to December 31, 2008)				
	Consolidated		Non-consolidated		Consolidated/ Non- consolidated balance	Consolidated		Non-consolidated		Consolidated/ Non- consolidated balance
	Amount	% increase (decrease)	Amount	% increase (decrease)		Amount	% increase (decrease)	Amount	% increase (decrease)	
Ordinary income	1,423,887	—	1,283,478	—	140,408	1,347,080	(5.4)	1,245,695	(2.9)	101,385
Net premiums written	1,038,762	(0.9)	1,020,485	(1.0)	18,277	1,004,442	(3.3)	986,779	(3.3)	17,662
Ordinary profit	81,169	—	65,916	—	15,252	(3,213)	(104.0)	(11,887)	(118.0)	8,674
Net income	51,452	—	41,401	—	10,050	(594)	(101.2)	(6,646)	(116.1)	6,052
Consolidated/ Non-consolidated ratio					1.24					—

Note) "Consolidated/Non-consolidated balance" represents the difference between consolidated amounts and non-consolidated amounts.

"Consolidated/Non-consolidated ratio" represents the proportion of consolidated amounts to non-consolidated amounts.

(Consolidated) Summary of Results of Operations

(Millions of yen)

	3rd quarter of previous fiscal year (April 1 to December 31, 2007)	3rd quarter of this fiscal year (April 1 to December 31, 2008)	Increase (decrease)	% increase (decrease)
				%
Ordinary income and expenses:				
Underwriting income:	1,294,097	1,246,881	(47,216)	(3.6)
Net premiums written	1,038,762	1,004,442	(34,320)	(3.3)
Deposits of premiums by policyholders	101,892	111,753	9,861	9.7
Life insurance premiums written	118,934	90,029	(28,904)	(24.3)
Underwriting expenses:	1,115,040	1,021,307	(93,732)	(8.4)
Net claims paid	599,406	600,682	1,275	0.2
Loss adjustment expenses	54,265	57,463	3,198	5.9
Net commissions and brokerage fees	178,134	175,764	(2,370)	(1.3)
Maturity refunds to policyholders	178,534	151,628	(26,906)	(15.1)
Life insurance claims paid	28,796	29,853	1,057	3.7
Investment income:	123,816	93,768	(30,047)	(24.3)
Interest and dividend income	116,731	95,528	(21,202)	(18.2)
Realized gain on sales of securities	35,625	15,992	(19,632)	(55.1)
Investment expenses:	9,699	107,200	97,501	1,005.3
Realized loss on sales of securities	949	1,343	393	41.5
Devaluation loss on securities	5,460	82,495	77,035	1,410.9
Operating, general and administrative expenses	214,073	220,537	6,463	3.0
Other ordinary income and expenses	2,068	5,181	3,113	150.5
Ordinary profit (loss)	81,169	(3,213)	(84,383)	(104.0)
Special gains and losses:				
Special gains	1,914	33,043	31,129	1,625.7
Special losses	5,306	653	(4,653)	(87.7)
Special gains and losses	(3,391)	32,390	35,782	—
Income before income taxes and minority interests	77,778	29,176	(48,601)	(62.5)
Income taxes and deferred income taxes	26,255	29,835	3,580	13.6
Gain (loss) on minority interests	70	(64)	(135)	(192.1)
Net income (loss)	51,452	(594)	(52,046)	(101.2)

(Consolidated) Premiums Written and Claims Paid by Line of Business

Direct premiums written (including deposits of premiums by policyholders)

(Millions of yen)

Term Business line	3rd quarter of previous fiscal year (April 1 to December 31, 2007)			3rd quarter of this fiscal year (April 1 to December 31, 2008)		
	Amount	% of total amount	% increase (decrease)	Amount	% of total amount	% increase (decrease)
Fire and allied insurance	172,350	14.3	(3.1)	173,405	14.6	0.6
Marine insurance	35,530	2.9	3.8	35,965	3.0	1.2
Personal accident insurance	175,125	14.5	(3.5)	187,650	15.8	7.2
Voluntary automobile insurance	502,549	41.6	(1.4)	499,724	42.2	(0.6)
Compulsory automobile liability insurance	182,518	15.1	0.8	148,033	12.5	(18.9)
Others	139,430	11.5	3.4	139,358	11.8	(0.1)
Total:	1,207,505	100.0	(0.9)	1,184,136	100.0	(1.9)
Deposits of premiums by policyholders	101,892	8.4	(6.0)	111,753	9.4	9.7

Net premiums written

Term Business line	3rd quarter of previous fiscal year (April 1 to December 31, 2007)			3rd quarter of this fiscal year (April 1 to December 31, 2008)		
	Amount	% of total amount	% increase (decrease)	Amount	% of total amount	% increase (decrease)
Fire and allied insurance	109,734	10.6	(3.3)	112,524	11.2	2.5
Marine insurance	29,210	2.8	5.5	28,853	2.9	(1.2)
Personal accident insurance	98,905	9.5	0.4	97,771	9.7	(1.1)
Voluntary automobile insurance	500,642	48.2	(1.4)	497,938	49.6	(0.5)
Compulsory automobile liability insurance	172,422	16.6	(1.5)	140,158	14.0	(18.7)
Others	127,847	12.3	1.6	127,195	12.7	(0.5)
Total	1,038,762	100.0	(0.9)	1,004,442	100.0	(3.3)

Net claims paid

Term Business line	3rd quarter of previous fiscal year (April 1 to December 31, 2007)			3rd quarter of this fiscal year (April 1 to December 31, 2008)		
	Amount	% of total amount	% increase (decrease)	Amount	% of total amount	% increase (decrease)
Fire and allied insurance	45,075	7.5	(32.0)	42,961	7.2	(4.7)
Marine insurance	12,833	2.1	2.8	12,562	2.1	(2.1)
Personal accident insurance	43,903	7.3	11.0	50,444	8.4	14.9
Voluntary automobile insurance	303,978	50.7	2.0	305,492	50.9	0.5
Compulsory automobile liability insurance	121,366	20.2	(0.9)	121,983	20.3	0.5
Others	72,249	12.1	(2.1)	67,237	11.2	(6.9)
Total	599,406	100.0	(2.2)	600,682	100.0	0.2

Note common for the above three tables:

The above figures represent amounts after offsetting internal transactions among consolidated segments.

(Consolidated) Life Insurance Business

Life insurance premiums

(Millions of yen)

	3rd quarter of previous fiscal year (April 1 to December 31, 2007)		3rd quarter of this fiscal year (April 1 to December 31, 2008)	
	Amount	% increase (decrease)	Amount	% increase (decrease)
Life insurance premiums	118,934	% (12.1)	90,029	% (24.3)

Note) The above figures represent amounts after offsetting internal transactions among consolidated segments.

Total amount of policies in force

(Millions of yen)

	End of the 3rd quarter of this fiscal year (as of December 31, 2008)		End of previous fiscal year (as of March 31, 2008)
	Amount	% increase (decrease)	Amount
Individual insurance	10,162,351	% 3.6	9,805,207
Individual annuities	81,799	(1.7)	83,224
Group insurance	2,032,635	1.3	2,006,395
Group annuities	-	-	-

Notes)

1. The above figures represent amounts before offsetting internal transactions among consolidated segments.
2. Amount of "Individual Annuities" represents the sum of annuity fund at the beginning of annuity payment of contract before the beginning of annuity payment and underwriting reserves of contract after the beginning of annuity payment.

Total amount of new policies

(Millions of yen)

	3rd quarter of previous fiscal year (April 1 to December 31, 2007)			3rd quarter of this fiscal year (April 1 to December 31, 2008)		
	Net increase by new policies and conversion	New policies	Net increase by conversion	Net increase by new policies and conversion	New policies	Net increase by conversion
Individual insurance	1,241,166	1,241,166	-	1,242,153	1,242,153	-
Individual annuities	1,651	1,651	-	1,588	1,588	-
Group insurance	28,822	28,822	-	7,025	7,025	-
Group annuities	-	-	-	-	-	-

Notes)

1. The above figures represent amounts before offsetting internal transactions among consolidated segments.
2. Amount of "Net increase by new policies and conversion" for "Individual Annuities." represents annuity fund at the beginning of annuity payment.

Annualized new business premiums (individual insurance and individual annuities)

(Millions of yen)

	3rd quarter of previous fiscal year (April 1 to December 31, 2007)		3rd quarter of this fiscal year (April 1 to December 31, 2008)	
	Amount	% increase (decrease)	Amount	% increase (decrease)
Annualized new business premiums	13,481	% (53.2)	16,119	% 19.6

Note) The above figures represent amounts before offsetting internal transactions among consolidated segments.

(Consolidated) Securities

1. Marketable bonds held to maturity

(Millions of yen)

Item	End of the 3rd quarter of this fiscal year (as of December 31, 2008)			End of previous fiscal year (as of March 31, 2008)		
	Amount on balance sheet	Market value	Unrealized gain (loss)	Amount on balance sheet	Market value	Unrealized gain (loss)
Domestic bonds	736,868	768,159	31,290	662,840	676,655	13,814
Foreign securities	96,350	93,553	(2,796)	101,105	100,820	(284)
Total	833,219	861,713	28,494	763,945	777,475	13,529

2. Marketable securities available for sale

(Millions of yen)

Item	End of the 3rd quarter of this fiscal year (as of December 31, 2008)			End of previous fiscal year (as of March 31, 2008)		
	Historical cost	Amount on balance sheet	Unrealized gain (loss)	Historical cost	Amount on balance sheet	Unrealized gain (loss)
Domestic bonds	1,500,619	1,542,647	42,027	1,566,320	1,593,106	26,785
Domestic stocks	540,398	914,322	373,923	602,416	1,381,077	778,660
Foreign securities	739,605	669,818	(69,787)	752,481	828,079	75,598
Others	100,425	100,261	(163)	111,145	120,390	9,244
Total	2,881,049	3,227,049	346,000	3,032,364	3,922,654	890,289

Notes)

End of the 3rd quarter of this fiscal year (as of December 31, 2008)	End of previous fiscal year (as of March 31, 2008)
1. Beneficiary claims on the loan trust, which are classified as "Monetary receivables bought" on the consolidated balance sheet, are included in "Others."	1. Beneficiary claims on the housing loan trust, which are classified as "Monetary receivables bought" on the consolidated balance sheet, are included in "Others."
2. Impairment losses on marketable securities available for sale amount to 82,418 million yen. Impairment losses on marketable securities available for sale are recognized if market value is declined by more than 30% of their historical cost at the end of the 3rd quarter.	2. Impairment losses on marketable securities available for sale amount to 7,173 million yen. Impairment losses on marketable securities available for sale are recognized if market value is declined by more than 30% of their historical cost at the end of the fiscal year.

(Consolidated) Derivatives

Contract amount, market value and appraisal gains and losses of derivative transactions

(Millions of yen)

Type	Transaction	End of the 3rd quarter of this fiscal year (as of December 31, 2008)			End of previous fiscal year (as of March 31, 2008)		
		Contract amount	Market value	Appraisal gain (loss)	Contract amount	Market value	Appraisal gain (loss)
Currency derivatives	Forward foreign exchange:						
	Short	235,495	230,863	4,631	105,639	101,554	4,085
	Long	33,213	31,346	(1,867)	54,600	53,644	(956)
	Currency option:						
	Short						
	Call	-	-	-	5,350	-	50
Long	-*	-	-	50*	-	50	
Put	-	-	-	5,250	263	213	
Put	-*	-	-	50*	263	213	
Bond derivatives	Bond future:						
	Long	57,369	57,717	348	16,532	17,163	631
	Bond forward:						
Long	-	-	-	3,351	3,396	45	
Others	Credit derivatives:						
	Long	5,000			4,500		
		235*	816	581	97*	162	64
	Weather derivatives:						
	Short	301			369		
		15*	15	(0)	8*	15	(7)
	Long	-			170		
		-*	-	-	-*	-	-
	Earthquake derivatives:						
	Short	4,160			3,660		
	129*	12	117	98*	0	98	
Long	3,735			3,285			
	389*	247	(142)	288*	213	(75)	
Other forward:							
Long	742	767	24	-	-	-	
Total				3,693			4,149

Notes)

1. Derivative transactions to which hedge accounting methods are applied are excluded from this table.
2. Amounts with an asterisk (*) represent the option premiums booked on the consolidated balance sheet.

(Non-consolidated) Summary of Results of Operations

(Millions of yen)

	3rd quarter of previous fiscal year (April 1 to December 31, 2007)	3rd quarter of this fiscal year (April 1 to December 31, 2008)	Increase (decrease)	% increase (decrease)
				%
Direct premiums written (including deposits of premiums by policyholders)	1,172,883	1,151,312	(21,571)	(1.8)
Direct premiums written	1,070,991	1,039,558	(31,432)	(2.9)
Ordinary income and expenses:				
Underwriting income:	1,172,142	1,164,664	(7,477)	(0.6)
Net premiums written	1,020,485	986,779	(33,705)	(3.3)
Deposits of premiums by policyholders	101,892	111,753	9,861	9.7
Underwriting expenses:	1,025,462	969,337	(56,124)	(5.5)
Net claims paid	589,785	592,173	2,387	0.4
Loss adjustment expenses	53,637	56,637	3,000	5.6
Net commissions and brokerage fees	166,751	163,876	(2,875)	(1.7)
Maturity refunds to policyholders	178,534	151,628	(26,906)	(15.1)
Investment income:	106,362	76,247	(30,114)	(28.3)
Interest and dividend income	100,483	79,060	(21,422)	(21.3)
Realized gain on sales of securities	34,929	15,256	(19,673)	(56.3)
Investment expenses:	9,001	103,996	94,995	1,055.3
Realized loss on sales of securities	584	1,155	571	97.7
Devaluation loss on securities	5,384	81,324	75,939	1,410.3
Operating, general and administrative expenses	180,501	182,519	2,017	1.1
Operating, general and administrative expenses related to underwriting insurance	167,368	171,925	4,557	2.7
Other ordinary income and expenses	2,377	3,054	676	28.4
Ordinary profit (loss)	65,916	(11,887)	(77,804)	(118.0)
Underwriting profit (loss)	(23,677)	20,919	44,596	—
Special gains and losses:				
Special gains	1,702	32,888	31,186	1,831.8
Special losses	5,257	620	(4,637)	(88.2)
Special gains and losses	(3,555)	32,268	35,824	—
Income before income taxes	62,361	20,381	(41,980)	(67.3)
Income taxes and deferred income taxes	20,959	27,028	6,068	29.0
Net income (loss)	41,401	(6,646)	(48,048)	(116.1)
Ratios:				
Loss ratio	63.1 %	65.8 %	2.7 %	
Expense ratio	32.7	34.0	1.3	
Underwriting balance ratio	4.2	0.2	(4.0)	

Notes)

1. Loss ratio=(Net claims paid+Loss adjustment expenses)/Net premiums written

2. Expense ratio=(Net commissions and brokerage fees

+Operating, general and administrative expenses related to underwriting insurance)/Net premiums written

3. Underwriting balance ratio=(Net premiums written-Net claims paid-Loss adjustment expenses-Operating expenses)
/Net premiums written

(Non-consolidated) Premiums Written and Claims Paid by Line of Business

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Term Business line	3rd quarter of previous fiscal year (April 1 to December 31, 2007)			3rd quarter of this fiscal year (April 1 to December 31, 2008)		
	Amount	% of total amount	% increase (decrease)	Amount	% of total amount	% increase (decrease)
		%	%		%	%
Fire and allied insurance	134,246	12.5	(4.5)	138,419	13.3	3.1
Marine insurance	27,257	2.5	2.9	28,513	2.7	4.6
Personal accident insurance	99,747	9.3	0.4	98,688	9.5	(1.1)
Voluntary automobile insurance	497,911	46.5	(1.4)	495,575	47.7	(0.5)
Compulsory automobile liability insurance	182,518	17.0	0.8	148,033	14.2	(18.9)
Others	129,310	12.1	3.4	130,328	12.5	0.8
Total:	1,070,991	100.0	(0.6)	1,039,558	100.0	(2.9)
Deposits of premiums by policyholders	101,892	—	(6.0)	111,753	—	9.7

Net premiums written

Term Business line	3rd quarter of previous fiscal year (April 1 to December 31, 2007)			3rd quarter of this fiscal year (April 1 to December 31, 2008)		
	Amount	% of total amount	% increase (decrease)	Amount	% of total amount	% increase (decrease)
		%	%		%	%
Fire and allied insurance	106,439	10.4	(4.0)	108,896	11.0	2.3
Marine insurance	24,044	2.4	5.4	24,013	2.4	(0.1)
Personal accident insurance	98,771	9.7	0.4	97,532	9.9	(1.3)
Voluntary automobile insurance	496,256	48.6	(1.4)	493,976	50.1	(0.5)
Compulsory automobile liability insurance	172,422	16.9	(1.5)	140,158	14.2	(18.7)
Others	122,550	12.0	1.8	122,201	12.4	(0.3)
Total	1,020,485	100.0	(1.0)	986,779	100.0	(3.3)

Net claims paid

Term Business line	3rd quarter of previous fiscal year (April 1 to December 31, 2007)			3rd quarter of this fiscal year (April 1 to December 31, 2008)		
	Amount	% increase (decrease)	Loss ratio	Amount	% increase (decrease)	Loss ratio
		%	%		%	%
Fire and allied insurance	44,164	(32.3)	43.1	41,642	(5.7)	39.7
Marine insurance	10,677	3.1	47.3	10,786	1.0	48.2
Personal accident insurance	43,816	11.1	48.1	50,338	14.9	56.2
Voluntary automobile insurance	301,098	2.0	67.3	302,872	0.6	68.5
Compulsory automobile liability insurance	121,366	(0.9)	76.3	121,983	0.5	93.9
Others	68,661	(2.1)	59.4	64,550	(6.0)	56.4
Total	589,785	(2.1)	63.1	592,173	0.4	65.8

Note) Loss ratio=(Net claims paid+Loss adjustment expenses)/Net premiums written

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