

[English Translation]

October 1, 2015

Sompo Japan Nipponkoa Holdings, Inc.

### **Incurred Losses Caused by Typhoon No.15**

We'd like to express our heartfelt sympathies for those affected by Typhoon No.15 in August.

We inform you of our incurred losses as of September 30 caused by Typhoon No.15 at our subsidiary, Sompo Japan Nipponkoa Insurance, Inc. (Sompo Japan Nipponkoa) as follows.

We strive to appropriately complete our claim payments as soon as possible so that our customers can restore their lives as fast as they can.

Our financial results benefit from reversal of catastrophic loss reserve. Since we have sufficient adjusted capital, the incurred losses caused by the Typhoon No.15 have limited impact on our financial soundness.

(Reference) Catastrophic loss reserve

To prepare for the claims payment caused by large-scale natural disasters, etc., we set aside a portion of our insurance premiums as catastrophic loss reserve. In each financial reporting period, we calculate loss ratios for each line of insurance. If the loss ratios exceed catastrophic loss ratios established by the Insurance Business Act, we benefit from reversal of catastrophic loss reserve for exceeding portion of loss ratio.

### **Direct Incurred Losses Caused by Typhoon No.15**<sup>\*1</sup>

(Billions of yen)

Fire and Allied Lines		Voluntary Automobile	Total <sup>*3</sup>
General (other than GHLS)	GHLS <sup>*2</sup>		
29.2	3.5	1.4	34.1

\*1 Above figures are flash figures based on information available as of the end of September. They are the sum of claims paid and reserves for outstanding losses and claims (excluding IBNR reserve), and do not reflect the reinsurance coverage. The figures represent the sum for all companies comprising Sompo Japan Nipponkoa's individual policies and coinsurance policies with Sompo Japan Nipponkoa as a leading underwriter. However, GHLS figure reflects Sompo Japan Nipponkoa's coinsurance share.

\*2 Insurance for Government Housing Loan Scheme (GHLS) is available to those who borrow from Japan Housing Finance Agency, and is a coinsurance. Sompo Japan Nipponkoa, as a leading underwriter, provides administrative services as a business agent or stand-in to other companies.

\*3 Direct incurred losses for Sompo Japan Nipponkoa may increase to about ¥39 billion due to increase of the number of reported claims or progress of claim assessment.