

June 11, 2021

Company Name: SOMPO Holdings, Inc.
Representative: Kengo Sakurada, Group CEO, Director
President and Representative Executive Officer
(Securities Code: 8630, the first section of the TSE)

Announcement of Establishment of Sompo Light Vortex, Inc, a Subsidiary for Digital Businesses

Tokyo, June 11, 2021 - SOMPO Holdings ("SOMPO") hereby announces that it has decided to establish a subsidiary as follows.

1. Reason for Establishment

The SOMPO Group has established the Digital Strategy Planning Department in Tokyo and Silicon Valley, USA in 2016 and established a subsidiary in Tel Aviv, Israel in 2018, and has been forming alliances (investment, partnership, and M&A) with partners such as start-ups with digital technologies in order to promote digital transformation (DX) within the Group and create new digital businesses.

The SOMPO Group has recognized opportunities to expand sales of digital solutions to outside parties in the future and set "creation of new customer value" as one of its primary strategies in its Mid-Term Management Plan (FY2021-2023).

In order to further strengthen the creation of attractive content for customers by commercializing the digital domain, we have decided to establish a subsidiary, subject to the approval of relevant authorities.

2. Overview of the Subsidiary

(1) Company Name	SOMPO Light Vortex, Inc.
(2) Address	26-1, Nishi-Shinjuku 1-chome, Shinjuku-ku, Tokyo
(3) Title and name of Representative	Koichi Narasaki, Chief Executive Officer
(4) Summary of Business	Planning, development, and sales of products and services using digital technology
(5) Capital Stock	10 billion yen
(6) Date of Establishment	July 2021 (planned)

(7) Fiscal Year End	End of March	
(8) Shareholder	SOMPO Holdings, Inc. 100%	
(9) Relationship between the subsidiary and SOMPO	Capital Relationship	The subsidiary is 100% owned by SOMPO.
	Personnel Relationship	Officers and employees of SOMPO are scheduled to concurrently serve as officers of the subsidiary (representative directors, directors, and auditors).
	Trading Relationship	SOMPO will be entrusted with the management of the subsidiary.

3. Outlook

SOMPO expects that its impact of the group's consolidated business performance will be minimal, but details are currently in the process of scrutiny and will be announced promptly if any issues that need to be disclosed in the future.