

(English Translation)

Mar. 30, 2023

To whom it may concern:

Company Name: Sompo Holdings, Inc.
Representative: Kengo Sakurada, Group CEO, Director, Chairman and
Representative Executive Officer
(Stock Code 8630: Tokyo Stock Exchange Prime Market)

(Additional Disclosure)

Capital Increase of a Subsidiary of Sompo Seguros S.A. in Connection with the Sale of its
Consumer Business

As announced on May 24, 2022, Sompo Holding, Inc. (“SOMPO”) had entered into a definitive agreement to spin off its consumer business of Sompo Seguros S.A. (“SSeguros”), a Brazilian subsidiary of SOMPO, into a new insurance subsidiary and determined to sell the shares of the new insurance subsidiary to HDI Seguros S.A. (“HDI”), a subsidiary of Talanx AG, a major European insurance company (the “Share Transfer”).

On March 3, 2023, SOMPO announced, that Sompo Consumer Seguradora S.A. (“SCS”), a new insurance subsidiary of SSeguros, has been established as a preparatory company for the spin-off of its consumer business.

SOMPO announced, today that SSeguros and SCS had decided, as part of the spin-off procedure, to carry out a capital increase of SCS (the “Capital Increase”) with SSeguros as the subscriber for the SCS’s new shares. As a result, the amount of SCS’s capital after the Capital Increase, when converted into JPY using the exchange rate as of 29 March 2023, would be equivalent to more than ten percent of SOMPO’s capital.

1. Overview of SCS

(1)	Company name	Sompo Consumer Seguradora S.A.
(2)	Location	Rua Cubatão,320 - 14 Andar - Paraíso São Paulo-SP, CEP04012-911- Brasil
(3)	Name and title of representative	Chief Executive Officer, Alfredo Lália Neto

(4)	Nature of business	Insurance	
(5)	Capital	BRL 450 million (JPY 11.6 billion) *1 *2	
(6)	Date of establishment	November 18, 2022 (Date of completion of commercial registry procedure: March 2, 2023) *3	
(7)	Major shareholders and investment rate	SSeguros (99.99%)	
(8)	SOMPO's relationship with the company	Capital relationship	SSeguros and Sompo International Holdings Brasil Ltda. ("SIHB"), a subsidiary of SOMPO, collectively own 100% of its shares. *4
		Human relationship	None
		Business relationship	None

*1 The amount is expected to increase by BRL 435 million (JPY 11.1 billion) to BRL 450 million (JPY 11.6 billion) as a result of the Capital Increase. And the amount may increase further as a result of the spin-off of SSeguros and the amount of the expected increase will be determined depending on the amount of assets and liabilities related to its consumer business to be transferred at the time of the spin-off.

*2 The exchange rate of BRL 1.00 = JPY 25.82 (as of March. 29, 2023) is applied.

*3 SCS's commercial registry procedure was completed on March 2, 2023 (Brazilian time) and its establishment had retroactively become effective on November 18, 2022.

*4 Prior to the Share Transfer, the shares of SCS held by SIHB will be consolidated into SSeguros, making SSeguros the sole shareholder of SCS.

2. Schedule

(1)	Determination date	May 24, 2022
(2)	Execution date of share transfer	May 24, 2022
(3)	Date of SCS's establishment	November 18, 2022 (Date of completion of commercial registry procedure: March 2, 2023)

(4)	Date of decision on the Capital Increase	March 29, 2023 (Brazilian time)
(5)	Effective date of the Capital Increase	March 30, 2023 (Brazilian time, planned)
(6)	Effective date of company split	In or after April 2023 (planned)
(7)	Date of the Share Transfer	In or after June 2023 (planned)

3. Future Outlook

Upon receipt of relevant regulatory approvals, SSeguros will proceed with the transfer of all assets and liabilities related to the consumer business to SCS via an absorption-type company split and then complete the Share Transfer.

4. Impact on Financial Results

Capital gains/losses generated through this transaction will not be included in the adjusted net income of the overseas insurance and reinsurance business.

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