SOMPO HOLDINGS

UNOFFICIAL TRANSLATION

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Summary of Consolidated Financial Results for the six months ended September 30, 2024

Supplementary Information

November 19, 2024

Sompo Holdings, Inc.

（ Securities Code : 8630 ）

Summary of Consolidated Financial Results for the six months ended September 30, 2024
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1. Overview of Consolidated Financial Results for the six months ended September 30, 2024

(1) Sompo Holdings, Inc.

Overview of Consolidated Financial Results for the six months ended September 30, 2024

(Billions of yen)

		Six months ended September 30, 2023 (April 1 to September 30, 2023)	Six months ended September 30, 2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
					%
Ordinary income:	(1)	2,659	2,962	303	11.4
Net premiums written:	(2)	2,088	2,261	172	8.3
Sompo Japan Insurance Inc.	(3)	1,124	1,142	17	1.6
Overseas consolidated subsidiaries	(4)	924	1,078	153	16.6
Life insurance premiums written	(5)	155	155	0	0.3
Ordinary profit	(6)	181	346	165	91.4
Net income attributable to shareholders of the parent:	(7)	131	262	130	99.4
Sompo Japan Insurance Inc.	(8)	66	90	23	36.2
Overseas consolidated subsidiaries	(9)	82	134	51	62.3
Sompo Himawari Life Insurance, Inc.	(10)	8	10	1	21.2
Nursing Care business consolidated subsidiaries	(11)	3	2	(0)	(22.2)
Others and consolidation adjustment, etc.	(12)	(29)	24	53	

The impact of Sompo Japan Insurance Inc.'s domestic natural disasters excluding household earthquake insurance during the period

(Billions of yen)

		Six months ended September 30, 2023 (April 1 to September 30, 2023)	Six months ended September 30, 2024 (April 1 to September 30, 2024)	Increase (Decrease)
Net claims paid	(1)	35	24	(10)
Change in reserve for outstanding losses and claims	(2)	45	44	(0)
Net incurred loss	(3)	80	69	(11)

(Reference) SOMPO HOLDINGS' numerical management targets

(Billions of yen)

	Six months ended September 30, 2023 (April 1 to September 30, 2023)	Six months ended September 30, 2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
				%
Adjusted consolidated profit:	133	155	22	16.8
Sompo Japan Insurance Inc.	28	29	1	4.4
Overseas consolidated subsidiaries	81	105	23	28.4

(2) Sompo Japan Insurance Inc.

Summary of Results of Operations

(Billions of yen)

		Six months ended September 30,2023 (April 1 to September 30, 2023)	Six months ended September 30,2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
Ordinary income and expenses:					%
Underwriting income and expenses:(Note)					
Direct premiums written	(1)	1,262	1,294	31	2.5
(+) Net premiums written	(2)	1,124	1,142	17	1.6
(-) Net claims paid	(3)	653	655	2	0.4
(-) Loss adjustment expenses	(4)	59	62	3	5.5
(-) Net operating expenses:	(5)	373	385	12	3.3
Net commissions and brokerage fees	(6)	219	223	4	1.9
Operating, general and administrative expenses related to underwriting	(7)	153	161	8	5.3
Underwriting result	(8)	39	38	(0)	(1.0)
(-) Change in reserve for outstanding losses and claims	(9)	50	44	(6)	(12.1)
(-) Change in Ordinary Underwriting Reserves	(10)	(5)	(6)	(0)	—
(-) Change in Catastrophic Loss Reserve	(11)	(12)	16	28	—
(+) Other underwriting income and expenses	(12)	4	1	(2)	(60.9)
Underwriting profit	(13)	11	(14)	(25)	(220.2)
Investment income and expenses:					
(+) Interest and dividend income	(14)	60	67	7	11.9
(+) Transfer of interest and dividend income on deposits of premiums, etc.	(15)	(14)	(13)	0	—
Net Interest and dividend income	(16)	46	53	7	16.0
(+) Gains and losses on sales of securities	(17)	40	109	68	167.0
(-) Impairment losses on securities	(18)	1	1	(0)	(2.5)
(+) Gains and losses on derivatives	(19)	(7)	(8)	(1)	—
(+) Other investment income and expenses	(20)	7	(5)	(12)	(166.5)
Gross investment margin	(21)	86	148	62	71.9
(+) Other ordinary income and expenses, etc.	(22)	(6)	(11)	(4)	—
Ordinary profit	(23)	91	123	32	35.2
Extraordinary gains and losses:					
(+) Extraordinary gains	(24)	0	0	(0)	(77.6)
(-) Extraordinary losses	(25)	2	2	0	2.2
Extraordinary gains and losses	(26)	(2)	(2)	(0)	—
Net income before income taxes	(27)	88	120	31	35.8
(-) Total income taxes	(28)	22	30	7	34.5
Net income	(29)	66	90	23	36.2
Ratios:		%	%	%	
Net loss ratio	(30)	63.3	62.9	(0.5)	
Net operating expenses ratio	(31)	33.2	33.8	0.6	
Combined ratio	(32)	96.5	96.6	0.1	
Reference: Ratios excluding earthquake insurance and compulsory automobile liability insurance					
E/I loss ratio	(33)	67.4	65.6	(1.7)	
E/I combined ratio	(34)	100.7	99.3	(1.4)	

Note) Profit or losses by maturity refunds, etc. of savings-type insurance are not included in underwriting income and expenses.

(3) Overseas consolidated subsidiaries

Summary of Results of Major items

(Billions of yen)

		Six months ended September 30,2023 (April 1 to September 30, 2023)	Six months ended September 30,2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
					%
Net premiums written	(1)	924	1,078	153	16.6
Underwriting profit	(2)	42	36	(5)	(13.7)
Interest income, etc.	(3)	62	102	40	65.5
Realized and unrealized investment gains and losses	(4)	11	(22)	(34)	(293.1)
Net income attributable to shareholders of the parent	(5)	82	134	51	62.3

Reference: Indicators related to SI commercial insurance

(Billions of yen)

		Six months ended September 30,2023 (April 1 to September 30, 2023)	Six months ended September 30,2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
					%
Net premiums written	(6)	849	997	147	17.3
Underwriting profit	(7)	49	42	(6)	(13.8)
E/I loss ratio	(8)	65.6	64.4	(1.2)	
E/I combined ratio	(9)	92.1	94.1	2.0	
Net incurred loss due to natural disasters	(10)	20	19	(0)	(4.6)

Note) This table includes figures for internal performance management. SI stands for Sompo International Holdings Ltd.

(4) Sompo Himawari Life Insurance, Inc.

Summary of Results of Major items

(Billions of yen)

		Six months ended September 30,2023 (April 1 to September 30, 2023)	Six months ended September 30,2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
					%
Insurance premiums and other	(1)	212	212	(0)	(0.0)
Net premiums written	(2)	153	155	2	1.9
Ordinary profit	(3)	14	17	3	20.8
Net income	(4)	8	10	1	21.2

(5) Sompo Japan Insurance Inc.

Summary of Results of Major items

(a) Direct premiums written (excluding deposits of premiums by policyholders)

(Billions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)		Six months ended September 30, 2024 (April 1 to September 30, 2024)		
	Amount	Rate of change	Amount	Increase (Decrease)	Rate of change
		%			%
Fire and allied insurance	265	(12.5)	289	23	8.9
Marine insurance	30	(1.2)	30	(0)	(0.1)
Personal accident insurance	88	0.1	87	(0)	(1.0)
Voluntary automobile insurance	541	0.1	544	2	0.5
Compulsory automobile liability insurance	98	(11.0)	96	(2)	(2.1)
Others	237	4.4	245	8	3.5
Total	1,262	(3.1)	1,294	31	2.5
Deposits of premiums by policyholders	35	0.9	32	(3)	(8.7)

(b) Net premiums written

(Billions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)		Six months ended September 30, 2024 (April 1 to September 30, 2024)		
	Amount	Rate of change	Amount	Increase (Decrease)	Rate of change
		%			%
Fire and allied insurance	177	(18.8)	196	19	10.8
Marine insurance	27	(6.1)	28	0	0.7
Personal accident insurance	84	(0.7)	83	(0)	(0.6)
Voluntary automobile insurance	539	0.1	542	3	0.6
Compulsory automobile liability insurance	102	(2.1)	92	(10)	(9.8)
Others	192	4.3	198	5	2.9
Total	1,124	(3.2)	1,142	17	1.6
Excluding household earthquake insurance and compulsory automobile liability insurance	1,021	(3.3)	1,049	27	2.7

(c) Net claims paid

(Billions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)		Six months ended September 30, 2024 (April 1 to September 30, 2024)			
	Amount	Net loss ratio	Amount	Increase (Decrease)	Net loss ratio	Increase (Decrease)
		%			%	%
Fire and allied insurance	134	78.5	114	(19)	60.4	(18.1)
Marine insurance	13	50.8	12	(0)	47.8	(3.0)
Personal accident insurance	36	48.0	39	3	51.9	3.9
Voluntary automobile insurance	301	62.7	325	23	67.4	4.7
Compulsory automobile liability insurance	73	79.2	73	0	88.4	9.2
Others	93	51.4	89	(4)	47.8	(3.6)
Total	653	63.3	655	2	62.9	(0.5)
Excluding household earthquake insurance and compulsory automobile liability insurance	580	61.8	582	1	60.6	(1.1)

(d) Net Incurred Loss during the period due to Natural Disasters in Japan

(Billions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)			Six months ended September 30, 2024 (April 1 to September 30, 2024)		
	Net claims paid	Reserve for outstanding losses and claims	Net incurred loss	Net claims paid	Reserve for outstanding losses and claims	Net incurred loss
Fire and allied insurance	21	33	55	11	31	42
Voluntary automobile insurance	12	10	22	13	13	26
Other than the above	1	1	3	0	0	0
Total excluding household earthquake insurance and compulsory automobile liability insurance	35	45	80	24	44	69

Note) Net incurred loss = Net claims paid + Reserve for outstanding losses and claims

Reserve for outstanding losses and claims represents amounts deducting reinsurance recoverable on unpaid loss from reserve for outstanding losses and claims of direct insurance and assumed reinsurance.

(e) Breakdown of Operating, General and Administrative Expenses and Loss Adjustment Expenses

(Billions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)			Six months ended September 30, 2024 (April 1 to September 30, 2024)		
	Amount	Increase (Decrease)	Rate of change	Amount	Increase (Decrease)	Rate of change
			%			%
Personnel expenses	103	(0)	(0.1)	98	(5)	(4.9)
Non-personnel expenses	108	(1)	(1.0)	124	16	15.6
Others (taxes and contributions)	11	(0)	(2.2)	13	1	12.0
Total	223	(1)	(0.6)	237	13	5.9

(f) Reserve for Outstanding Losses and Claims

(Billions of yen)

Business line	Six months ended September 30, 2023		Six months ended September 30, 2024	
	Balance	Change	Balance	Change
Fire and allied insurance	182	6	184	15
Marine insurance	28	3	30	1
Personal accident insurance	49	1	52	2
Voluntary automobile insurance	422	32	432	17
Compulsory automobile liability insurance	63	1	65	6
Others	264	4	271	0
Total	1,010	50	1,036	44

(g) Ordinary Underwriting Reserves

(Billions of yen)

Business line	Six months ended September 30, 2023		Six months ended September 30, 2024	
	Balance	Change	Balance	Change
Fire and allied insurance	791	(18)	751	(8)
Marine insurance	27	(3)	28	(0)
Personal accident insurance	137	8	139	9
Voluntary automobile insurance	316	(1)	319	2
Compulsory automobile liability insurance	448	(9)	416	(24)
Others	363	19	363	15
Total	2,084	(5)	2,018	(6)

Note) This table excludes reserve for maturity refunds and reserve for dividends to policyholders of savings-type insurance and includes underwriting reserves of earthquake insurance and compulsory automobile liability insurance.

(h) Catastrophic Loss Reserve

(Billions of yen)

Business line	Six months ended September 30, 2023				Six months ended September 30, 2024			
	Reversal	Provision	Balance	Balance ratio	Reversal	Provision	Balance	Balance ratio
				%				%
Fire and allied insurance	44	34	105	29.6	14	37	173	44.0
Marine insurance	—	1	50	90.4	—	1	53	95.6
Personal accident insurance	—	2	78	46.3	—	2	82	49.1
Voluntary automobile insurance	30	17	85	8.0	35	17	17	1.6
Others	0	7	208	54.0	0	7	209	52.7
Total	75	63	527	25.8	51	67	535	25.5

Note) Balance ratio = Balance of catastrophic loss reserve / { Net premiums written (excluding earthquake insurance and compulsory automobile liability insurance) × 2 } × 100

2. Forecasts for the fiscal year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

Sompo Holdings, Inc. (Consolidated)

(Billions of yen)

	Fiscal year ended March 31, 2024 Result	Fiscal year ending March 31, 2025 Original forecast (A)	Fiscal year ending March 31, 2025 Revised forecast (B)	Increase (Decrease) (B)-(A)
Net premiums written	3,690	4,003	3,870	(133)
Life insurance premiums written	311	343	343	—
Ordinary profit	488	320	550	230
Net income attributable to shareholders of the parent:	416	230	400	170
Sompo Japan Insurance Inc.	207	157	288	131
Overseas consolidated subsidiaries	265	199	194	(5)
Sompo Himawari Life Insurance, Inc.	15	19	19	—
Nursing care business consolidated subsidiaries	8	5	5	0
Others and consolidation adjustment, etc. (Note)	(81)	(152)	(107)	44

Note)

"Others and consolidation adjustment, etc." in the above table includes profits and losses of consolidated companies other than the above and adjustments due to consolidation adjustments, etc.

SOMPO HOLDINGS' numerical management targets and dividends

(Billions of yen)

	Fiscal year ended March 31, 2024 Result		Fiscal year ending March 31, 2025 Original forecast (A)	Fiscal year ending March 31, 2025 Revised forecast (B)	Increase (Decrease) (B)-(A)
	Before the stock split	After the stock split			
Adjusted consolidated profit		291	255	270	15
Sompo Japan Insurance Inc.		73	20	31	11
Overseas consolidated subsidiaries		163	190	194	4
Dividends per share (annual)	300 yen	100 yen	112 yen	132 yen	20 yen
Interim Dividends per share	150 yen	50 yen	56 yen	56 yen	— yen
Year-end Dividends per share	150 yen	50 yen	56 yen	76 yen	20 yen

*The Company implemented a 3-for-1 common stock split on April 1, 2024. Amounts before the stock split and amounts calculated assuming that the stock split was implemented at the beginning of the fiscal year ended March 31, 2024 are stated as the results for the fiscal year ended March 31, 2024.

Sompo Japan Insurance Inc. (Non-consolidated)

(Billions of yen, %)

	Fiscal year ended March 31, 2024 Result	Fiscal year ending March 31, 2025 Original forecast (A)	Fiscal year ending March 31, 2025 Revised forecast (B)	Increase (Decrease) (B)-(A)
Net premiums written	2,177	2,270	2,247	(23)
(Excluding earthquake insurance and compulsory automobile liability insurance)	1,982	2,074	2,059	(15)
Net loss ratio	66.9	66.2	66.7	0.5
(Excluding earthquake insurance and compulsory automobile liability insurance)	65.3	64.6	64.8	0.2
Net operating expenses ratio	33.8	34.5	34.6	0.1
(Excluding earthquake insurance and compulsory automobile liability insurance)	33.8	34.8	34.9	0.0
Combined ratio	100.7	100.7	101.3	0.6
(Excluding earthquake insurance and compulsory automobile liability insurance)	99.1	99.5	99.7	0.2
Underwriting profit	52	(47)	(41)	6
Gross investment margin	213	253	424	171
Ordinary profit	251	185	361	176
Net income	207	157	288	131

(Reference: Ratios excluding earthquake insurance and compulsory automobile liability insurance)

				%
E/I loss ratio	65.4	65.8	65.8	0.1
E/I combined ratio	99.3	100.6	100.7	0.1

(Major assumptions of the forecasts of consolidated financial results)

- Assumptions for net premiums written are based on the Company's own projections based on extrapolation from past trends and other factors.
- The Company is forecasting 93.0 billion yen for net incurred loss (excluding household earthquake insurance) of Sompo Japan Insurance Inc. due to domestic natural disasters that occur during the fiscal year ending March 31, 2025, taking into account results during the six months ended September 30, 2024 and earlier, among other factors.
- The Company assumes no major change in market interest rates, exchange rates and stock prices from their levels at September 30, 2024.

The Company's consolidated forecasts were prepared based on information available as of the date of this report. Accordingly, actual results may differ materially from projections depending on various factors in the future.

3. Overview of Business Results of Principal Consolidated Subsidiaries

Sompo Japan Insurance Inc. (Non-consolidated)

Interim Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	399,666	359,238	(40,428)
Receivables under resale agreements	14,999	109,969	94,970
Monetary receivables bought	18,927	18,795	(131)
Money trusts	4,712	4,711	(0)
Securities	5,801,000	5,568,378	(232,622)
Loans	408,708	393,957	(14,750)
Tangible fixed assets	236,792	234,936	(1,856)
Intangible fixed assets	242,341	240,900	(1,440)
Other assets	544,179	484,914	(59,265)
Prepaid pension cost	—	119	119
Allowance for possible credit losses	(2,598)	(2,749)	(151)
Allowance for possible investment losses	(4,372)	(3,879)	492
Total assets	7,664,357	7,409,291	(255,066)
Liabilities:			
Underwriting funds:	4,403,431	4,426,073	22,641
Reserve for outstanding losses and claims	992,003	1,036,347	44,343
Underwriting reserves	3,411,427	3,389,726	(21,701)
Corporate bonds	527,000	527,000	—
Other liabilities	542,958	422,551	(120,407)
Reserve for retirement benefits	69,895	69,962	67
Reserve for bonus payments	14,389	16,923	2,534
Reserve for bonus payments to directors	52	3	(49)
Reserves under the special laws:	104,368	106,631	2,263
Reserve for price fluctuation	104,368	106,631	2,263
Deferred tax liabilities	107,147	27,694	(79,453)
Total liabilities	5,769,243	5,596,839	(172,403)
Net assets:			
Shareholders' equity:			
Common stock	70,000	70,000	—
Capital surplus	70,000	70,000	—
Retained earnings	595,325	685,488	90,162
Total shareholders' equity	735,325	825,488	90,162
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	1,158,092	985,564	(172,528)
Deferred gains and losses on hedges	1,696	1,399	(296)
Total valuation and translation adjustments	1,159,789	986,963	(172,825)
Total net assets	1,895,114	1,812,451	(82,662)
Total liabilities and net assets	7,664,357	7,409,291	(255,066)

Sompo Japan Insurance Inc. (Non-consolidated)

Interim Statement of Income

(Millions of yen)

	Six months ended September 30, 2023 (April 1 to September 30, 2023)	Six months ended September 30, 2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
	Amount	Amount		
				%
Ordinary income:	1,337,965	1,390,615	52,650	3.9
Underwriting income:	1,221,225	1,210,180	(11,045)	(0.9)
Net premiums written	1,124,705	1,142,224	17,518	1.6
Deposits of premiums by policyholders	35,305	32,240	(3,064)	(8.7)
Interest and dividend income on deposits of premiums, etc.	14,230	13,981	(249)	(1.8)
Reversal of underwriting reserves	45,204	21,701	(23,502)	(52.0)
Investment income:	110,334	173,545	63,210	57.3
Interest and dividend income	60,612	67,798	7,186	11.9
Investment gains on money trusts	5,691	94	(5,596)	(98.3)
Gains on sales of securities	45,205	116,239	71,034	157.1
Transfer of interest and dividend income on deposits of premiums, etc.	(14,230)	(13,981)	249	―
Other ordinary income	6,404	6,890	485	7.6
Ordinary expenses:	1,246,942	1,267,585	20,643	1.7
Underwriting expenses:	1,053,213	1,059,661	6,448	0.6
Net claims paid	653,322	655,633	2,310	0.4
Loss adjustment expenses	59,127	62,388	3,260	5.5
Net commissions and brokerage fees	219,734	223,958	4,223	1.9
Maturity refunds to policyholders	69,989	71,397	1,408	2.0
Provision for reserve for outstanding losses and claims	50,443	44,343	(6,100)	(12.1)
Investment expenses:	24,050	25,193	1,143	4.8
Losses on sales of securities	4,248	6,884	2,636	62.1
Impairment losses on securities	1,550	1,511	(39)	(2.5)
Operating, general and administrative expenses	164,733	174,640	9,907	6.0
Other ordinary expenses:	4,946	8,090	3,144	63.6
Interest paid	3,267	3,266	(0)	(0.0)
Ordinary profit	91,022	123,029	32,006	35.2
Extraordinary gains:	264	59	(205)	(77.6)
Gains on disposal of fixed assets	264	59	(205)	(77.6)
Extraordinary losses:	2,514	2,569	54	2.2
Losses on disposal of fixed assets	270	306	35	12.9
Provision for reserves under the special laws:	2,243	2,263	19	0.9
Provision for reserve for price fluctuation	2,243	2,263	19	0.9
Net income (loss) before income taxes	88,772	120,519	31,747	35.8
Income taxes	34,553	43,637	9,084	26.3
Deferred income taxes	(11,975)	(13,280)	(1,305)	―
Total income taxes	22,578	30,356	7,778	34.5
Net income	66,194	90,162	23,968	36.2

Underwriting result:					
Net premiums written	(+)	1,124,705	1,142,224	17,518	1.6
Net claims paid	(−)	653,322	655,633	2,310	0.4
Loss adjustment expenses	(−)	59,127	62,388	3,260	5.5
Net operating expenses:	(−)	373,249	385,600	12,350	3.3
Net commissions and brokerage fees		219,734	223,958	4,223	1.9
Operating, general and administrative expenses related to underwriting		153,514	161,642	8,127	5.3
Underwriting result		39,005	38,601	(403)	(1.0)
Underwriting profit (loss)		11,709	(14,081)	(25,791)	(220.2)
Ratios:					
Net loss ratio	(%)	63.3	62.9	(0.5)	
Net operating expenses ratio	(%)	33.2	33.8	0.6	
Combined ratio	(%)	96.5	96.6	0.1	

Sompo Japan Insurance Inc. (Non-consolidated)

Premiums Written and Claims Paid by Business Lines

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)			Six months ended September 30, 2024 (April 1 to September 30, 2024)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
		%	%		%	%
Fire and allied insurance	265,586	21.0	(12.5)	289,183	22.3	8.9
Marine insurance	30,678	2.4	(1.2)	30,640	2.4	(0.1)
Personal accident insurance	88,366	7.0	0.1	87,500	6.8	(1.0)
Voluntary automobile insurance	541,486	42.9	0.1	544,168	42.1	0.5
Compulsory automobile liability insurance	98,978	7.8	(11.0)	96,885	7.5	(2.1)
Others	237,321	18.8	4.4	245,663	19.0	3.5
Total	1,262,418	100.0	(3.1)	1,294,042	100.0	2.5
Deposits of premiums by policyholders	35,305	——	0.9	32,240	——	(8.7)

Net premiums written

(Millions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)			Six months ended September 30, 2024 (April 1 to September 30, 2024)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
		%	%		%	%
Fire and allied insurance	177,645	15.8	(18.8)	196,747	17.2	10.8
Marine insurance	27,952	2.5	(6.1)	28,139	2.5	0.7
Personal accident insurance	84,366	7.5	(0.7)	83,838	7.3	(0.6)
Voluntary automobile insurance	539,234	47.9	0.1	542,451	47.5	0.6
Compulsory automobile liability insurance	102,796	9.1	(2.1)	92,765	8.1	(9.8)
Others	192,709	17.1	4.3	198,280	17.4	2.9
Total	1,124,705	100.0	(3.2)	1,142,224	100.0	1.6

Net claims paid

(Millions of yen)

Business line	Six months ended September 30, 2023 (April 1 to September 30, 2023)			Six months ended September 30, 2024 (April 1 to September 30, 2024)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
		%	%		%	%
Fire and allied insurance	134,750	5.0	78.5	114,899	(14.7)	60.4
Marine insurance	13,505	34.2	50.8	12,828	(5.0)	47.8
Personal accident insurance	36,661	(15.4)	48.0	39,765	8.5	51.9
Voluntary automobile insurance	301,776	9.7	62.7	325,530	7.9	67.4
Compulsory automobile liability insurance	73,074	1.8	79.2	73,419	0.5	88.4
Others	93,554	3.9	51.4	89,190	(4.7)	47.8
Total	653,322	5.6	63.3	655,633	0.4	62.9

Sompo Japan Insurance Inc. (Non-consolidated)

Non-consolidated Solvency Margin Ratio

(Millions of yen)

		As of March 31, 2024	As of September 30, 2024
(A) Total Non-consolidated Solvency Margin		3,568,741	3,344,557
	Capital and funds, etc.	735,325	709,188
	Reserve for price fluctuation	104,368	106,631
	Contingency reserve	5,587	6,521
	Catastrophic loss reserve	521,086	537,361
	General allowance for possible credit losses	92	174
	Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	1,437,042	1,222,315
	Unrealized gains and losses on land	134,953	145,894
	Excess amount of reserve for maturity refunds	—	—
	Subordinated debt, etc.	427,000	427,000
	Excess amount of reserve for maturity refunds and subordinated debt, etc. which are excluded from total solvency margin	—	—
	Deductions	32,677	36,120
	Others	235,963	225,590
(B) Total Non-consolidated Risks $\sqrt{(R_1+R_2)^2+(R_3+R_4)^2}+R_5+R_6$		1,049,207	989,200
	Underwriting risk (R_1)	205,429	206,195
	Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
	Guaranteed interest rate risk (R_3)	11,101	10,807
	Investment risk (R_4)	792,254	740,498
	Business management risk (R_5)	24,093	22,894
	Major catastrophe risk (R_6)	195,907	187,218
(C) Non-consolidated Solvency Margin Ratio [(A) / {(B) × 1/2}] × 100		680.2 %	676.2 %

Note) The above amounts and figures are calculated based on provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996).

Sompo Direct Insurance Inc. (Non-consolidated)

Interim Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	25,293	31,769	6,476
Securities	40,125	39,927	(198)
Tangible fixed assets	324	361	37
Intangible fixed assets	9,271	8,688	(583)
Other assets	10,500	10,055	(444)
Deferred tax assets	2,650	2,892	241
Allowance for possible credit losses	(2)	(2)	0
Total assets	88,162	93,692	5,529
Liabilities:			
Underwriting funds:	66,559	74,147	7,588
Reserve for outstanding losses and claims	27,523	30,500	2,977
Underwriting reserves	39,036	43,647	4,610
Other liabilities	6,098	2,679	(3,418)
Reserve for retirement benefits to directors	14	17	2
Reserve for bonus payments	417	478	61
Reserve for bonus payments to directors	20	8	(11)
Reserves under the special laws:	9	14	4
Reserve for price fluctuation	9	14	4
Total liabilities	73,120	77,347	4,226
Net assets:			
Shareholders' equity:			
Common stock	32,260	33,760	1,500
Capital surplus	40,692	42,192	1,499
Retained earnings	(57,358)	(59,092)	(1,733)
Total shareholders' equity	15,593	16,860	1,266
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	(552)	(515)	36
Total valuation and translation adjustments	(552)	(515)	36
Total net assets	15,041	16,344	1,303
Total liabilities and net assets	88,162	93,692	5,529

Note) SAISON AUTOMOBILE AND FIRE INSURANCE COMPANY, LIMITED changed its name to Sompo Direct Insurance Inc. on October 1, 2024. (The following tables are the same.)

Sompo Direct Insurance Inc. (Non-consolidated)

Interim Statement of Income

(Millions of yen)

	Six months ended September 30, 2023 (April 1 to September 30, 2023)	Six months ended September 30, 2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
	Amount	Amount		
				%
Ordinary income:	39,632	40,637	1,004	2.5
Underwriting income:	39,502	40,607	1,105	2.8
Net premiums written	39,473	40,575	1,101	2.8
Interest and dividend income on deposits of premiums, etc.	28	32	4	15.4
Investment income:	124	19	(105)	(84.5)
Interest and dividend income	134	51	(83)	(61.8)
Gains on sales of securities	18	0	(17)	(98.1)
Transfer of interest and dividend income on deposits of premiums, etc.	(28)	(32)	(4)	―
Other ordinary income	5	10	4	85.5
Ordinary expenses:	40,890	42,870	1,979	4.8
Underwriting expenses:	33,351	34,816	1,465	4.4
Net claims paid	21,691	23,609	1,918	8.8
Loss adjustment expenses	2,387	2,899	511	21.4
Net commissions and brokerage fees	742	716	(26)	(3.5)
Provision for reserve for outstanding losses and claims	3,016	2,977	(39)	(1.3)
Provision for underwriting reserves	5,510	4,610	(899)	(16.3)
Investment expenses:	19	0	(19)	(99.9)
Losses on sales of securities	19	―	(19)	(100.0)
Operating, general and administrative expenses	7,457	8,048	591	7.9
Other ordinary expenses:	62	5	(57)	(91.6)
Interest paid	2	3	0	25.4
Ordinary loss	(1,258)	(2,233)	(975)	―
Extraordinary losses:	8	187	178	2,069.7
Losses on disposal of fixed assets	0	6	5	6,011.4
Provision for reserves under the special laws:	8	4	(3)	(42.2)
Provision for reserve for price fluctuation	8	4	(3)	(42.2)
Other extraordinary losses	―	176	176	―
Net loss before income taxes	(1,266)	(2,421)	(1,154)	―
Income taxes	7	(443)	(451)	(5,703.6)
Deferred income taxes	(188)	(244)	(55)	―
Total income taxes	(180)	(687)	(507)	―
Net loss	(1,086)	(1,733)	(646)	―

Underwriting result:					
Net premiums written	(+)	39,473	40,575	1,101	2.8
Net claims paid	(−)	21,691	23,609	1,918	8.8
Loss adjustment expenses	(−)	2,387	2,899	511	21.4
Net operating expenses:	(−)	8,121	8,726	604	7.4
Net commissions and brokerage fees		742	716	(26)	(3.5)
Operating, general and administrative expenses related to underwriting		7,379	8,010	631	8.6
Underwriting result		7,273	5,339	(1,934)	(26.6)
Underwriting profit (loss)		(1,229)	(2,220)	(991)	―
Ratios:					
Net loss ratio	(%)	61.0	65.3	4.3	
Net operating expenses ratio	(%)	20.6	21.5	0.9	
Combined ratio	(%)	81.6	86.8	5.3	

Sompo Direct Insurance Inc. (Non-consolidated)

Non-consolidated Solvency Margin Ratio

(Millions of yen)

		As of March 31, 2024	As of September 30, 2024
(A) Total Non-consolidated Solvency Margin		19,009	19,413
	Capital and funds, etc.	15,593	16,860
	Reserve for price fluctuation	9	14
	Contingency reserve	11	11
	Catastrophic loss reserve	4,024	3,117
	General allowance for possible credit losses	1	0
	Unrealized gains and losses on securities, deferred gains and losses on hedges (before tax effect deductions)	(631)	(592)
	Unrealized gains and losses on land	–	–
	Excess amount of reserve for maturity refunds	–	–
	Subordinated debt, etc.	–	–
	Excess amount of reserve for maturity refunds and subordinated debt, etc. which are excluded from total solvency margin	–	–
	Deductions	–	–
	Others	–	–
(B) Total Non-consolidated Risks $\sqrt{(R_1+R_2)^2+(R_3+R_4)^2}+R_5+R_6$		11,011	11,053
	Underwriting risk (R_1)	8,730	8,729
	Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	–	–
	Guaranteed interest rate risk (R_3)	12	12
	Investment risk (R_4)	1,391	1,443
	Business management risk (R_5)	358	360
	Major catastrophe risk (R_6)	1,810	1,842
(C) Non-consolidated Solvency Margin Ratio [(A) / {(B) × 1/2}] × 100		345.2 %	351.2 %

Note) The above amounts and figures are calculated based on provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996).

Sompo Himawari Life Insurance, Inc. (Non-consolidated)

Interim Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	115,961	83,853	(32,107)
Securities:	3,935,368	3,860,113	(75,254)
Government bonds	2,967,250	2,973,970	6,720
Municipal bonds	59,497	57,077	(2,420)
Corporate bonds	382,384	356,438	(25,945)
Domestic stocks	13,780	11,474	(2,305)
Foreign securities	497,295	436,039	(61,256)
Loans:	42,953	43,516	562
Policy loans	42,953	43,516	562
Tangible fixed assets	2,057	3,037	979
Intangible fixed assets	4,140	4,302	162
Agency accounts receivable	195	200	4
Reinsurance accounts receivable	1,814	1,252	(561)
Other assets:	56,189	51,896	(4,293)
Deferred tax assets	6,877	14,415	7,538
Allowance for possible credit losses	(125)	(135)	(9)
Total assets	4,165,432	4,062,454	(102,977)
Liabilities:			
Policy reserves:	3,555,847	3,619,943	64,096
Reserve for outstanding claims	40,221	39,502	(718)
Policy reserves	3,511,187	3,575,538	64,351
Reserve for dividends to policyholders	4,438	4,902	463
Agency accounts payable	5,481	4,655	(825)
Reinsurance accounts payable	1,129	1,023	(105)
Other liabilities	399,549	241,915	(157,633)
Reserve for bonus payments to directors	42	7	(35)
Reserve for retirement benefits	5,649	5,944	295
Reserve for possible reimbursement of prescribed claims	345	194	(150)
Reserves under the special laws:	12,035	12,553	517
Reserve for price fluctuation	12,035	12,553	517
Total liabilities	3,980,080	3,886,239	(93,841)
Net assets:			
Shareholders' equity:			
Common stock	17,250	17,250	—
Capital surplus	13,333	13,333	—
Retained earnings	97,012	107,763	10,750
Total shareholders' equity	127,595	138,346	10,750
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	57,755	37,868	(19,887)
Total valuation and translation adjustments	57,755	37,868	(19,887)
Total net assets	185,351	176,214	(9,136)
Total liabilities and net assets	4,165,432	4,062,454	(102,977)

Sompo Himawari Life Insurance, Inc. (Non-consolidated)

Interim Statement of Income

(Millions of yen)

	Six months ended September 30, 2023 (April 1 to September 30, 2023)	Six months ended September 30, 2024 (April 1 to September 30, 2024)	Increase (Decrease)	Rate of change
	Amount	Amount		
				%
Ordinary income:	274,909	256,188	(18,720)	(6.8)
Insurance premiums and other:	212,811	212,754	(57)	(0.0)
Insurance premiums	210,739	210,768	28	0.0
Investment income:	60,242	42,050	(18,192)	(30.2)
Interest and dividend income and other	29,047	29,745	698	2.4
Gains on sales of securities	26,306	6,559	(19,746)	(75.1)
Investment gains on special account	3,306	―	(3,306)	(100.0)
Other ordinary income:	1,854	1,384	(470)	(25.4)
Reversal of reserve for outstanding claims	1,137	718	(418)	(36.8)
Ordinary expenses:	260,171	238,388	(21,782)	(8.4)
Insurance claims and other:	109,364	111,250	1,886	1.7
Insurance claims	19,826	22,394	2,567	12.9
Annuity payments	5,287	5,693	405	7.7
Insurance benefits	26,563	28,279	1,716	6.5
Surrender benefits	53,785	51,178	(2,607)	(4.8)
Other refunds	1,860	1,675	(185)	(10.0)
Provision for policy reserves and other:	67,913	64,351	(3,562)	(5.2)
Provision for policy reserves	67,913	64,351	(3,562)	(5.2)
Provision for interest portion of reserve for dividends to policyholders	0	0	(0)	(3.2)
Investment expenses:	34,686	10,323	(24,362)	(70.2)
Interest paid	34	145	110	319.6
Losses on sales of securities	30,247	7,629	(22,617)	(74.8)
Losses on derivatives	4,334	2,216	(2,117)	(48.9)
Investment losses on special account	―	265	265	―
Operating expenses	45,676	49,613	3,936	8.6
Other ordinary expenses	2,531	2,850	318	12.6
Ordinary profit	14,737	17,799	3,062	20.8
Extraordinary gains:	―	0	0	―
Gains on disposal of fixed assets and other	―	0	0	―
Extraordinary losses:	586	769	182	31.1
Losses on disposal of fixed assets and other	0	4	4	17,758,088.9
Provision for reserves under the special laws:	538	517	(20)	(3.8)
Provision for reserve for price fluctuation	538	517	(20)	(3.8)
Other extraordinary losses	48	246	198	409.2
Provision for reserve for dividends to policyholders	1,767	2,018	250	14.2
Net income before income taxes	12,383	15,012	2,628	21.2
Income taxes	2,922	4,065	1,143	39.1
Deferred income taxes	588	195	(392)	(66.7)
Total income taxes	3,510	4,261	751	21.4
Net income	8,873	10,750	1,877	21.2

Sompo Himawari Life Insurance, Inc. (Non-consolidated)

Major Business Results

Total amount of policies in force

(Number in thousands, Billions of yen, %)

	As of March 31, 2024				As of September 30, 2024			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	4,888	104.7	22,447	98.2	4,985	102.0	22,242	99.1
Individual annuities	45	93.9	200	95.9	44	97.2	197	98.5
Group insurance	——	——	2,539	95.5	——	——	2,501	98.5
Group annuities	——	——	—	—	——	——	—	—

Note) Amounts of "Individual annuities" represent the sums of annuity fund at the beginning of annuity payment of contracts before the beginning of annuity payment and policy reserves for the contracts after the beginning of annuity payment.

Total amount of new policies

(Number in thousands, Billions of yen, %)

	Six months ended September 30, 2023 (April 1 to September 30, 2023)				Six months ended September 30, 2024 (April 1 to September 30, 2024)			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	226	87.0	864	99.3	212	93.9	861	99.6
Individual annuities	—	—	—	—	—	—	—	—
Group insurance	——	——	37	123.6	——	——	9	25.4
Group annuities	——	——	—	—	——	——	—	—

Note) Amounts of "Individual annuities" represent amounts of annuity fund at the beginning of annuity payment.

Annualized premiums

Policies in force

(Millions of yen, %)

	As of March 31, 2024		As of September 30, 2024	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	375,613	101.4	378,254	100.7
Individual annuities	14,694	97.4	14,488	98.6
Total	390,307	101.3	392,743	100.6
Medical and survival benefits	197,905	105.5	201,429	101.8

New policies

(Millions of yen, %)

	Six months ended September 30, 2023 (April 1 to September 30, 2023)		Six months ended September 30, 2024 (April 1 to September 30, 2024)	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	16,313	95.3	15,834	97.1
Individual annuities	—	—	—	—
Total	16,313	95.3	15,834	97.1
Medical and survival benefits	10,124	82.2	9,202	90.9

Notes)

1. Annualized premiums are calculated by using multipliers for various premium payment terms to the premium per payment. In single premium contracts, the amount is calculated by dividing the premium by the duration of the policy.
2. Annualized premiums for medical and survival benefits include (a) premium related to medical benefits such as hospitalization and surgery benefits, (b) premium related to survival benefits such as specific illness and nursing benefits, and (c) premium related to premium waiver benefits, in which disability cause is excluded but causes such as specific illness and nursing care are included.

Sompo Himawari Life Insurance, Inc. (Non-consolidated)

Non-consolidated Solvency Margin Ratio

(Millions of yen)

		As of March 31, 2024	As of September 30, 2024
(A) Total Non-consolidated Solvency Margin		422,873	412,953
	Capital, etc.	127,595	138,802
	Reserve for price fluctuation	12,035	12,553
	Contingency reserve	34,976	35,424
	General allowance for possible credit losses	0	0
	Unrealized gains and losses on securities (before tax effect deductions) (90% of gain or 100% of loss), deferred gains and losses on hedges (before tax effect deductions) (90% of gain or 100% of loss)	72,194	47,335
	Unrealized gains and losses on land (85% of gain or 100% of loss)	—	—
	Excess amount of continued Zillmerized reserve	139,674	138,399
	Subordinated debt, etc.	—	—
	Excess amount of continued Zillmerized reserve and subordinated debt, etc. which are excluded from total solvency margin	—	—
	Brought in capital, etc.	—	—
	Deductions	—	—
	Others	36,395	40,437
(B) Total Non-consolidated Risks $\sqrt{(R_1+R_8)^2+(R_2+R_3+R_7)^2}+R_4$		74,928	73,761
	Underwriting risk (R_1)	13,473	13,237
	Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_8)	14,184	14,692
	Guaranteed interest rate risk (R_2)	8,238	8,179
	Guaranteed minimum benefit risk (R_7)	420	453
	Investment risk (R_3)	58,925	57,596
	Business management risk (R_4)	1,904	1,883
(C) Non-consolidated Solvency Margin Ratio [(A) / {(B) × 1/2}] × 100		1,128.7 %	1,119.7 %

Notes)

1. The above amounts and figures are calculated based on provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996).
2. Guaranteed minimum benefit risk is calculated by using the standard method.

Supplementary Explanation

< Calculation of ratios, etc. >

- Underwriting profit = Underwriting income - Underwriting expenses - Operating, general and administrative expenses related to underwriting + Other income and expenses*

  *Other income and expenses include, but not limited to, income tax expenses for compulsory automobile liability insurance.
- Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written × 100
- Net operating expenses ratio = (Net commissions and brokerage fees + Operating, general and administrative expenses related to underwriting) / Net premiums written × 100
- Combined ratio = Net loss ratio + Net operating expenses ratio
- E/I(Note1) loss ratio = (Net claims paid + Reserve for outstanding losses and claims at the end of this period - Reserve for outstanding losses and claims at the end of the previous fiscal year + Loss adjustment expenses) / Net earned premiums(Note2) × 100

Notes)

1. E/I loss ratio is calculated by excluding household earthquake insurance and compulsory automobile liability insurance.
2. Net earned premiums = Net premiums written - Unearned premium at the end of this period + Unearned premium at the end of the previous fiscal year

- E/I Combined ratio = E/I loss ratio + Operating expenses ratio

< Non-consolidated solvency margin ratio >

• In addition to reserves to cover payments for claims, benefits and maturity refunds, etc., it is necessary for insurance companies to maintain sufficient solvency in order to cover against risks which exceed their normal estimates, i.e. occurrence of major catastrophes, fluctuation in mortality rate due to significant changes in key environmental factors and big decline in value of assets held by insurance companies.

• (C) Non-consolidated Solvency Margin Ratio, which is calculated in accordance with the Insurance Business Act, etc. is the ratio of "solvency margin of insurance companies by means of their capital, reserves, etc." ((A) Total Non-consolidated Solvency Margin) to "risks which exceed their normal estimates" ((B) Total Non-consolidated Risks).

• "Risks which exceed their normal estimates" are composed of risks described below.

<1> Underwriting risk, Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance:
Risks of rate of occurrence of insurance claims, etc. in excess of normal estimates (excluding risks relating to major catastrophes)

<2> Guaranteed interest rate risk:
Risks of invested assets failing to yield assumed interest rates due to the aggravation of investment conditions

<3> Investment risk:
Risks of securities and other assets held fluctuating in prices in excess of normal estimates

<4> Business management risk:
Risks beyond normal estimates arising from business management that do not fall under other categories

<5> Major catastrophe risk:
Risks of the occurrence of major catastrophic losses in excess of normal estimates (risks such as the Great Kanto Earthquake or Isewan Typhoon)

<6> Guaranteed minimum benefit risk:
Risks of special account assets fluctuating in prices in excess of normal estimates

• "Solvency margin of insurance companies by means of their capital, reserves, etc." (total non-consolidated solvency margin) is the sum of total net assets (excluding planned outflows), certain reserves (reserve for price fluctuation, contingency reserve and catastrophic loss reserve, etc.) and parts of unrealized gains and losses on land, etc.

• Solvency margin ratio is one of the indicators for the regulatory authorities to monitor financial soundness of insurance companies. Solvency margin ratio exceeding 200% would indicate adequate capability to meet payments of possible insurance claims and others.

< Adjusted consolidated profit >

		Calculation method
Adjusted profit by business segment (Note 1)	Domestic P&C Insurance Business	Net income for the period ＋Provisions for catastrophic loss reserve, etc. (after tax) ＋Provisions for reserve for price fluctuation (after tax) －Gains/losses on sales of securities and impairment losses on securities (after tax)
	Overseas Insurance Business	Operating income (Note 2) Net income for the period for affiliates accounted for under the equity-method in principle
	Domestic Life Insurance Business	Net income for the period ＋Provisions of contingency reserve (after tax) ＋Provisions for reserve for price fluctuation (after tax) ＋Adjustment of underwriting reserve (after tax) ＋Deferral of acquisition cost (after tax) －Depreciation of acquisition cost (after tax) －Gains/losses on sales of securities and impairment losses on securities (after tax)
	Nursing Care Business	Net income for the period
	Digital & Others	Net income for the period －Gains/losses and impairment losses on investment (after tax)
Adjusted consolidated profit		Total of adjusted profit by business segment

Notes)
1. Adjusted profit by business segment excludes one-time gains and losses or special factors such as dividend from group companies.
2. Operating income excludes one-time factors (operating income = Net income – Net foreign exchange gains and losses – Net realized and unrealized gains and losses – Net impairment losses recognized in earnings, etc.).

4. Supplementary Data about Financial Results for the six months ended September 30, 2024 at Press Conference

Sompo Japan Insurance Inc. (Non-consolidated)

(1) Key figures

(Billions of yen)

	Six months ended September 30, 2023 (A)	Fiscal year ended March 31, 2024 (B)	Six months ended September 30, 2024 (C)	Increase (Decrease) (C) - (B)	Increase (Decrease) (C) - (A)
1 Net premiums written	1,124	2,177	1,142	—	17
Rate of change	(3.2)%	(2.1)%	1.6 %	3.7 %	4.8 %
2 Total assets	7,357	7,664	7,409	(255)	52
3 Loss ratio	63.3 %	66.9 %	62.9 %	(4.1)%	(0.5)%
4 Operating expenses ratio	33.2 %	33.8 %	33.8 %	0.0 %	0.6 %
5 Combined ratio	96.5 %	100.7 %	96.6 %	(4.1)%	0.1 %
Underwriting result ratio	3.5 %	(0.7)%	3.4 %	4.1 %	(0.1)%
6 Voluntary automobile insurance					
・Net premiums written	539	1,082	542	—	3
Rate of change	0.1 %	(0.1)%	0.6 %	0.7 %	0.5 %
・Underwriting result ratio	3.7 %	0.8 %	(2.7)%	(3.5)%	(6.4)%
・Loss ratio	62.7 %	65.2 %	67.4 %	2.1 %	4.7 %
・Operating expenses ratio	33.6 %	34.0 %	35.4 %	1.4 %	1.7 %
7 Fire and allied insurance					
・Net premiums written	177	342	196	—	19
Rate of change	(18.8)%	(11.1)%	10.8 %	21.9 %	29.6 %
・Underwriting result ratio	(15.2)%	(15.9)%	5.6 %	21.5 %	20.8 %
・Loss ratio	78.5 %	79.0 %	60.4 %	(18.6)%	(18.1)%
・Operating expenses ratio	36.7 %	36.9 %	34.0 %	(2.9)%	(2.8)%
8 Number of employees	21,123	20,767	20,751	(16)	(372)
9 Number of agencies	44,645	43,905	42,424	(1,481)	(2,221)

<Reference> Consolidated figures of Sompo Holdings, Inc.

(Billions of yen)

	Six months ended September 30, 2023 (A)	Fiscal year ended March 31, 2024 (B)	Six months ended September 30, 2024 (C)	Increase (Decrease) (C) - (B)	Increase (Decrease) (C) - (A)
1 Ordinary income	2,659	4,933	2,962	—	303
2 Net premiums written	2,088	3,690	2,261	—	172
Rate of change	(0.7)%	0.5 %	8.3 %	7.7 %	8.9 %
3 Life insurance premiums written	155	311	155	—	0
Rate of change	(0.9)%	(1.5)%	0.3 %	1.9 %	1.3 %
4 Ordinary profit	181	488	346	—	165
5 Net income attributable to shareholders of the parent	131	416	262	—	130

Notes)

1. Loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written
2. Operating expenses ratio = (Net commissions and brokerage fees + Operating, general and administrative expenses related to underwriting) / Net premiums written
3. Combined ratio = Loss ratio + Operating expenses ratio
4. Underwriting result ratio = 1 - Combined ratio
5. Items with % within “Increase (Decrease)” represent change from the fiscal year ended March 31, 2024 and the six months ended September 30, 2023, respectively.

Sompo Japan Insurance Inc. (Non-consolidated)

(2) Other figures

(a) Impairment losses on securities

(Billions of yen)

	Six months ended September 30, 2023	Fiscal year ended March 31, 2024	Six months ended September 30, 2024
Domestic bonds	–	–	–
Domestic stocks	1	2	1
Foreign securities	–	0	0
Others	–	–	–
Total	1	2	1

Applied rules of impairment loss recognition

Basically, Sompo Japan recognizes impairment losses on securities if fair value declines by 30% or more from their cost.

(b) Impairment losses on fixed assets

(Billions of yen)

	Six months ended September 30, 2023	Fiscal year ended March 31, 2024	Six months ended September 30, 2024
Land	–	–	–
Buildings	–	–	–
Others	–	–	–
Total	–	–	–

(c) Unrealized gains and losses on securities

(Billions of yen)

	As of September 30, 2023	As of March 31, 2024	As of September 30, 2024
Domestic bonds	(13)	(7)	(20)
Domestic stocks	1,112	1,356	1,131
Foreign securities	123	184	186
Others	15	33	35
Total	1,237	1,566	1,332

Notes)

1. Unrealized gains and losses on monetary receivables bought are included in “Others” above.
2. Besides the above, unrealized gains and losses on trust assets (securities) in money trusts other than trading purposes or held to maturity amount to 0.0 billion yen as of September 30, 2023, (0.0) billion yen as of March 31, 2024 and (0.0) billion yen as of September 30, 2024.

Sompo Japan Insurance Inc. (Non-consolidated)

(d) Claims during the period due to natural disasters in Japan (excluding household earthquake insurance)

(Billions of yen)

		Six months ended September 30, 2023	Fiscal year ended March 31, 2024	Six months ended September 30, 2024
Direct claims paid	a	35	77	25
Net claims paid	b	35	76	24
Unpaid claims	c	45	27	44
Net incurred loss	b + c	80	104	69

Notes)

1. This table represents paid and unpaid claims during the period due to natural disasters in Japan.
2. Amounts of unpaid claims are calculated by deducting reinsurance recoverable on unpaid loss.

(e) Catastrophic loss reserve

(Billions of yen,%)

Business line	Six months ended September 30, 2023			Fiscal year ended March 31, 2024			Six months ended September 30, 2024		
	Balance	Balance ratio	Provision	Balance	Balance ratio	Provision	Balance	Balance ratio	Provision
Fire and allied insurance	105	29.6	34	150	43.9	125	173	44.0	37
Marine insurance	50	90.4	1	52	97.0	3	53	95.6	1
Personal accident insurance	78	46.3	2	79	51.9	4	82	49.1	2
Voluntary automobile insurance	85	8.0	17	35	3.3	35	17	1.6	17
Others	208	54.0	7	202	57.7	13	209	52.7	7
Total	527	25.8	63	519	26.2	182	535	25.5	67

Notes)

1. Balance ratio = Balance of catastrophic loss reserve / Net premiums written (excluding household earthquake insurance and compulsory automobile liability insurance)
   As for the six months ended September 30, 2023 and 2024, net premiums written (excluding household earthquake insurance and compulsory automobile liability insurance) are doubled for the calculation of balance ratio.
2. Provision represents gross amounts before deducting reversal.

(f) Reinsurance assumed

(Billions of yen)

Business line	Six months ended September 30, 2023		Six months ended September 30, 2024	
	Reinsurance premiums assumed	Reinsurance claims assumed	Reinsurance premiums assumed	Reinsurance claims assumed
Fire and allied insurance	25	20	24	9
Marine insurance	7	5	7	3
Personal accident insurance	0	0	0	0
Voluntary automobile insurance	0	0	0	0
Compulsory automobile liability insurance	63	73	53	73
Others	10	4	9	6
Total	106	103	96	93

(g) Reinsurance ceded

(Billions of yen)

Business line	Six months ended September 30, 2023		Six months ended September 30, 2024	
	Reinsurance premiums ceded	Reinsurance claims ceded	Reinsurance premiums ceded	Reinsurance claims ceded
Fire and allied insurance	113	18	116	14
Marine insurance	10	3	10	2
Personal accident insurance	4	1	4	2
Voluntary automobile insurance	2	0	1	0
Compulsory automobile liability insurance	59	81	58	81
Others	54	16	57	25
Total	244	122	248	127