

Toward Resilient & Inclusive Society

June 18, 2012

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Today's Topics

- **♦** Introduction
- ◆ Correspondence to the Great East Japan Earthquake & Tsunami
- **◆ Tackling Global Environmental Issues**
- **◆** Conclusion



Sompo Japan in Brief

In April 2010, Sompo Japan established NKSJ Holdings, Inc. A joint holding company, together with NIPPONKOA Insurance CO.,Ltd. Preparing for merger as "Sompo Japan Nipponkoa" in 2014.

Established: October, 1888

Total Assets*: 4,600 billion yen

Net Premium Income*: 1,281 billion yen

Head Office: 26-1, Nishi-Shinjuku 1-chome, Shinjuku-ku,

Tokyo 160-8338, Japan

Employees*: 18,270

Agencies*: 44,113

Domestic: 517 offices and 284 insurance claims offices

Overseas: Overseas offices: 172 cities in 28 countries





Origin of Sompo Japan

Our company established in 1888. The first fire insurance company in Japan.



CSR Brief History



1992 Rio Summit as origin of our CSR

Primary Stage

1992

- •Our president attended the Rio Summit as the representative of Keidanren.
- · Set up **Dept.of Global Environment**

Comprehensive Commitment to CSR

2001~

- Developed insurance products related to environmental issues
- Expanded green purchasing to our value chain
- •Integrating ISO26000 into CSR Management System

Expansion Stage

1997 ~2000

- ·Acquired ISO14001
- ·Issued Environmental Report
- •Started Environmental literacy training
- · Developed our first **SRI fund**

Recognition from Global Society

★ "Green Company of the Year" (October, 2010)





★ Incorporated or recommended in various SRI funds and SRI indexes









★Selected (February, 2011)



★Selected (February, 2012)



- ★Selected as "East Asia 30" (October, 2011)
- **★**World's Most Ethical Companies (March, 2012)



★Selected as "2010 Global 100 the Most Sustainable Corporations"

Our Engagement

Sompo Japan has a strong engagement with various initiatives.





CARBON DISCLOSURE PROJECT
MEMBER 2011











The Great East Japan Earthquake on March 11, 2011





Earthquake Countermeasure Headquarters of Sompo Japan





Sompo Japan Empoloyees Survey

At 2:46 p.m. on March 11, 2011
Great earthquake occurred in Sanriku of the Pacific, inflicting enormous damage to East Japan

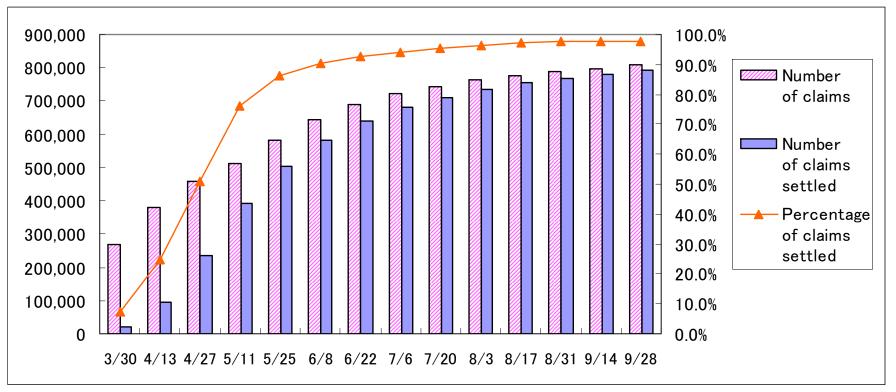
Efforts Made for Quick Payment

To pursue customers' relief in every possible way

- ◆Established 12 earthquake countermeasure headquarters and over 3,000 employees were dispatched to the headquarters for quick claims payment.
- ◆Approach to unclaimed policyholders in disaster areas
 - Sending Direct Mails etc. approx. 1.4 millon
 - Visits and Calls approx. 240,000

Number of Claims and Settlements

- The Great East Japan Earthquake -



* Made by Sompo Japan using Public Disclosed Information

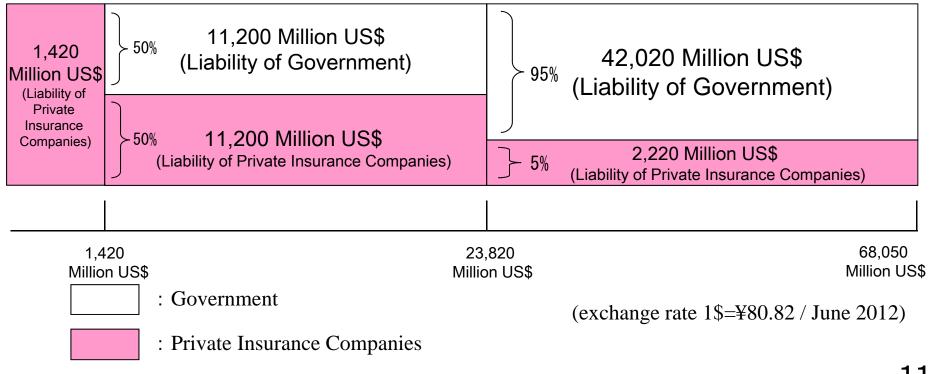
Finished 90% of the claims in 3 months. (Sompo Japan) Estimated total loss of earthquake covered by Insurance

approx. 17.3 billion US\$ (entire industry)

(exchange rate 1\$=\frac{1}{2} \text{80.82 / June 2012})

Earthquake Insurance Systems of Japan

The earthquake insurance in Japan are operated by <u>private</u> insurance companies subject to the undertaking of reinsurance by the Government.



Volunteers to assist those in need

Company "Marché" Project



Support affected farmers by selling products in company.

Volunteer Project



Many employees attended the "Volunteer Project".

Increasing Weather Catastrophes

Climate Change is Relevant to the Insurance Industry



Typhoon occurred on 25th August 2011in Japan Photos of Wakayama-Prefecture

Approaches to Climate Change

Climate-Resilient Society Low Carbon Society

Adaptation Mitigation



Serve as Effective Measures to Adapt to Natural Catastrophes

Weather Index Insurance

Natural Catastrophes Risk Management Consulting Service Development and Sale of Insurance Products for Supporting to Promote Renewable Energy

Eco-fund, SRI fund

Corporate Citizenship Activities towards Environmental Issues

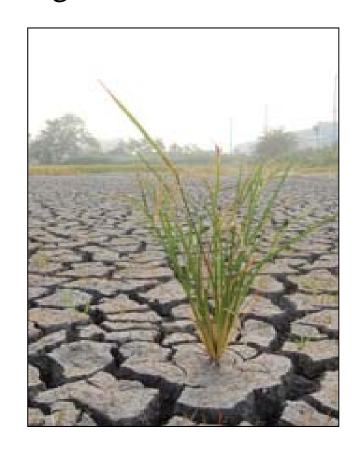
For Example, in Thailand

Flood causing immense influence.



9th November 2011

Drought is also causing severe damage to the rural areas.



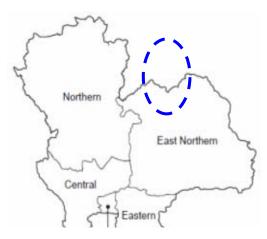
Risk Financing Solutions "Weather Index Insurance"

JBIC

(Japan bank for International Cooperation)

SOMPO Japan Group

Thailand



Sales Area Expanded to Nine Provinces in Northeast Thailand in 2012.



BAAC

(Bank for Agriculture and Agricultural Cooperatives)

Farmers

Tilling









Pictures: Embassy of Thailand website, etc.

"SAVE JAPAN Project" to preserve biodiversity keyword: "Partnership"

Customers

Select web-based insurance clause instead of paper

Paper ⇒ WebInsurance clause(250 pages)

NPOs/NGOs

Hold programs to protect habitats of endangered species

- ◆Automobile insurance customers: 5. 9 million
- ◆ Selection of web-based clause: 6 5 %

Sompo Japan

environmental

Donates to

NGOs

 \Rightarrow 4 3 tones of paper reduction



Program with NGOs



Japanese loir

17

Conclusion

- ◆Insurance Company Can Play a Pivotal Role in Addressing Global Challenges.
- ◆ Partnership & Collaboration with Key Stakeholders Are Critical.



Sustainable, Resilient & Inclusive Society "The Future We Want"

Thank you for your attention!