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To whom it may concern:

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Revision of earnings projections for the interim and full fiscal year 2003 and Notification of impairment loss of securities etc. for the interim fiscal year 2003

1. Revision of earnings projections

We hereby revise the earnings projections for the interim and full fiscal year 2003, which we announced on May 19, 2003 for the non-consolidated basis and on May 28, 2003 for the consolidated basis.

(1) Earnings projection for the interim fiscal year 2003: Non-consolidated basis

Unit: billions of yen

	Recurring Profit	Net Income
Previous Projection as of May 2003 (A)	15.5	7.5
Revised Projection (B)	42.0	22.5
Change in Amount (B-A)	+26.5	+15.0
Change in Ratio (B-A)/A	+171.0%	+200.0%
(Reference) Last Interim Fiscal Year (ended on Sept. 30,2002) results	12.8	7.5

Grounds of revision

Following the hike in the stock market, realized gain on sales of domestic securities increased vastly and impairment loss of securities decreased compared to the previous projection as stated in section "2. Impairment loss of securities, etc." As a result, we hereby revise the previous projections for the recurring profit and the net income upwards.

(2) Earnings projection for fiscal year 2003: Non-consolidated basis

Unit: billions of yen

	Recurring Profit	Net Income
Previous Projection as of May 2003 (A)	36.5	15.0
Revised Projection (B)	94.5	51.0
Change in Amount (B-A)	+58.0	+36.0
Change in Ratio (B-A)/A	+158.9%	+240.0%
(Reference) Last Fiscal Year (ended on March 31, 2003) results	(8.4)	(15.4)

Grounds of revision

We expect realized gain on sales of securities to increase in the second half of the fiscal year 2003, provided that stock prices in the period will be at the same level as the end of September 2003. In addition, we expect impairment loss of securities for the fiscal year 2003 to decrease from the projection as of May 2003. As a result, we hereby revise the previous projections for the recurring profit and the net income upwards.

(3) Earnings projection for the interim fiscal year 2003: Consolidated basis

Unit: billions of yen

	Recurring Profit	Net Income
Previous Projection as of May 2003 (A)	11.0	3.5
Revised Projection (B)	37.5	18.5
Change in Amount (B-A)	+26.5	+15.0
Change in Ratio (B-A)/A	+240.9%	+428.6%
(Reference) Last Interim Fiscal Year (ended on Sept. 30, 2002) results	7.5	3.3

Grounds of revision

The revision is mainly due to the revision of the non-consolidated earnings projection.

(4) Earnings projection for fiscal year 2003: Consolidated basis

Unit: billions of yen

	Recurring Profit	Net Income
Previous Projection as of May 2003 (A)	28.0	7.0
Revised Projection (B)	86.0	43.0
Change in Amount (B-A)	+58.0	+36.0
Change in Ratio (B-A)/A	+207.1%	+514.3%
(Reference) Last Fiscal Year (ended on March 31, 2003) Results	(23.7)	(29.2)

Grounds of revision

The revision is mainly due to the revision of the non-consolidated earnings projection.

2. Impairment loss of securities, etc. for the interim fiscal year 2003

We carry securities and money in trust other than those for trading at market value, acquisition cost or amortized cost. Those securities and money in trust are regarded as impaired when their market values are markedly lower than the historical costs.

Based on the same standard for impairment loss recognition as the one we had applied in the previous fiscal year, marketable securities whose market values fell by 30% or more from the historical costs were regarded as permanently impaired and impairment losses were recognized.

As a result, the projection for the impairment loss for securities and money in trust for the interim fiscal year 2003 is 3.3 billion yen.

We expect to keep more than 630 billion yen of unrealized gain (excess amount of market price over historical cost) on securities, etc. at the end of the interim fiscal year 2003 and maintain the solvent financial condition.

	Unit: billions of yen	
	Amount	Ratio of ¥3.3 bil.
Impairment loss of securities, etc. as of the end of interim fiscal year 2003 (1)	3.3	
Shareholders' equity as of the end of fiscal year 2002	536.1	0.6%
Average recurring profit of the last 5 fiscal years (2)	22.1	14.9%
Average net income of the last 5 fiscal years (2)	8.0	41.2%

- (1) Impairment loss on the table above includes the impairment loss regarding the corpus (securities) of not-for-trading money in trust.
- (2) Since Yasuda Fire & Marine and Sompo Japan incurred recurring loss and net loss in fiscal years ended March 31, 2002 and March 31, 2003, the average of the last 5 years are calculated assuming those figures as zero.

End

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