

January 12th 2022  
Sompo Japan Insurance Inc.  
Coincheck Inc.  
Parametrix Ltd

## **Launching Insurance for risks associated with Virtual Shareholder Meetings**

Sompo Japan Insurance Inc. (President and CEO: Keiji Nishizawa, hereinafter "Sompo Japan") launched a new insurance product to mitigate the risk of cloud outage during virtual shareholder meetings, in cooperation with the virtual shareholder meeting support service "Sharely" (hereinafter "Sharely") provided by Coincheck, Inc. (Representative Director & President: Satoshi Hasuo, hereinafter "Coincheck").

### **1. Background and purpose**

Traditionally, shareholder meetings are held at designated locations where directors, shareholders, and others can gather. However, in a response to the spread of COVID-19, the Ministry of Economy, Trade and Industry (hereinafter "METI") published the "Guidelines on Approaches to Hybrid Virtual Shareholder Meetings" in February 2020, and METI also established rules concerning "Shareholder Meetings without a Designated Location" in June 2021 as an exception to current provisions of the Companies Act, enabling a virtual-only shareholder meeting to be held. Virtual shareholder meetings are recommended for their efficiency and effectiveness. They help prevent the spread of COVID-19 by enabling participation from remote locations, and they reduce operating costs.

Sompo Japan aims to encourage companies to implement virtual shareholder meetings through Sharely, by providing insurance for new risks that do not exist in traditional meetings.

### **2. Outline of the insurance coverage**

The insurance covers the following costs incurred in the event where a virtual shareholder meeting is forced to be cancelled or modified if the cloud service which Sharely uses is down. The insurance is only applicable for a hybrid-attendance type and a virtual-only type shareholder meeting.

#### **(1) Costs incurred for rescheduling a meeting**

The cost of system reconstruction and acquisition of physical location on a different day to hold virtual shareholder meetings will be covered.

#### **(2) Costs incurred for sending apologies to shareholders**

The cost of sending letters and gifts of apology for cancelling or modifying meetings.

The Insurance covers any condition that prevents the conduct of shareholder meetings for 10 minutes or more during the first 30 minutes after the scheduled start time. The cloud service Sharely uses will be monitored by an Israeli startup, Parametrix Ltd. (CEO: Yonatan Hatzor, hereinafter "Parametrix") with their know-how and technology for detecting and capturing the risk of system downtime in cloud services.

### **3. About the future**

Sompo Japan aims to provide new value to society by embodying "A Theme Park for Security, Health & Wellbeing" by constantly responding to changing needs from the customers' perspective.

**【Reference: Coincheck Inc.】**

Company: : Coincheck Inc.

Representative : Satoshi Hasuo, Representative Director & President

Location : E SPACE TOWER 12F, 3-6 Maruyamacho, Shibuya-ku, Tokyo

Business: : Operation of the cryptocurrency exchange offices and operation of "Sharely", a virtual shareholder meeting management support service.

**【Reference: Parametrix Ltd.】**

Company Name: : Parametrix Ltd.

Representative: : Yonatan Hatzor, CEO

Location : Eliezer Kaplan St 2, Tel Aviv-Yafo, Israel

Date of Establishment : August 2019

Business: : Web services system operation data collection, monitoring and downtime modeling (insurance pricing model)

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