

December 27, 2016

Name of Listed Company: MS&AD Insurance Group Holdings, Inc.
Name of Representative: Yasuyoshi Karasawa, President
(Securities Code: 8725, Tokyo Stock Exchange and Nagoya Stock Exchange)
Contact: Corporate Communications and Investor Relations Dept.
e-mail: ms_ad_ir@ms-ad-hd.com

**Notice Regarding Approval of the Sale of the Stake in Chinese Life Insurer,
“Sinatay Life Insurance Co., Ltd.”**

Mitsui Sumitomo Insurance Company, Limited (“MSI”, President: Noriyuki Hara), a member of MS&AD Insurance Group, announces that MSI and Beijing Jiusheng Asset Management Co., Ltd. (“BJAM”), a major shareholder of Sinatay Life Insurance Co., Ltd. (“Sinatay”), have reached an agreement that MSI will sell its entire stake in Sinatay to BJAM. The China Insurance Regulatory Commission approved the transaction on December 16, 2016.

Since the acquisition of a stake in Sinatay in April 2010, MSI has contributed to development of Sinatay through dispatching a non-executive director and so on. The decision to sell the entire stake was made based on the careful consideration of the current management policy of Sinatay among other factors, taking into account certain achievements such as the acquisition of know-how of life insurance business in China. The sale of the stake is expected to be completed by the end of March, 2017.

Please note that MSI will continue to develop its non-life insurance business in China as before through Mitsui Sumitomo Insurance (China) Company Limited, MSI’s wholly owned subsidiary in China, and through the business alliance with China Pacific Insurance (Group) Co., Ltd., a major Chinese insurer.

<Outline of Sinatay>

Year of establishment	2007	Head office	Hangzhou City, Zhejiang Province, People’s Republic of China
Capital	RMB 5.0 billion (approx. JPY 85.0 billion, as of the end of November 2016)		
Number of policies in force	670,709 (as of the end of December 2015)		
Annual premium revenues	Approx. RMB 1.36 billion (approx. JPY 23.1 billion, FY2015)		
MSI’s ratio of shareholding	2.09%		

RMB/JPY exchange rate at JPY 17.00 (as of December 16, 2016, China State Administration of Foreign Exchange)

- End -