Notice Regarding Determination of the Terms and Conditions of Domestic Subordinated Unsecured Bonds Issued by Mitsui Sumitomo Insurance Company, Limited

Mitsui Sumitomo Insurance Company, Limited (“MSI”, President: Yasuyoshi Karasawa), a subsidiary of MS&AD Insurance Group Holdings, Inc., today determined the terms and conditions of the domestic subordinated unsecured bonds announced on December 25, 2015, and hereby notify the outline thereof in the below.

<table>
<thead>
<tr>
<th>(1) Issuer</th>
<th>Mitsui Sumitomo Insurance Company, Limited</th>
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</thead>
<tbody>
<tr>
<td>(2) Name of bond</td>
<td>Mitsui Sumitomo Insurance Company, Limited first series of domestic subordinated unsecured bond with interest deferrable option and early redeemable option</td>
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<td>(3) Principal amount</td>
<td>¥100 billion</td>
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<td>(4) Denomination</td>
<td>¥100 million</td>
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<td>(5) Issue price</td>
<td>¥100 per amount of ¥100 of each bond</td>
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<td>(6) Redemption price</td>
<td>¥100 per amount of ¥100 of each bond</td>
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<tr>
<td>(7) Maturity date</td>
<td>February 10, 2076 (60-year bonds)</td>
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</table>

MSI may, at its discretion, redeem the bond (i) on any interest payment date on and after February 10, 2021 or (ii) upon the occurrence and continuation of a regulatory event, a tax deductibility event or a rating agency event on and after February 10, 2016, subject to a prior approval of the regulatory authority.

MSI may, at its discretion, redeem the bond (i) on any interest payment date on and after February 10, 2026 or (ii) upon the occurrence and continuation of a regulatory event, a tax deductibility event or a rating agency event on and after February 10, 2016, subject to a prior approval of the regulatory authority.
Interest rate

(i) From the day immediately following February 10, 2016 until February 10, 2021: 1.07% per annum
(ii) From the day immediately following February 10, 2021 until February 10, 2026: 6-month Japanese yen LIBOR plus 1.05%
(iii) From the day immediately following February 10, 2026: 6-month Japanese yen LIBOR plus 2.05%

Interest payment dates
February 10 and August 10 of each year

Subscription period
February 4, 2016

Payment date
February 10, 2016

Subordination
As to the payment of debt in MSI’s liquidation proceedings, the bonds shall be subordinated to its senior indebtedness, rank substantially pari passu with its liquidation parity securities and preferred stock, and be senior to its common stock.

Credit rating
A (Rating and Investment Information, Inc.)

Use of funds
Long-term investment funds, funds for repayment of borrowings and working capital

Method of offering
Public offering in Japan. The bonds will be offered mainly to institutional investors in domestic security market.

Joint lead underwriters

Underwriters

Fiscal agent
Sumitomo Mitsui Banking Corporation

Securities depository
Japan Securities Depository Center, Incorporated

This timely disclosure entitled “Notice Regarding Determination of Terms and Conditions of Domestic Subordinated Unsecured Bonds Issued by Mitsui Sumitomo Insurance Company, Limited” has been prepared for the sole purpose of publicly announcing the issuances of MSI first series of domestic subordinated unsecured bond with interest deferrable option and early redeemable option and MSI second series of domestic subordinated unsecured bond with interest deferrable option and early redeemable option, and not for the purpose of soliciting investment or engaging in any other similar activities within or outside Japan.

The above securities have not been and will not be registered under the United States Securities Act of 1933 (the “Securities Act”), and the securities may not be offered and or sold in the United States absent registration or an applicable exemption from the registration under the Securities Act. There is no plan to offer or sell the securities in the United States.