

**Composition of Capital Disclosure [JAPAN POST BANK Co., Ltd. (Consolidated)]**

(Millions of yen, %)

Items	As of March 31, 2018	Amounts excluded under transitional arrangements
<b>Core Capital: instruments and reserves</b>		
Directly issued qualifying common stock or preferred stock mandatorily converted into common stock capital plus related capital surplus and retained earnings	8,800,993	/
of which: Capital and capital surplus	7,796,285	/
of which: Retained earnings	2,399,162	/
of which: Treasury stock (deduction)	1,300,717	/
of which: Cash dividends to be paid (deduction)	93,736	/
of which: Other than above	-	/
Accumulated other comprehensive income included in Core Capital	6,347	/
of which: Foreign currency translation adjustments	-	/
of which: Remeasurements of defined benefit plans	6,347	/
Subscription rights to common stock or preferred stock mandatorily converted into common stock	-	/
Adjusted non-controlling interests (amount allowed to be included in Core Capital)	-	/
Reserves included in Core Capital: instruments and reserves	278	/
of which: General reserve for possible loan losses	278	/
of which: Eligible reserve	-	/
Eligible Non-cumulative perpetual preferred stock subject to phase out arrangement included in Core Capital: instruments and reserves	-	/
Eligible capital instrument subject to phase out arrangement included in Core Capital: instruments and reserves	-	/
Capital instrument issued through the measures for strengthening capital by public institutions included in Core Capital: instruments and reserves	-	/
45% of revaluation reserve for land included in Core Capital: instruments and reserves	-	/
Non-controlling interests included in Core Capital subject to phase out arrangement	278	/
<b>Core Capital: instruments and reserves (A)</b>	<b>8,807,898</b>	<b>/</b>
<b>Core Capital: regulatory adjustments</b>		
Total intangible fixed assets (net of related tax liability, excluding those relating to mortgage servicing rights)	29,072	7,268
of which: Goodwill (net of related tax liability)	-	-
of which: Other intangible fixed assets other than goodwill and mortgage servicing rights (net of related tax liability)	29,072	7,268
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
Shortfall of eligible provisions to expected losses	-	-
Securitization gain on sale	-	-
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Net defined benefit asset	-	-
Investments in own shares (excluding those reported in the Net Assets section)	3	0
Reciprocal cross-holdings in capital instruments issued by Other Financial Institutions for raising capital that are held by the Holding Company Group	-	-

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(Millions of yen, %)

Items	As of March 31, 2018	Amounts excluded under transitional arrangements
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ('Other Financial Institutions'), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ('Non-significant Investment') (amount above the 10% threshold)	-	-
Amount exceeding the 10% threshold on specified items	-	-
of which: Significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: Mortgage servicing rights	-	-
of which: Deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Amount exceeding the 15% threshold on specified items	-	-
of which: Significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-
of which: Mortgage servicing rights	-	-
of which: Deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Core Capital: regulatory adjustments (B)	29,075	
Total capital		
Total capital (A)-(B)=(C)	8,778,822	
Risk-weighted assets		
Credit risk-weighted assets	47,573,471	
of which: Total of items included in risk-weighted assets subject to transitional arrangements	(4,112)	
of which: Intangible fixed assets other than goodwill and mortgage servicing rights (net of related tax liability)	7,268	
of which: Deferred tax assets (net of related tax liability)	-	
of which: Net defined benefit asset	-	
of which: Other Financial Institutions Exposures	(11,380)	
of which: Other than the above	-	
Market risk equivalent / 8%	-	
Operational risk equivalent / 8%	2,768,805	
Credit risk-weighted assets adjustments	-	
Operational risk equivalent adjustments	-	
Total amount of risk-weighted assets (D)	50,342,277	
Capital adequacy ratio		
Capital adequacy ratio (C)/(D) (%)	17.43%	