



Summary of Consolidated Financial Results for the Six Months Ended September 30, 2020

<Under Japanese GAAP>

November 13, 2020

Company name: JAPAN POST BANK Co., Ltd.	Stock exchange listing: Tokyo Stock Exchange
Code number: 7182	Website: https://www.jp-bank.japanpost.jp/
Representative: IKEDA Norito, Director, President and Representative Executive Officer	
For inquiry: IMAI Kenichi, General Manager of Financial Accounting Department	
Quarterly Securities Report issuing date:	November 25, 2020 (Scheduled)
Dividend payment date:	—
Trading accounts:	Unestablished
Selected Financial Information for quarterly financial statements:	Available
Quarterly investor meeting presentation:	Scheduled (for investors and analysts)

(Figures are rounded down)

1. Consolidated financial results for the six months ended September 30, 2020

(1) Consolidated operating results

(Millions of yen, except for per share data and percentages)

	Ordinary income	Net ordinary income	Net income attributable to owners of parent
H1 FY2021/3	¥830,534 (8.7)%	¥172,020 (14.4)%	¥124,224 (14.2)%
H1 FY2020/3	909,996 (5.7)	201,149 (9.9)	144,879 (9.0)

Note: “Comprehensive income (loss)” was ¥2,155,096 million for the six months ended September 30, 2020 and ¥387,991 million for the six months ended September 30, 2019.

	Net income per share	Diluted net income per share
H1 FY2021/3	¥33.13	¥—
H1 FY2020/3	38.64	—

Notes: 1. “Diluted net income per share” is not presented since there has been no potential dilution for the six months ended September 30, 2020 and 2019.

2. Percentages shown in “Ordinary income”, “Net ordinary income” and “Net income attributable to owners of parent” are the increase (decrease) from the same period in the previous fiscal year.

(2) Consolidated financial conditions

(Millions of yen, except for percentages)

	Total assets	Total net assets	Net assets attributable to shareholders to total assets
H1 FY2021/3	¥222,303,184	¥11,070,839	4.9%
FY2020/3	210,910,882	9,003,256	4.2

Reference: “Net assets attributable to shareholders” was ¥11,055,554 million as of September 30, 2020 and ¥8,993,310 million as of March 31, 2020.

Note: “Net assets attributable to shareholders to total assets” is calculated as follows:

[(“Total net assets” – “Non-controlling interests”) / “Total assets”] x 100

“Net assets attributable to shareholders to total assets” above is not based on Capital adequacy notification.

2. Dividends

(Yen)

	Dividends per share				
	As of June 30	As of September 30	As of December 31	As of March 31	Total
FY2020/3	¥—	¥25.00	¥—	¥25.00	¥50.00
FY2021/3	—	0.00			
FY2021/3 (forecast)			—	50.00	50.00

Notes: 1. Revision of the latest announced dividend forecasts for FY2021/3: Yes

2. For details concerning revisions made to the dividend forecast, please see the “Notice Concerning Revisions of Earnings Forecasts and Annual Dividends Forecast for the Fiscal Year Ending March 31, 2021”, announced on November 13, 2020.

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2021

(Millions of yen, except for per share data and percentages)

	Net ordinary income	Net income attributable to owners of parent	Net income per share
FY2021/3	¥375,000 (1.0)%	¥270,000 (1.2)%	¥72.02

Notes: 1. Revision of the latest announced earnings forecasts for FY2021/3: Yes

2. For details concerning revisions made to the consolidated earnings forecasts, please see the “Notice Concerning Revisions of Earnings Forecasts and Annual Dividends Forecast for the Fiscal Year Ending March 31, 2021”, announced on November 13, 2020.

3. Percentages shown in “Net ordinary income” and “Net income attributable to owners of parent” are the increase (decrease) from the previous fiscal year.

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates and restatements

- i) Changes in accounting policies due to revision of accounting standards: No
- ii) Changes in accounting policies due to reasons other than i): No
- iii) Changes in accounting estimates: No
- iv) Restatements: No

(3) Shares outstanding (common stock)

i) Period-end issued shares (including treasury stock):	As of September 30, 2020	4,500,000,000 shares	As of March 31, 2020	4,500,000,000 shares
ii) Period-end treasury stock:	As of September 30, 2020	751,246,155 shares	As of March 31, 2020	751,207,455 shares
iii) Average number of outstanding shares:	H1 FY2021/3	3,748,706,766 shares	H1 FY2020/3	3,748,736,969 shares

Note: The period-end treasury stock includes the Bank's shares held by stock benefit trust (721,200 shares as of September 30, 2020 and 682,500 shares as of March 31, 2020). The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by stock benefit trust (768,279 shares for H1 FY2021/3 and 738,081 shares for H1 FY2020/3).

(Reference) Summary of Non-Consolidated Financial Results

1. Non-consolidated financial results for the six months ended September 30, 2020

(1) Non-consolidated operating results

(Millions of yen, except for per share data and percentages)

	Ordinary income		Net ordinary income		Net income	
H1 FY2021/3	¥830,263	(8.7)%	¥171,844	(14.5)%	¥123,928	(14.3)%
H1 FY2020/3	909,854	(5.7)	201,095	(10.0)	144,705	(9.1)

	Net income per share
H1 FY2021/3	¥33.05
H1 FY2020/3	38.60

Note: Percentages shown in “Ordinary income”, “Net ordinary income” and “Net income” are the increase (decrease) from the same period in the previous fiscal year.

(2) Non-consolidated financial conditions

(Millions of yen, except for percentages)

	Total assets (A)	Total net assets (B)	(B) / (A)
H1 FY2021/3	¥222,290,829	¥11,048,278	4.9%
FY2020/3	210,905,152	8,987,651	4.2

Reference: “Net assets attributable to shareholders” was ¥11,048,278 million as of September 30, 2020 and ¥8,987,651 million as of March 31, 2020.

(Note on semi-annual audit procedures)

This “Summary of Consolidated Financial Results” is not subject to the semi-annual audit procedures by a certified public accountant or an audit corporation.

(Forward-looking statements and other matters)

This “Summary of Consolidated Financial Results” contains forward-looking statements including forecasts, targets and plans of the Bank and its consolidated subsidiaries (the “Group”). These statements are based on estimates at the time in light of the information currently available to the Bank. The statements and assumptions may prove to be incorrect and may not be realized in the future.

Any uncertainties, risks and other factors that may cause such a situation to arise include, but are not limited to, risks related to the effectiveness of risk management policies and procedures; risks related to business strategy and management planning such as market risk, market liquidity risk, credit risk and operational risk; risks related to the expansion of the scope of operations; risks related to the business environment; situation of the spread of COVID-19; and other various risks. Please also see the Securities Report and the latest quarterly financial report for material facts that the Bank recognizes as potentially affecting the Group’s actual results, performance or financial position. The Group’s actual results, performance or financial position may be materially different from those expressed or implied by such forward-looking statements.

The statements in this document are current as of the date of the document or the date otherwise specified, and the Bank has no obligation or intent to keep this information up to date.

The information concerning companies or parties other than the Group and the Japan Post Group is based on publicly available and other information as cited, and the Bank has neither independently verified the accuracy and appropriateness of, nor makes any warranties with respect to, such information. The information of the document may be revised without prior notice.

[Attachment]

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(Supplemental Information)

Selected Financial Information for the Six Months Ended September 30, 2020

1. Consolidated Financial Statements

(1) Consolidated balance sheets

	As of March 31, 2020	(Millions of yen) As of September 30, 2020
Assets		
Cash and due from banks	51,665,251	56,308,352
Call loans	1,040,000	930,000
Receivables under resale agreements	9,731,897	10,172,035
Receivables under securities borrowing transactions	112,491	26,422
Monetary claims bought	315,812	284,219
Trading account securities	31	30
Money held in trust	4,549,736	5,191,409
Securities	135,204,565	139,308,380
Loans	4,961,733	6,870,723
Foreign exchanges	147,469	234,056
Other assets	2,816,182	2,740,974
Tangible fixed assets	193,952	192,236
Intangible fixed assets	47,318	45,303
Deferred tax assets	125,468	25
Reserve for possible loan losses	(1,031)	(985)
Total assets	210,910,882	222,303,184

	As of March 31, 2020	(Millions of yen) As of September 30, 2020
Liabilities		
Deposits	183,001,984	187,423,077
Payables under repurchase agreements	14,855,624	15,656,797
Payables under securities lending transactions	2,219,384	1,800,642
Commercial paper	—	110,417
Borrowed money	10,100	3,957,340
Foreign exchanges	511	441
Other liabilities	1,597,067	1,301,032
Reserve for bonuses	7,478	7,070
Liability for retirement benefits	134,232	133,655
Reserve for employee stock ownership plan trust	605	309
Reserve for management board benefit trust	311	235
Reserve for reimbursement of deposits	80,324	76,949
Deferred tax liabilities	—	764,376
Total liabilities	201,907,626	211,232,345
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	4,296,285	4,296,513
Retained earnings	2,563,840	2,594,328
Treasury stock	(1,300,881)	(1,300,844)
Total shareholders' equity	9,059,245	9,089,997
Net unrealized gains (losses) on available-for-sale securities	256,874	2,287,302
Net deferred gains (losses) on hedges	(327,940)	(327,944)
Accumulated adjustments for retirement benefits	5,131	6,198
Total accumulated other comprehensive income	(65,935)	1,965,556
Non-controlling interests	9,945	15,285
Total net assets	9,003,256	11,070,839
Total liabilities and net assets	210,910,882	222,303,184

(2) Consolidated statements of income and consolidated statements of comprehensive income

Consolidated statements of income

(Millions of yen)

	For the six months ended September 30, 2019	For the six months ended September 30, 2020
Ordinary income	909,996	830,534
Interest income	667,413	542,152
Interest on loans	5,643	5,083
Interest and dividends on securities	648,456	523,133
Fees and commissions	81,179	78,656
Other operating income	113,242	184,876
Other ordinary income	48,161	24,848
Ordinary expenses	708,847	658,513
Interest expenses	170,694	125,679
Interest on deposits	28,952	21,797
Fees and commissions	15,688	14,176
Other operating expenses	2,278	171
General and administrative expenses	514,137	503,767
Other ordinary expenses	6,047	14,719
Net ordinary income	201,149	172,020
Extraordinary loss	109	221
Losses on sales and disposals of fixed assets	109	221
Losses on impairment of fixed assets	0	—
Income before income taxes	201,039	171,799
Income taxes		
Current	55,444	54,835
Deferred	914	(6,955)
Total income taxes	56,359	47,879
Net income	144,680	123,919
Net loss attributable to non-controlling interests	(199)	(305)
Net income attributable to owners of parent	144,879	124,224

Consolidated statements of comprehensive income

(Millions of yen)

	For the six months ended September 30, 2019	For the six months ended September 30, 2020
Net income	144,680	123,919
Other comprehensive income (loss)	243,311	2,031,176
Net unrealized gains (losses) on available-for-sale securities	251,236	2,030,112
Net deferred gains (losses) on hedges	(7,251)	(3)
Adjustments for retirement benefits	(674)	1,067
Share of other comprehensive income (loss) of affiliates accounted for by the equity method	0	0
Comprehensive income (loss)	387,991	2,155,096
Total comprehensive income (loss) attributable to:		
Owners of parent	388,322	2,155,716
Non-controlling interests	(330)	(620)

(3) Consolidated statements of changes in net assets

For the six months ended September 30, 2019

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the period	3,500,000	4,296,286	2,477,878	(1,300,926)	8,973,237
Changes during the period					
Cash dividends			(93,736)		(93,736)
Net income attributable to owners of parent			144,879		144,879
Repurchase of treasury stock				(358)	(358)
Disposal of treasury stock				404	404
Changes in equity of parent due to transactions with non-controlling shareholders		0			0
Net changes in items other than shareholders' equity					
Total changes during the period	—	0	51,143	45	51,188
Balance at the end of the period	3,500,000	4,296,286	2,529,021	(1,300,881)	9,024,426

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income		
Balance at the beginning of the period	2,440,024	(62,353)	6,488	2,384,159	4,968	11,362,365
Changes during the period						
Cash dividends						(93,736)
Net income attributable to owners of parent						144,879
Repurchase of treasury stock						(358)
Disposal of treasury stock						404
Changes in equity of parent due to transactions with non-controlling shareholders						0
Net changes in items other than shareholders' equity	251,367	(7,251)	(674)	243,442	3,204	246,646
Total changes during the period	251,367	(7,251)	(674)	243,442	3,204	297,834
Balance at the end of the period	2,691,391	(69,605)	5,814	2,627,601	8,172	11,660,199

For the six months ended September 30, 2020

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the period	3,500,000	4,296,285	2,563,840	(1,300,881)	9,059,245
Changes during the period					
Cash dividends			(93,736)		(93,736)
Net income attributable to owners of parent			124,224		124,224
Repurchase of treasury stock				(295)	(295)
Disposal of treasury stock				332	332
Changes in equity of parent due to transactions with non-controlling shareholders		227			227
Net changes in items other than shareholders' equity					
Total changes during the period	—	227	30,487	36	30,752
Balance at the end of the period	3,500,000	4,296,513	2,594,328	(1,300,844)	9,089,997

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income		
Balance at the beginning of the period	256,874	(327,940)	5,131	(65,935)	9,945	9,003,256
Changes during the period						
Cash dividends						(93,736)
Net income attributable to owners of parent						124,224
Repurchase of treasury stock						(295)
Disposal of treasury stock						332
Changes in equity of parent due to transactions with non-controlling shareholders						227
Net changes in items other than shareholders' equity	2,030,427	(3)	1,067	2,031,491	5,339	2,036,830
Total changes during the period	2,030,427	(3)	1,067	2,031,491	5,339	2,067,583
Balance at the end of the period	2,287,302	(327,944)	6,198	1,965,556	15,285	11,070,839

(4) Notes to consolidated financial statements**Notes on going-concern assumption**

None

2. Non-consolidated Financial Statements

(1) Non-consolidated balance sheets

	(Millions of yen)	
	As of March 31, 2020	As of September 30, 2020
Assets		
Cash and due from banks	51,663,901	56,307,680
Call loans	1,040,000	930,000
Receivables under resale agreements	9,731,897	10,172,035
Receivables under securities borrowing transactions	112,491	26,422
Monetary claims bought	315,812	284,219
Trading account securities	31	30
Money held in trust	4,549,736	5,191,409
Securities	135,198,460	139,297,309
Loans	4,961,733	6,870,723
Foreign exchanges	147,469	234,056
Other assets	2,816,117	2,740,868
Other	2,816,117	2,740,868
Tangible fixed assets	193,752	192,030
Intangible fixed assets	47,114	45,028
Deferred tax assets	127,662	—
Reserve for possible loan losses	(1,031)	(985)
Total assets	210,905,152	222,290,829

	(Millions of yen)	
	As of March 31, 2020	As of September 30, 2020
Liabilities		
Deposits	183,004,733	187,427,295
Payables under repurchase agreements	14,855,624	15,656,797
Payables under securities lending transactions	2,219,384	1,800,642
Commercial paper	—	110,417
Borrowed money	10,100	3,957,340
Foreign exchanges	511	441
Other liabilities	1,596,945	1,300,829
Income taxes payable	22,222	37,176
Asset retirement obligations	172	173
Other	1,574,549	1,263,480
Reserve for bonuses	7,331	7,070
Reserve for employees' retirement benefits	141,628	142,589
Reserve for employee stock ownership plan trust	605	309
Reserve for management board benefit trust	311	235
Reserve for reimbursement of deposits	80,324	76,949
Deferred tax liabilities	—	761,632
Total liabilities	201,917,500	211,242,550
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	4,296,285	4,296,285
Legal capital surplus	3,500,000	3,500,000
Other capital surplus	796,285	796,285
Retained earnings	2,563,307	2,593,498
Other retained earnings	2,563,307	2,593,498
Retained earnings brought forward	2,563,307	2,593,498
Treasury stock	(1,300,881)	(1,300,844)
Total shareholders' equity	9,058,711	9,088,939
Net unrealized gains (losses) on available-for-sale securities	256,880	2,287,283
Net deferred gains (losses) on hedges	(327,940)	(327,944)
Total valuation and translation adjustments	(71,060)	1,959,338
Total net assets	8,987,651	11,048,278
Total liabilities and net assets	210,905,152	222,290,829

(2) Non-consolidated statements of income

(Millions of yen)

	For the six months ended September 30, 2019	For the six months ended September 30, 2020
Ordinary income	909,854	830,263
Interest income	667,413	542,152
Interest on loans	5,643	5,083
Interest and dividends on securities	648,456	523,133
Fees and commissions	81,179	78,656
Other operating income	113,242	184,876
Other ordinary income	48,018	24,577
Ordinary expenses	708,759	658,418
Interest expenses	170,694	125,679
Interest on deposits	28,952	21,797
Fees and commissions	15,688	14,176
Other operating expenses	2,278	171
General and administrative expenses	513,682	503,334
Other ordinary expenses	6,415	15,057
Net ordinary income	201,095	171,844
Extraordinary loss	109	218
Losses on sales and disposals of fixed assets	109	218
Losses on impairment of fixed assets	0	—
Income before income taxes	200,985	171,626
Income taxes		
Current	55,417	54,697
Deferred	862	(6,999)
Total income taxes	56,279	47,697
Net income	144,705	123,928

(3) Non-consolidated statements of changes in net assets

For the six months ended September 30, 2019

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus			Retained earnings
		Legal capital surplus	Other capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward
Balance at the beginning of the period	3,500,000	3,500,000	796,285	4,296,285	2,477,736
Changes during the period					
Cash dividends					(93,736)
Net income					144,705
Repurchase of treasury stock					
Disposal of treasury stock					
Net changes in items other than shareholders' equity					
Total changes during the period	—	—	—	—	50,968
Balance at the end of the period	3,500,000	3,500,000	796,285	4,296,285	2,528,704

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total shareholders' equity	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Total valuation and translation adjustments	
Balance at the beginning of the period	(1,300,926)	8,973,095	2,440,064	(62,353)	2,377,710	11,350,806
Changes during the period						
Cash dividends		(93,736)				(93,736)
Net income		144,705				144,705
Repurchase of treasury stock	(358)	(358)				(358)
Disposal of treasury stock	404	404				404
Net changes in items other than shareholders' equity			251,361	(7,251)	244,110	244,110
Total changes during the period	45	51,013	251,361	(7,251)	244,110	295,124
Balance at the end of the period	(1,300,881)	9,024,109	2,691,426	(69,605)	2,621,821	11,645,930

For the six months ended September 30, 2020

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus			Retained earnings
		Legal capital surplus	Other capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward
Balance at the beginning of the period	3,500,000	3,500,000	796,285	4,296,285	2,563,307
Changes during the period					
Cash dividends					(93,736)
Net income					123,928
Repurchase of treasury stock					
Disposal of treasury stock					
Net changes in items other than shareholders' equity					
Total changes during the period	—	—	—	—	30,191
Balance at the end of the period	3,500,000	3,500,000	796,285	4,296,285	2,593,498

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total shareholders' equity	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Total valuation and translation adjustments	
Balance at the beginning of the period	(1,300,881)	9,058,711	256,880	(327,940)	(71,060)	8,987,651
Changes during the period						
Cash dividends		(93,736)				(93,736)
Net income		123,928				123,928
Repurchase of treasury stock	(295)	(295)				(295)
Disposal of treasury stock	332	332				332
Net changes in items other than shareholders' equity			2,030,403	(3)	2,030,399	2,030,399
Total changes during the period	36	30,227	2,030,403	(3)	2,030,399	2,060,627
Balance at the end of the period	(1,300,844)	9,088,939	2,287,283	(327,944)	1,959,338	11,048,278