

October 19, 2015

Company Name: JAPAN POST BANK Co., Ltd.

Representative: Masatsugu Nagato, Director, President and Representative Executive Officer
(Securities Code: 7182, Tokyo Stock Exchange First Section)

Notice of Determination of Final Terms and Conditions for an Initial Public Offering of Shares

JAPAN POST BANK Co., Ltd. (the "Bank") has announced that at a meeting held today, the Bank's Board of Directors has approved the final terms and conditions for an initial public offering that was approved by resolution of the Bank's Board of Directors at meetings held on September 10 and October 7, 2015. The final terms and conditions include the number of shares to be offered and the initial public offering price in the Japanese and international markets. Details are as follows.

1. Initial Public Offering of the Common Shares of the Bank

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| (1) Class and Number of Shares to Be Offered | Of the 412,442,300 common shares of the Bank, the number of shares for public offering in Japan shall be 329,953,800, whereas the number of shares for public offering in the international markets shall be 82,488,500 (provided, however, that shares shall be sold in the United States of America only to qualified institutional investors under Rule 144A of the United States Securities Act of 1933). |
| (2) Initial Public Offering Price | 1,450 yen per share |
| (3) Underwriting Price | Shares for public offering in Japan as stated in (1) above

1,425.50 yen per share

Shares for public offering in international markets as stated in (1) above

1,428.25 yen per share |

Notes :

This document is a press release for the purpose of publicly announcing the resolution of the Bank's Determination of Final Terms and Conditions for an Initial Public Offering of Shares. It is not intended in any way to solicit investment or perform a similar function either in Japan or overseas. Furthermore, this press release material does not constitute a public offering or sale of securities in the United States. The Bank's common shares are not and will not be registered under the provisions of the U.S. Securities Act of 1933, and may not be offered or sold in the United States unless the shares are so registered or exempted from such registration. This press release includes forward-looking statements, which are based on information available and assumptions that the Bank has deemed to be reasonable. Actual results may differ materially from those described in this document due to a variety of factors including changes in interest rates and exchange rates, general market and economic conditions and other factors.

(4) Rationale for Determination of the Initial Public Offering Price

In determining the initial public offering price, the Bank conducted a book-building process based on a provisional share price range (from 1,250 to 1,450 yen per share) centered on institutional investors worldwide. The Bank accepted bids for 329,953,800 shares from the Japanese market and bids for 82,488,500 shares from the international markets. As a result, the main findings of the book-building process were as follows:

- ① The total demand for shares based on bidding substantially exceeded the number of shares to be offered.
- ② The Bank received a large number of share bids.
- ③ A considerable number of share bids was concentrated at the upper price of the provisional share price range.

As a result of the above book-building process, and in consideration of a comprehensive range of factors including current stock market conditions, stock market valuations of recent initial public offerings, and price fluctuation risk in the period leading up to the listing date, the Bank set the initial public offering price at 1,450 yen.

(5) Other Terms and Conditions for the Initial Public Offering

Approval of other terms and conditions for the initial public offering shall be entrusted to the President & CEO of the Bank.

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2. Preferential Allotment of Shares to a Buyer Designated by the Bank

The Bank has requested the underwriters to sell shares to the preferential allottee described below:

(1) Status of Preferential Allottee

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|---|--|
| ① Name of Preferential Allottee | JAPAN POST BANK Employees' Shareholding Association (Chair, Yukimasa Nakata) |
| ② Number of Shares to Be Preferentially Allotted | 5,039,300 common shares of the Bank |
| ③ Notes on Terms and Conditions of Sale | The sales price shall be the initial public offering price as described in 1. (2) above. |
| ④ Status of Major Shareholders After the Preferential Allotment | The number of shares to be held by the JAPAN POST BANK Employees' Shareholding Association after the preferential allotment shall be 5,039,300 (0.11% of the total number of shares issued), taking into account the public offerings in the Japanese and international markets. |

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(Reference)

1. Outline of the Initial Public Offering of the Common Shares of the Bank

(1)	Number of Shares to be Offered	Common shares of the Bank	412,442,300 shares
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(Of which, 329,953,800 shares are for public offering in Japan and 82,488,500 shares are for public offering outside of Japan.)

(2)	Subscription Period (Japan)	From October 20, 2015 (Tuesday) to October 23, 2015 (Friday)
(3)	Stock Delivery Date	November 4, 2015 (Wednesday)

2. Lock-Up Period

With regard to the initial public offering of shares, the offeror, JAPAN POST HOLDINGS Co., Ltd., submitted a document to the joint global coordinators on October 19, 2015, promising not to transfer or dispose shares of the Bank's common stock (except for sales or transfers of the Bank's stock pursuant to the Japanese initial public offering, the international initial public offering, and the Bank's acquisition of its own shares) during the period from the date of the conclusion of the principal underwriting agreement start of sales to the 180th day after the listing day, being May 1, 2016 (counting both the start of sales date and May 31, 2016) (the "Lock-Up Period") without obtaining the consent of the joint global coordinators in writing beforehand.

Moreover, the Bank submitted a document to the joint global coordinators on October 19, 2015, promising not to issue shares of the Bank's common stock (except for stock splits, etc.) during the Lock-Up Period without obtaining the consent of the joint global coordinators in writing beforehand.

Furthermore, with regard to either of the documents above, the joint global coordinators have the right to waive some or all of the relevant restrictions or to shorten the Lock-Up Period at their discretion.

Moreover, JAPAN POST BANK Employees' Shareholding Association, the preferential allottee, submitted a document to the joint global coordinators and lead underwriters of

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the Japanese initial public offering on October 19, 2015, promising not to transfer or dispose shares of common stock or other equity in the Bank during the Lock-Up Period without obtaining consent in writing beforehand from the joint global coordinators and lead underwriters of the Japanese initial public offering.

Furthermore, with regard to the documents above, the joint global coordinators and lead underwriters of the Japanese initial public offering have the right to waive some or all of the relevant restrictions or to shorten the Lock-Up Period at their discretion.

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