

November 4, 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 Financial Information in Conjunction with Listing on the First Section of the Tokyo Stock Exchange

JAPAN POST BANK Co., Ltd. (the "Bank") today listed its shares on the First Section of the Tokyo Stock Exchange.

The Bank has announced its earnings forecasts for the fiscal year ending March 31, 2016 (April 1, 2015 to March 31, 2016, "FY2016/3"), with details as follows. Information related to the latest financial results, etc. is as show in the attachment.

【Non-consolidated】 (Millions of yen, except for per share data and percentages)

Fiscal period Item	FY2016/3 (forecast)		Q1 FY2016/3 (actual)	FY2015/3 (actual)
		Change from the previous fiscal year		
Net ordinary income	¥ 460,000	(19.2%)	¥ 113,888	¥ 569,489
Net income	¥ 320,000	(13.3%)	¥ 79,270	¥ 369,434
Net income per share	¥ 85.34		¥ 21.14	¥ 89.58
Dividend per share	¥ 25.00		—	¥ 49.26

Notes:

1. Net income per share for the fiscal year ended March 31, 2015 (actual) and the three months ended June 30, 2015 (actual) are calculated based on the average number of issued shares during the period. Net income per share for the fiscal year ending March 31, 2016 (forecast) is calculated based on the projected average number of issued shares during the period.
2. The Bank conducted a 30-for-1 stock split of its common stock on August 1, 2015. In the table above, net income per share and dividend per share are calculated as if the stock split had been conducted at the beginning of the fiscal year ended March 31, 2015.
3. Through the year ending March 31, 2018, the Bank aim to pay a stable per-share dividend by maintaining a dividend payout ratio of approximately 50% or more of the Bank net income for the relevant fiscal year. With respect to annual dividends for the year ending March 31, 2016, as the period between the expected date of the listing of the Bank shares and the record date for such annual dividends will be less than six months, the Bank intend to pay annual dividends in an amount of approximately 25% or more of the Bank net income for the same year.
4. The Bank does not prepare consolidated financial statements because it does not have any subsidiaries.

【Assumptions for Earnings Forecasts for the Fiscal Year Ending March 31, 2016】

The Bank has adopted a business model focused on being (1) a retail financial institution that caters to all segments of society and (2) one of the largest institutional investors in Japan. Accordingly, the Bank's core business has two main dimensions. The first is to provide financial services that contribute to the daily lives and asset formation needs of around 120 million individual customers through the Bank's main marketing channel—the post office network of JAPAN POST Co., Ltd. The second is to invest its customers' deposits in securities. Given the characteristics of this business, the Bank is susceptible to the impact of trends in market interest rates. The Bank will be striving to secure stable profit even under the severe business environment, by placing top priority on “increase assets under management,” “diversification and sophistication of investment,” “increase in fees and commissions” and “cost reduction”.

(Earnings Forecasts for the Fiscal Year Ending March 31, 2016)

For management accounting purposes, the Bank's earnings comprise two main components: (1) net interest income, etc. and (2) net fees and commissions. Net ordinary income represents these two earnings components less (3) general and administrative expenses.

(1) Net interest income, etc. is calculated as “(interest income - interest expenses) + (other operating income - other operating expenses) + (gains on money held in trust - losses on money held in trust).”

(2) Net fees and commissions are calculated as “fees and commissions income - fees and commissions expenses.”

Forecasts of each of these items for the fiscal year ending March 31, 2016 are as follows. For the purposes of our earnings forecasts, we have not assumed any easing of regulations governing the Bank based on the Postal Services Privatization Act or the Bank obtaining regulatory approval for any new services.

(1) Net Interest Income, etc.

The Bank's asset-liability management (ALM) framework classifies assets under management into two categories: a base portfolio and a satellite portfolio. The base portfolio is designed to generate stable income through investment in Japanese Government Bonds (JGBs) and other securities, while managing interest and liquidity risk. Meanwhile, the satellite portfolio seeks to generate income mainly by assuming credit and market risk. Specifically, this involves

investment primarily in corporate bonds, foreign securities, and stocks (money held in trust).

For the fiscal year ending March 31, 2016, the Bank is forecasting net interest income, etc. of ¥896,000 million from the base portfolio, a decrease of 20% from the previous fiscal year. This forecast reflects the fact that the high-yield assets acquired by the Bank in the past are now maturing and will be successively replaced by low-yield assets amid the projected continuation of a historically low interest rate environment. Meanwhile, in order to offset the projected decline in income from the base portfolio, the Bank will increase the satellite portfolio balance, centered on foreign securities, while managing risk appropriately in tandem with monitoring market trends and other factors. Through these efforts, the Bank will aim to achieve the targeted satellite portfolio balance of ¥60 trillion as of March 31, 2018 under the Japan Post Group Medium-Term Management Plan. For the fiscal year ending March 31, 2016, the Bank is forecasting net interest income, etc. of ¥548,000 million from the satellite portfolio, an increase of 17% from the previous fiscal year. Consequently, overall net interest income, etc. is forecast at ¥1,444,000 million, a decrease of 9% from the previous fiscal year.

These earnings forecasts assume that that JGB yields and U.S. Treasury yields will track the implied forward rates as of December 31, 2014. The forecasts also assume that share prices and exchange rates will remain constant at the levels prevailing as of December 31, 2014. Based on these assumptions, the Bank has made the following assumptions regarding the financial market environment as of March 31, 2016:

10-year JGB yield: 0.47%

10-year U.S. Treasury yield: 2.70%

TOPIX: 1,407 points

Exchange rate (USD/JPY): \$1=¥120

(2) Net Fees and Commissions

The Bank expects sales of investment trusts to increase 11% year on year to ¥420,000 million, based on training, staff increases, and other initiatives targeting sales consultant personnel. Combined with measures to enhance the convenience of ATMs and increase their usage, net fees and commissions are projected to increase 3% year on year to ¥92,000 million. Moreover, a new asset management company that the Bank will jointly establish with Sumitomo Mitsui Trust Bank, Limited, Nomura Holdings, Inc. and JAPAN POST Co., Ltd. will develop new products and commence sales via the Bank and JAPAN POST Co.,

Ltd. (post offices) from February 2016 onward. Accordingly, the Bank expects the new company to have a negligible impact on earnings for the fiscal year ending March 31, 2016.

(3) General and Administrative Expenses

Deposit insurance expenses paid to Deposit Insurance Corporation of Japan and other related expenses are projected to decrease by ¥48,000 million in line with a reduction in the deposit insurance premium rate from 0.07% to 0.042%.

Commissions on bank agency services paid to JAPAN POST Co., Ltd. are projected to increase 0.4% year on year to ¥605,000 million, mainly reflecting the impact of increases in deposits and sales of investment trusts.

Coupled with efforts to reduce expenses, the Bank is forecasting general and administrative expenses of ¥1,075,000 million, a decrease of 3% from the previous fiscal year.

As a result of the above, for the fiscal year ending March 31, 2016, the Bank is forecasting net ordinary income of ¥460,000 million, a decrease of 19% year on year, and net income of ¥320,000 million, a decrease of 13% year on year.

(Cautionary Statement on Forward-looking Statements)

This press release contains forward-looking statements including the Bank's earnings forecasts. These statements are based on information currently available to the Bank and certain assumptions judged to be reasonable at the time of this document's publication. Actual results may differ materially from those described in this press release due to various factors, including fluctuations in market interest rates, foreign exchange rates and general market and economic conditions.

Notes:

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.



Summary of Financial Results for the Three Months Ended June 30, 2015

<Under Japanese GAAP> (Non-Consolidated)

November 4, 2015

Company name: JAPAN POST BANK Co., Ltd.
 Stock exchange listings: Tokyo Stock Exchange
 Code number: 7182
 Website: <http://www.jp-bank.japanpost.jp/>
 President & CEO: Masatsugu Nagato
 Managing Executive Officer: Riki Mukai
 Tel: 81-3-3504-9636

Quarterly Securities Report issuing date: —
 Dividend payment date: —
 Trading accounts: Unestablished
 Selected Financial Information for quarterly financial statements: Available
 Quarterly investor meeting presentation: None

(Figures are rounded down)

1. Financial results for the three months ended June 30, 2015

(1) Operating results

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

	Ordinary income		Net ordinary income		Net income	
Q1 FY2016	¥482,708	(5.1) %	¥113,888	(11.1) %	¥79,270	(7.8) %
Q1 FY2015	508,819	(9.7)	128,130	(29.0)	85,993	(25.3)

	Net income per share	Diluted net income per share
Q1 FY2016	¥21.14	¥—
Q1 FY2015	19.10	—

- Notes: 1. JAPAN POST BANK Co., Ltd. (the "Bank") conducted a stock split effective on August 1, 2015, under which each share of common stock was split into 30 shares. However, the Bank's calculation of the "Net income per share" is based on the assumption that the stock split was effective at the beginning of the previous fiscal year.
2. Diluted net income per share is not presented since there has been no potential dilution for the three months ended June 30, 2015 and 2014.
3. 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) Financial conditions

(Millions of yen, except for percentages)

	Total assets (A)	Total net assets (B)	(B) / (A)
Q1 FY2016	¥208,735,195	¥11,516,420	5.5%
FY2015	208,179,309	11,630,212	5.5

Reference: Net assets attributable to shareholders were ¥11,516,420 million as of June 30, 2015 and ¥11,630,212 million as of March 31, 2015.

2. Dividends

(Yen)

	Annual dividends per share				
	As of June 30	As of September 30	As of December 31	As of March 31	Total
FY2015	¥—	¥0.00	¥—	¥1,477.95	¥1,477.95
FY2016	—	—	—	—	—
FY2016(forecast)	—	0.00	—	25.00	25.00

- Notes: 1. Revision of the latest announced dividend forecasts for FY2016: No
2. The Bank conducted a stock split effective on August 1, 2015, under which each share of common stock was split into 30 shares. The Bank's forecast of the "Annual dividends per share" as of March 31, 2016 reflects the effect of the stock split.

3. Earnings forecasts for the fiscal year ending March 31, 2016

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

	Net ordinary income	Net income	Net income per share
FY2016	¥460,000 (19.2)%	¥320,000 (13.3)%	¥85.34

Notes: 1. Revision of the latest announced earnings forecasts for FY2016: No

2. The Bank conducted a stock split effective on August 1, 2015, under which each share of common stock was split into 30 shares. However, the Bank's calculation of the "Net income per share" is based on the assumption that the stock split was effective at the beginning of FY2016.

3. Percentages shown in net ordinary income and net income are the increase (decrease) from the previous fiscal year.

* Notes

(1) Adoption of specified accounting methods for the preparation of the quarterly non-consolidated financial statements: 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 June 30, 2015	4,500,000,000 shares	As of March 31, 2015	4,500,000,000 shares
ii) Period-end treasury stock:	As of June 30, 2015	750,525,000 shares	As of March 31, 2015	750,525,000 shares
iii) Average number of outstanding shares:	Q1 FY2016	3,749,475,000 shares	Q1 FY2015	4,500,000,000 shares

(Note) The Bank conducted a stock split effective on August 1, 2015, under which each share of common stock was split into 30 shares. However, the Bank's calculation of the number of shares outstanding (common stock) is based on the assumption that the stock split was effective at the beginning of the previous fiscal year.

(Quarterly Review)

This "Summary of Financial Results" is not subject to the quarterly review prescribed by the "Financial Instruments and Exchange Act." A review of the quarterly non-consolidated financial statements has been completed as of the disclosure of this "Summary of Financial Results".

(Forward-looking statements and other matters)

This summary of financial results contains forward-looking statements regarding estimations, forecasts, targets and plans in relation to the operating results, financial condition and overall management and business of the Bank as a whole ("forward-looking statements"). Any forward-looking statements contained herein are made based upon, among other things, the Bank's current estimations, perceptions, evaluations and assumptions regarding its business and industry, general economic conditions, and various other future events and circumstances. Forward-looking statements are accordingly subject to various risks and uncertainties including changes in interest rates, foreign currency fluctuations, etc. and are not guarantees of future performance. The Bank's actual results may differ materially from those expressed or implied in any forward-looking statements.

Selected Financial Information for quarterly financial statements are available on the Bank's website.

[Attachment]

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1. Qualitative Information Concerning Non-Consolidated Earnings and Others for the Three Months Ended June 30, 2015

(1) Information concerning non-consolidated results of operations

Ordinary income for the three months ended June 30, 2015 were ¥482.7 billion, including ¥444.0 billion of interest income (mainly interest and dividends on securities) and ¥31.7 billion of fees and commissions. Meanwhile, ordinary expenses were ¥368.8 billion, including ¥93.2 billion of interest expenses and ¥266.9 billion of general and administrative expenses.

Taking into account the above, net ordinary income was ¥113.8 billion and net income was ¥79.2 billion.

(2) Information concerning non-consolidated financial conditions

Total assets as of June 30, 2015 were ¥208,735.1 billion. Securities were ¥154,713.9 billion, and loans were ¥2,716.4 billion. Deposits as of June 30, 2015 were ¥178,121.8 billion (¥179,454.1 billion including accrued interest). The portion of deposits received from the Management Organization for Postal Savings and Postal Life Insurance (corresponding to postal savings for TEIGAKU savings and others that were passed on to the organization by JAPAN POST as of September 30, 2007) included in special deposits totaled ¥21,198.2 billion.

Shareholder's equity as of June 30, 2015 decreased by ¥105.4 billion from the end of fiscal 2015. In addition, the valuation and translation adjustments decreased by ¥8.3 billion from the end of fiscal 2015. As a result, net assets totaled ¥11,516.4 billion. Retained earnings, included in shareholders' equity, were ¥1,863.1 billion.

(3) Information concerning non-consolidated earnings forecasts and other future predictions

The Bank has adopted a business model focused on being (1) a retail financial institution that caters to all segments of society and (2) one of the largest institutional investors in Japan. Accordingly, the Bank's core business has two main dimensions. The first is to provide financial services that contribute to the daily lives and asset formation needs of around 120 million individual customers through the Bank's main marketing channel—the post office network of JAPAN POST Co., Ltd. The second is to invest its customers' deposits in securities. Given the characteristics of this business, the Bank is susceptible to the impact of trends in market interest rates. The Bank will be striving to secure stable profit even under the severe business environment, by placing top priority on “increase assets under management,” “diversification and sophistication of investment,” “increase in fees and commissions” and “cost reduction”.

(Earnings Forecasts for the Fiscal Year Ending March 31, 2016)

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(1) Net interest income, etc. is calculated as "(interest income - interest expenses) + (other operating income - other operating expenses) + (gains on money held in trust - losses on money held in trust)."

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(1) Net Interest Income, etc.

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These earnings forecasts assume that that JGB yields and U.S. Treasury yields will track the implied forward rates as of December 31, 2014. The forecasts also assume that share prices and exchange rates will remain constant at the levels prevailing as of December 31, 2014. Based on these

assumptions, the Bank has made the following assumptions regarding the financial market environment as of March 31, 2016:

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10-year U.S. Treasury yield: 2.70%

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Exchange rate (USD/JPY): \$1=¥120

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Commissions on bank agency services paid to JAPAN POST Co., Ltd. are projected to increase 0.4% year on year to ¥605,000 million, mainly reflecting the impact of increases in deposits and sales of investment trusts.

Coupled with efforts to reduce expenses, the Bank is forecasting general and administrative expenses of ¥1,075,000 million, a decrease of 3% from the previous fiscal year.

As a result of the above, for the fiscal year ending March 31, 2016, the Bank is forecasting net ordinary income of ¥460,000 million, a decrease of 19% year on year, and net income of ¥320,000 million, a decrease of 13% year on year.

2. Non-Consolidated Financial Statements

(1) Non-consolidated balance sheets

	As of March 31, 2015	(Millions of yen) As of June 30, 2015
Assets		
Cash and due from banks	33,301,050	35,232,588
Call loans	1,961,526	1,925,067
Receivables under securities borrowing transactions	8,374,084	8,406,654
Monetary claims bought	122,032	129,520
Trading account securities	104	156
Money held in trust	3,491,637	3,623,293
Securities	156,169,792	154,713,948
Loans	2,783,985	2,716,469
Foreign exchanges	49,332	14,348
Other assets	1,603,912	1,649,094
Tangible fixed assets	179,933	184,461
Intangible fixed assets	47,971	45,630
Customers' liabilities for acceptances and guarantees	95,000	95,000
Reserve for possible loan losses	(1,055)	(1,039)
Total assets	208,179,309	208,735,195
Liabilities		
Deposits	177,710,776	178,121,883
Call money	—	51,729
Payables under repurchase agreements	—	12,473
Payables under securities lending transactions	13,570,198	14,135,781
Foreign exchanges	266	336
Other liabilities	3,576,119	3,214,955
Reserve for bonuses	5,581	1,822
Reserve for employees' retirement benefits	150,466	150,286
Deferred tax liabilities	1,440,688	1,434,505
Acceptances and guarantees	95,000	95,000
Total liabilities	196,549,097	197,218,775
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	4,296,285	4,296,285
Retained earnings	1,968,617	1,863,170
Treasury stock	(1,299,999)	(1,299,999)
Total shareholders' equity	8,464,904	8,359,457
Net unrealized gains (losses) on available-for-sale securities	3,824,643	3,852,145
Net deferred gains (losses) on hedges	(659,335)	(695,182)
Total valuation and translation adjustments	3,165,307	3,156,962
Total net assets	11,630,212	11,516,420
Total liabilities and net assets	208,179,309	208,735,195

(2) Non-consolidated statements of income

(Millions of yen)

	For the three months ended June 30, 2014	For the three months ended June 30, 2015
Ordinary income	508,819	482,708
Interest income	473,967	444,012
Interest on loans	8,026	6,606
Interest and dividends on securities	458,769	426,001
Fees and commissions	29,727	31,797
Other operating income	120	332
Other ordinary income	5,004	6,564
Ordinary expenses	380,689	368,819
Interest expenses	87,033	93,217
Interest on deposits	60,968	59,295
Fees and commissions	7,468	7,992
Other operating expenses	1,031	302
General and administrative expenses	284,308	266,971
Other ordinary expenses	848	335
Net ordinary income	128,130	113,888
Extraordinary loss	318	347
Losses on sales and disposals of fixed assets	318	347
Income before income taxes	127,811	113,540
Income taxes		
Current	36,006	31,129
Deferred	5,810	3,140
Total income taxes	41,817	34,269
Net income	85,993	79,270

(3) Notes to financial statements

Notes on going-concern assumption

None

Note for material changes in the amount of shareholders' equity

None

Significant subsequent event

Stock split

The Bank conducted a following stock split effective on August 1, 2015.

i) Procedures for stock split

The Bank divided its common stock under 30-for-1 stock split based on the shareholders information stated or recorded in the final shareholder registry on July 31, 2015, which was the record date.

ii) Number of shares increased by stock split

Common stock 4,350,000,000 shares

iii) Impact on per share data

Per share data, which is calculated based on the assumption that the stock split was effective at the beginning of the previous fiscal year, is as follows.

	For the three months ended June 30, 2014	For the three months ended June 30, 2015
Net income per share	¥19.10	¥21.14

(Note) Diluted net income per share is not presented since there has been no potential dilution for the three months ended June 30, 2015 and 2014.