



Summary of Consolidated Financial Results for the Three Months Ended June 30, 2019

<Under Japanese GAAP>

August 9, 2019

Company name: JAPAN POST BANK Co., Ltd.	Stock exchange listing: Tokyo Stock Exchange
Code number: 7182	Website: https://www.jp-bank.japanpost.jp/
Representative: Norito Ikeda, Director, President and Representative Executive Officer	
For inquiry: Kenichi Imai, General Manager of Financial Accounting Department	
Quarterly Securities Report issuing date:	August 9, 2019 (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 three months ended June 30, 2019

(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
Q1 FY2020	¥463,828 (1.4)%	¥105,721 (0.8)%	¥77,825 (0.6)%
Q1 FY2019	470,506 —	106,666 —	78,346 —

Note: “Comprehensive income (loss)” was ¥202,070 million for the three months ended June 30, 2019 and ¥ (72,238) million for the three months ended June 30, 2018.

	Net income per share	Diluted net income per share
Q1 FY2020	¥20.76	¥—
Q1 FY2019	20.89	—

Notes: 1. “Diluted net income per share” is not presented since there has been no potential dilution for the three months ended June 30, 2019 and 2018.

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.

3. Since JAPAN POST BANK Co., Ltd. (the “Bank”) prepares its quarterly consolidated financial statements from the three months ended June 30, 2018, percentages of increase (decrease) for the three months ended June 30, 2018 were not disclosed.

(2) Consolidated financial conditions

(Millions of yen, except for percentages)

	Total assets	Total net assets	Net assets attributable to shareholders to total assets
Q1 FY2020	¥212,523,809	¥11,470,825	5.3%
FY2019	208,974,134	11,362,365	5.4

Reference: “Net assets attributable to shareholders” was ¥11,465,967 million as of June 30, 2019 and ¥11,357,397 million as of March 31, 2019.

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
FY2019	¥—	¥25.00	¥—	¥25.00	¥50.00
FY2020	—				
FY2020 (forecast)		25.00	—	25.00	50.00

Note: Revision of the latest announced dividend forecasts for FY2020: No

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2020

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

	Net ordinary income		Net income attributable to owners of parent		Net income per share
FY2020	¥375,000	0.2%	¥270,000	1.4%	¥72.02

Notes: 1. Revision of the latest announced earnings forecasts for FY2020: No

2. 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) Adoption of specified accounting methods for the preparation of the quarterly consolidated financial statements: No

(3) 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

(4) Shares outstanding (common stock)

i) Period-end issued shares (including treasury stock):	As of June 30, 2019	4,500,000,000 shares	As of March 31, 2019	4,500,000,000 shares
ii) Period-end treasury stock:	As of June 30, 2019	751,223,550 shares	As of March 31, 2019	751,208,350 shares
iii) Average number of outstanding shares:	Q1 FY2020	3,748,685,022 shares	Q1 FY2019	3,748,788,488 shares

Note: The period-end treasury stock includes the Bank's shares held by stock benefit trust (698,600 shares as of June 30, 2019 and 683,400 shares as of March 31, 2019). The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by stock benefit trust (790,028 shares for Q1 FY2020 and 686,562 shares for Q1 FY2019).

(Note on quarterly review procedures)

This “Summary of Consolidated Financial Results” is not subject to the quarterly review 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; 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 Three Months Ended June 30, 2019

1. Consolidated Financial Statements

(1) Consolidated balance sheets

	As of March 31, 2019	(Millions of yen) As of June 30, 2019
Assets		
Cash and due from banks	50,698,686	54,640,488
Call loans	400,000	260,000
Receivables under resale agreements	8,368,139	9,700,834
Monetary claims bought	295,679	284,363
Trading account securities	2	3
Money held in trust	3,990,780	3,899,631
Securities	137,138,590	135,665,221
Loans	5,297,424	5,093,264
Foreign exchanges	80,396	83,123
Other assets	2,452,406	2,649,607
Tangible fixed assets	201,906	199,439
Intangible fixed assets	51,018	48,763
Deferred tax assets	61	23
Reserve for possible loan losses	(958)	(954)
Total assets	208,974,134	212,523,809

	As of March 31, 2019	(Millions of yen) As of June 30, 2019
Liabilities		
Deposits	180,997,116	183,132,159
Payables under repurchase agreements	11,569,371	12,757,126
Payables under securities lending transactions	2,473,457	2,524,899
Commercial paper	28,029	31,665
Borrowed money	3,900	4,300
Foreign exchanges	628	667
Other liabilities	1,355,311	1,372,453
Reserve for bonuses	7,858	1,813
Liability for retirement benefits	134,837	134,871
Reserve for employee stock ownership plan trust	839	399
Reserve for management board benefit trust	238	235
Reserve for reimbursement of deposits	88,332	85,721
Deferred tax liabilities	951,844	1,006,670
Total liabilities	197,611,768	201,052,984
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	4,296,286	4,296,286
Retained earnings	2,477,878	2,461,967
Treasury stock	(1,300,926)	(1,300,901)
Total shareholders' equity	8,973,237	8,957,351
Net unrealized gains (losses) on available-for-sale securities	2,440,024	2,530,509
Net deferred gains (losses) on hedges	(62,353)	(28,045)
Accumulated adjustments for retirement benefits	6,488	6,151
Total accumulated other comprehensive income	2,384,159	2,508,615
Non-controlling interests	4,968	4,857
Total net assets	11,362,365	11,470,825
Total liabilities and net assets	208,974,134	212,523,809

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

Consolidated statements of income

	(Millions of yen)	
	For the three months ended June 30, 2018	For the three months ended June 30, 2019
Ordinary income	470,506	463,828
Interest income	357,304	335,585
Interest on loans	3,133	2,808
Interest and dividends on securities	346,286	326,022
Fees and commissions	34,827	40,936
Other operating income	68,094	75,376
Other ordinary income	10,279	11,928
Ordinary expenses	363,839	358,106
Interest expenses	85,970	84,100
Interest on deposits	25,995	14,942
Fees and commissions	8,041	7,765
Other operating expenses	1,440	683
General and administrative expenses	263,031	262,833
Other ordinary expenses	5,355	2,723
Net ordinary income	106,666	105,721
Extraordinary loss	151	36
Losses on sales and disposals of fixed assets	151	36
Income before income taxes	106,515	105,685
Income taxes		
Current	25,499	28,040
Deferred	2,777	(76)
Total income taxes	28,277	27,963
Net income	78,238	77,721
Net loss attributable to non-controlling interests	(107)	(104)
Net income attributable to owners of parent	78,346	77,825

Consolidated statements of comprehensive income

	(Millions of yen)	
	For the three months ended June 30, 2018	For the three months ended June 30, 2019
Net income	78,238	77,721
Other comprehensive income (loss)	(150,476)	124,348
Net unrealized gains (losses) on available-for-sale securities	(123,196)	90,377
Net deferred gains (losses) on hedges	(26,905)	34,308
Adjustments for retirement benefits	(374)	(337)
Share of other comprehensive income (loss) of affiliates accounted for by the equity method	0	0
Comprehensive income (loss)	(72,238)	202,070
Total comprehensive income (loss) attributable to:		
Owners of parent	(72,135)	202,282
Non-controlling interests	(102)	(212)

(3) Notes to consolidated financial statements

Notes on going-concern assumption

None

Note for material changes in the amount of shareholders' equity

None