



Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023

<Under Japanese GAAP>

August 10, 2023

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: KUROSAKI Takao, General Manager of Financial Accounting Department
 Quarterly Securities Report issuing date: August 10, 2023 (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, 2023

(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 FY2024/3	¥643,483	43.3 %	¥ 118,464	(1.6)%	¥ 86,817	(2.2)%
Q1 FY2023/3	448,883	(11.2)	120,426	(25.9)	88,808	(26.4)

Note: "Comprehensive income (loss)" was ¥269,598 million for the three months ended June 30, 2023 and ¥(113,397) million for the three months ended June 30, 2022.

	Net income per share	Diluted net income per share
Q1 FY2024/3	¥23.95	¥—
Q1 FY2023/3	23.69	—

Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the three months ended June 30, 2023 and 2022.

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
Q1 FY2024/3	¥229,770,704	¥9,681,928	4.1%
FY2023/3	229,582,232	9,651,874	4.1

Reference: "Net assets attributable to shareholders" was ¥9,642,422 million as of June 30, 2023 and ¥9,615,094 million as of March 31, 2023.

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

$$\left[\frac{(\text{"Total net assets"} - \text{"Non-controlling interests"})}{\text{"Total assets"}} \right] \times 100$$

"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
FY2023/3	¥ —	¥ 0.00	¥ —	¥ 50.00	¥ 50.00
FY2024/3	—				
FY2024/3 (forecast)		0.00	—	50.00	50.00

Note: Revision of the latest announced dividend forecasts for FY2024/3: No

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2024

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

	Net ordinary income	Net income attributable to owners of parent	Net income per share
FY2024/3	¥470,000 3.1%	¥335,000 3.0%	¥92.59

Notes: 1. Revision of the latest announced earnings forecasts for FY2024/3: 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, 2023	3,617,602,420 shares	As of March 31, 2023	3,690,021,220 shares
ii) Period-end treasury stock:	As of June 30, 2023	1,489,903 shares	As of March 31, 2023	21,784,603 shares
iii) Average number of outstanding shares:	Q1 FY2024/3	3,623,987,855 shares	Q1 FY2023/3	3,748,388,934 shares

Note: The period-end treasury stock includes the Bank's shares held by stock benefit trust (1,419,900 shares as of June 30, 2023 and 1,436,900 shares as of March 31, 2023). The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by stock benefit trust (1,494,107 shares for Q1 FY2024/3 and 1,086,084 shares for Q1 FY2023/3).

(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 JAPAN POST BANK Co., Ltd. (the “Bank”) and its consolidated subsidiaries (the “Japan Post Bank 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; market risks, market liquidity risks, credit risks and operational risks (such as risks related to the Bank’s IT systems, the Bank’s reputation, natural disasters, litigation and violations of applicable laws or regulations); risks related to Environmental, Social and Governance, or ESG, factors including climate change; risks related to business strategy and management planning; risks related to the expansion of the scope of operations; risks related to the business environment; risks related to the Bank’s relationship with JAPAN POST HOLDINGS Co., Ltd. and JAPAN POST Co., Ltd.; risks related to domestic and overseas monetary policies; 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 Japan Post Bank Group’s actual results, performance or financial position. The Japan Post Bank 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 Japan Post Bank 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]

Contents of Attachment

1. Consolidated Financial Statements	2
(1) Consolidated balance sheets	2
(2) Consolidated statements of income and consolidated statements of comprehensive income	4
(3) Notes to consolidated financial statements	6
Notes on going-concern assumption	6
Note for material changes in the amount of shareholders' equity	6

1. Consolidated Financial Statements**(1) Consolidated balance sheets**

	(Millions of yen)	
	As of March 31, 2023	As of June 30, 2023
Assets		
Cash and due from banks	68,223,319	63,057,936
Call loans	2,460,000	2,315,000
Receivables under resale agreements	9,788,452	11,028,057
Receivables under securities borrowing transactions	250,241	1,479,616
Monetary claims bought	478,286	475,462
Trading account securities	19	13
Money held in trust	6,564,738	6,355,195
Securities	132,801,422	135,265,583
Loans	5,604,366	5,607,061
Foreign exchanges	124,943	189,755
Other assets	2,994,833	3,730,357
Tangible fixed assets	190,543	187,936
Intangible fixed assets	77,727	79,712
Deferred tax assets	24,374	53
Reserve for possible loan losses	(1,036)	(1,038)
Total assets	229,582,232	229,770,704

	(Millions of yen)	
	As of March 31, 2023	As of June 30, 2023
Liabilities		
Deposits	194,948,611	196,025,311
Payables under repurchase agreements	18,316,621	16,832,957
Payables under securities lending transactions	1,941,872	2,070,547
Borrowed money	1,632,600	1,632,200
Foreign exchanges	1,411	1,144
Other liabilities	2,891,597	3,277,398
Reserve for bonuses	7,335	1,713
Liability for retirement benefits	134,716	136,330
Reserve for employee stock ownership plan trust	511	269
Reserve for management board benefit trust	424	448
Reserve for reimbursement of deposits	54,655	53,491
Deferred tax liabilities	—	56,962
Total liabilities	219,930,358	220,088,775
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	3,500,000	3,500,000
Retained earnings	2,481,908	2,305,238
Treasury stock	(24,510)	(1,565)
Total shareholders' equity	9,457,398	9,303,672
Net unrealized gains (losses) on available-for-sale securities	781,196	1,352,973
Net deferred gains (losses) on hedges	(626,041)	(1,016,523)
Accumulated adjustments for retirement benefits	2,540	2,300
Total accumulated other comprehensive income	157,695	338,750
Non-controlling interests	36,780	39,505
Total net assets	9,651,874	9,681,928
Total liabilities and net assets	229,582,232	229,770,704

(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, 2022	For the three months ended June 30, 2023
Ordinary income	448,883	643,483
Interest income	306,498	338,324
Interest on loans	2,474	2,362
Interest and dividends on securities	297,388	326,278
Fees and commissions	44,398	45,589
Other operating income	57,606	2,472
Other ordinary income	40,380	257,097
Ordinary expenses	328,457	525,019
Interest expenses	79,740	173,387
Interest on deposits	3,444	2,858
Fees and commissions	6,687	6,894
Other operating expenses	413	20,966
General and administrative expenses	236,286	236,992
Other ordinary expenses	5,327	86,777
Net ordinary income	120,426	118,464
Extraordinary loss	82	206
Losses on sales and disposals of fixed assets	82	206
Income before income taxes	120,344	118,258
Income taxes		
Current	51,402	31,301
Deferred	(20,498)	910
Total income taxes	30,904	32,211
Net income	89,439	86,046
Net income (loss) attributable to non-controlling interests	630	(771)
Net income attributable to owners of parent	88,808	86,817

Consolidated statements of comprehensive income

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net income	89,439	86,046
Other comprehensive income (loss)	(202,836)	183,552
Net unrealized gains (losses) on available-for-sale securities	49,259	574,275
Net deferred gains (losses) on hedges	(251,813)	(390,482)
Adjustments for retirement benefits	(283)	(240)
Comprehensive income (loss)	(113,397)	269,598
Total comprehensive income (loss) attributable to:		
Owners of parent	(119,517)	267,872
Non-controlling interests	6,120	1,726

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

None

Note for material changes in the amount of shareholders' equity

The Bank repurchased 52,141 thousand shares of treasury stock based on the resolution at the Board of Directors meeting held on February 27, 2023. As a result, treasury stock increased by ¥57,074 million.

In addition, the Bank cancelled 72,418 thousand shares of treasury stock based on the resolution at the Board of Directors meeting held on the same date. As a result, capital surplus and treasury stock decreased by ¥80,005 million, respectively.

Since the balance of other capital surplus included in capital surplus amounted to ¥(80,005) million due to the cancellation of treasury stock, other capital surplus was reduced to nil whereby the aforementioned negative value was deducted from other retained earnings.

As a result, retained earnings at the end of the three months ended June 30, 2023 decreased by ¥176,670 million from the end of the previous fiscal year, to ¥2,305,238 million, treasury stock decreased by ¥22,944 million to ¥1,565 million.