



Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024

<Under Japanese GAAP>

August 9, 2024

Company name: JAPAN POST BANK Co., Ltd. Stock exchange listing: Tokyo Stock Exchange
Code number: 7182 Website: <https://www.jp-bank.japanpost.jp/>
Representative: KASAMA Takayuki, Director, President and Representative Executive Officer
For inquiry: KUROSAKI Takao, General Manager of Financial Accounting Department
Dividend payment date: —
Trading accounts: Unestablished
Selected Financial Information for financial statements: Available
Investor meeting presentation: Scheduled (for investors and analysts)

(Figures are rounded down)

1. Consolidated financial results for the three months ended June 30, 2024

(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 FY2025/3	¥605,668	(5.8)%	¥137,711	16.2 %	¥96,233	10.8 %
Q1 FY2024/3	643,483	43.3	118,464	(1.6)	86,817	(2.2)

Note: "Comprehensive income (loss)" was ¥(245,285) million for the three months ended June 30, 2024 and ¥269,598 million for the three months ended June 30, 2023.

	Net income per share	Diluted net income per share
Q1 FY2025/3	¥26.61	¥ —
Q1 FY2024/3	23.95	—

Notes: 1. "Diluted net income per share" is not presented since there has been no potential dilution for the three months ended June 30, 2024 and 2023.

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 FY2025/3	¥238,692,788	¥9,272,628	3.8%
FY2024/3	233,907,990	9,707,923	4.1

Reference: "Net assets attributable to shareholders" was ¥9,230,101 million as of June 30, 2024 and ¥9,666,828 million as of March 31, 2024.

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
FY2024/3	¥ —	¥ 0.00	¥ —	¥51.00	¥51.00
FY2025/3	—				
FY2025/3 (forecast)		0.00	—	52.00	52.00

Note: Revision of the latest announced dividend forecasts for FY2025/3: No

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2025

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

	Net ordinary income	Net income attributable to owners of parent	Net income per share
FY2025/3	¥525,000 5.8%	¥365,000 2.4%	¥100.92

Notes: 1. Revision of the latest announced earnings forecasts for FY2025/3: 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) Significant changes in the scope of consolidation during the period: Yes

Newly included: 2 companies (JAPAN POST BANK CAPITAL PARTNERS Co., Ltd. and 1 other company)

(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: Yes

ii) Changes in accounting policies due to reasons other than i): No

iii) Changes in accounting estimates: No

iv) Restatements: No

Note: For more information, please refer to "Changes in accounting policies" on page 7 of the [Attachment].

(4) Shares outstanding (common stock)

i) Period-end issued shares (including treasury stock):	As of June 30, 2024	3,617,602,420 shares	As of March 31, 2024	3,617,602,420 shares
ii) Period-end treasury stock:	As of June 30, 2024	1,175,066 shares	As of March 31, 2024	1,449,664 shares
iii) Average number of outstanding shares:	Q1 FY2025/3	3,616,241,006 shares	Q1 FY2024/3	3,623,987,855 shares

Note: The period-end treasury stock includes the Bank's shares held by stock benefit trust (1,105,000 shares as of June 30, 2024 and 1,379,600 shares as of March 31, 2024). The treasury stock deducted to calculate the average number of outstanding shares includes the Bank's shares held by stock benefit trust (1,291,350 shares for Q1 FY2025/3 and 1,494,107 shares for Q1 FY2024/3).

* Review of attached consolidated quarterly financial statements: No
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 Semi-annual Securities 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**

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1. Overview of Consolidated Financial Results for the Three Months Ended June 30, 2024

(Operating results)

Ordinary income decreased by ¥37.8 billion year on year, to ¥605.6 billion for the three months ended June 30, 2024. Interest income increased by ¥119.2 billion year on year, to ¥457.5 billion for the three months ended June 30, 2024. Fees and commissions increased by ¥0.7 billion year on year, to ¥46.3 billion for the three months ended June 30, 2024. Other operating income increased by ¥19.2 billion year on year, to ¥21.7 billion for the three months ended June 30, 2024.

Ordinary expenses decreased by ¥57.0 billion year on year, to ¥467.9 billion for the three months ended June 30, 2024. Interest expenses increased by ¥30.5 billion year on year, to ¥203.9 billion for the three months ended June 30, 2024. General and administrative expenses increased by ¥0.7 billion year on year, to ¥237.7 billion for the three months ended June 30, 2024.

Taking into account of the above, net ordinary income increased by ¥19.2 billion year on year, to ¥137.7 billion for the three months ended June 30, 2024, which equated to 26.2% of the full-year earnings forecast of ¥525.0 billion.

Net income attributable to owners of parent increased by ¥9.4 billion year on year, to ¥96.2 billion for the three months ended June 30, 2024, which equated to 26.3% of the full-year earnings forecast of ¥365.0 billion.

(Financial conditions)

Total assets increased by ¥4,784.7 billion from March 31, 2024, to ¥238,692.7 billion as of June 30, 2024. Securities increased by ¥3,397.5 billion from March 31, 2024, to ¥149,888.2 billion as of June 30, 2024. Loans decreased by ¥1,126.6 billion from March 31, 2024, to ¥5,721.7 billion as of June 30, 2024. Deposits increased by ¥499.0 billion from March 31, 2024, to ¥193,299.8 billion as of June 30, 2024.

Shareholder's equity as of June 30, 2024 decreased by ¥87.9 billion from March 31, 2024. In addition, total accumulated other comprehensive income decreased by ¥348.7 billion from March 31, 2024. As a result, net assets totaled ¥9,272.6 billion. Retained earnings, included in shareholders' equity, were ¥2,486.3 billion.

2. Consolidated Financial Statements

(1) Consolidated balance sheets

	(Millions of yen)	
	As of March 31, 2024	As of June 30, 2024
Assets		
Cash and due from banks	57,724,492	59,747,362
Call loans	2,010,000	1,725,000
Receivables under resale agreements	9,742,621	9,454,684
Monetary claims bought	515,606	518,158
Trading account securities	54	151
Money held in trust	6,163,585	6,262,789
Securities	146,490,662	149,888,255
Loans	6,848,393	5,721,723
Foreign exchanges	181,332	113,943
Other assets	3,889,102	4,766,292
Tangible fixed assets	198,302	200,476
Intangible fixed assets	87,624	87,618
Deferred tax assets	58,062	208,187
Reserve for possible loan losses	(1,075)	(1,079)
Reserve for possible investment losses	(775)	(775)
Total assets	233,907,990	238,692,788

	(Millions of yen)	
	As of March 31, 2024	As of June 30, 2024
Liabilities		
Deposits	192,800,717	193,299,808
Payables under repurchase agreements	24,042,626	27,773,420
Payables under securities lending transactions	2,373,799	2,679,057
Borrowed money	1,984,900	1,984,900
Foreign exchanges	1,273	1,259
Other liabilities	2,935,310	3,626,451
Reserve for bonuses	7,496	1,764
Liability for retirement benefits	2,056	2,521
Reserve for employee stock ownership plan trust	510	199
Reserve for management board benefit trust	427	417
Reserve for reimbursement of deposits	50,950	50,357
Total liabilities	224,200,067	229,420,159
Net Assets		
Capital stock	3,500,000	3,500,000
Capital surplus	3,500,000	3,500,000
Retained earnings	2,574,567	2,486,354
Treasury stock	(1,523)	(1,245)
Total shareholders' equity	9,573,043	9,485,109
Net unrealized gains (losses) on available-for-sale securities	1,358,768	1,420,462
Net deferred gains (losses) on hedges	(1,266,085)	(1,676,343)
Accumulated adjustments for retirement benefits	1,101	873
Total accumulated other comprehensive income	93,784	(255,007)
Non-controlling interests	41,094	42,527
Total net assets	9,707,923	9,272,628
Total liabilities and net assets	233,907,990	238,692,788

(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, 2023	For the three months ended June 30, 2024
Ordinary income	643,483	605,668
Interest income	338,324	457,575
Interest on loans	2,362	2,609
Interest and dividends on securities	326,278	435,688
Fees and commissions	45,589	46,370
Other operating income	2,472	21,704
Other ordinary income	257,097	80,017
Ordinary expenses	525,019	467,957
Interest expenses	173,387	203,987
Interest on deposits	2,858	7,972
Fees and commissions	6,894	6,995
Other operating expenses	20,966	711
General and administrative expenses	236,992	237,753
Other ordinary expenses	86,777	18,510
Net ordinary income	118,464	137,711
Extraordinary loss	206	91
Losses on sales and disposals of fixed assets	206	90
Losses on impairment of fixed assets	—	0
Income before income taxes	118,258	137,619
Income taxes		
Current	31,301	33,135
Deferred	910	3,790
Total income taxes	32,211	36,925
Net income	86,046	100,694
Net income (loss) attributable to non-controlling interests	(771)	4,460
Net income attributable to owners of parent	86,817	96,233

Consolidated statements of comprehensive income

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net income	86,046	100,694
Other comprehensive income (loss)	183,552	(345,979)
Net unrealized gains (losses) on available-for-sale securities	574,275	64,458
Net deferred gains (losses) on hedges	(390,482)	(410,210)
Adjustments for retirement benefits	(240)	(227)
Comprehensive income (loss)	269,598	(245,285)
Total comprehensive income (loss) attributable to:		
Owners of parent	267,872	(252,510)
Non-controlling interests	1,726	7,225

(3) Notes to consolidated financial statements**Changes in accounting policies**

(Application of Accounting Standard for Current Income Taxes)

The Bank has applied the "Accounting Standard for Current Incomes Taxes" (ASBJ Statement No.27, October 28, 2022), etc. from the beginning of the three months ended June 30, 2024.

The cumulative amount affected by the retrospective application of the new accounting policy prior to the beginning of the three months ended June 30, 2024 has been added to or deducted from retained earnings as of the beginning of the three months ended June 30, 2024, the corresponding amount has been added to or deducted from the appropriate category in total accumulated other comprehensive income, and the Bank has applied the new accounting policy from the balance at the beginning of the period.

The impact of the application of the accounting standard, etc. on the quarterly consolidated financial statements is minimal.

Notes on segment information, etc.

(Segment information)

Segment information is omitted since the Group comprises only one segment, which is defined as banking services.

Note for material changes in the amount of shareholders' equity

None

Notes on going-concern assumption

None

Notes on consolidated statement of cash flows

The Group has not prepared the consolidated statement of cash flows for the three months ended June 30, 2024. Depreciation and amortization (including the amortization related to the intangible fixed assets) for the three months ended June 30, 2023 and 2024 were as follows:

	(Millions of yen)	
	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Depreciation and amortization	9,886	10,894