

**UNOFFICIAL TRANSLATION**

Although the Company pays close attention to provide English translation of the information disclosed in Japanese, the Japanese original prevails over its English translation in the case of any discrepancy.

**Summary of Consolidated Financial Results  
for the Three Months Ended June 30, 2016  
[Under Japanese GAAP]**



August 12, 2016

Company Name: JAPAN POST INSURANCE Co., Ltd.      Stock exchange listing: Tokyo Stock Exchange  
Code Number: 7181      URL: <http://www.jp-life.japanpost.jp/>  
Representative: Masami Ishii, Director and President, CEO, Representative Executive Officer  
Scheduled date of filing quarterly securities report: August 12, 2016  
Scheduled date of commencing dividend payments: —  
Availability of supplementary briefing materials on quarterly financial results: Available  
Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts of less than one million yen are rounded down.)

**1. Consolidated Financial Results for the Three Months Ended June 30, 2016 (April 1, 2016 to June 30, 2016)**

(1) Consolidated Results of Operations      (% indicates changes from the previous corresponding period.)

	Ordinary income		Ordinary profit		Net income attributable to Japan Post Insurance	
	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2016	2,261,439	(8.6)	44,339	(58.7)	19,441	(15.2)
Three months ended June 30, 2015	2,473,125	-	107,412	-	22,936	-

(Note) Comprehensive Income (Loss)      Three months ended June 30, 2016      ¥ (103,639) million [-%]  
Three months ended June 30, 2015      ¥ 41,965 million [-%]

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2016	32.41	-
Three months ended June 30, 2015	38.23	-

(Note) Diluted net income per share is not presented as potential common stock did not exist. The Company implemented a 30:1 stock split effective August 1, 2015, and net income per share has been calculated assuming the stock split was implemented on April 1, 2015.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2016	80,909,886	1,745,204	2.2
As of March 31, 2016	81,545,182	1,882,982	2.3

Net assets attributable to the Company's shareholders as of June 30, 2016 and March 31, 2016 were ¥1,745,204 million and ¥1,882,982 million, respectively.

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual
Fiscal year ended March 31, 2016	Yen -	Yen 0.00	Yen -	Yen 56.00	Yen 56.00
Fiscal year ending March 31, 2017	-				
Fiscal year ending March 31, 2017 (Forecast)		0.00	-	60.00	60.00

Notes: 1. Revisions to the most recently announced dividend forecast: No  
 2. Dividend per share for the fiscal year ending March 31, 2017 (forecast) will consist of ¥58.00 for ordinary dividend and ¥2.00 for commemorative dividend.

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2017 (April 1, 2016 to March 31, 2017)

(% indicates changes from the previous corresponding period.)

	Ordinary income		Ordinary profit		Net income attributable to Japan Post Insurance		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	8,490,000	(11.6)	310,000	(24.7)	86,000	1.3	143.38

(Note) Revisions to the most recently announced financial results forecast: No

**\* Notes:**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change in scope of consolidation): No
- (2) Adoption of special accounting methods in the preparation of quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
  - 1) Changes in accounting policies due to the revision of accounting standards: No
  - 2) Changes in accounting policies other than 1) above: No
  - 3) Changes in accounting estimates: No
  - 4) Retrospective restatement: No
- (4) Total number of shares issued (common stock)
  - 1) Total number of shares issued at the end of the period:
    - June 30, 2016: 600,000,000 shares
    - March 31, 2016: 600,000,000 shares
  - 2) Total number of treasury stock at the end of the period:
    - June 30, 2016: 228,600 shares
    - March 31, 2016: - shares
  - 3) Average number of shares during the period:
    - Three months ended June 30, 2016: 599,888,645 shares
    - Three months ended June 30, 2015: 600,000,000 shares

- Notes:
1. The Company implemented a 30:1 stock split effective August 1, 2015, and total number of shares issued (common stock) has been calculated assuming the stock split was implemented on April 1, 2015.
  2. For the purpose of calculation, 228,600 shares of treasury stock held in trust, which was recorded as treasury stock under the category of shareholders' equity, were included in the above stated "Total number of treasury stock at the end of the period" as of June 30, 2016, while 111,354 shares of the same treasury stock held in trust were deducted from the "Average number of shares during the period" for the three months ended June 30, 2016.

**\* Presentation regarding the implementation status of the quarterly review procedures**

This summary of quarterly consolidated financial results is outside the scope of quarterly review procedures based on the Financial Instruments and Exchange Act of Japan. However, at the time of disclosure of these financial results, the quarterly review procedures based on the Act have been completed.

**\* Explanation on the appropriate use of financial results forecasts, and other notes**

The financial results forecasts and other forward-looking statements herein are based on certain assumptions deemed reasonable by the Company at the time of this document's disclosure. Please note that actual results may differ from the forecast figures due to various factors including changes in the operating environment.

[Attachment]

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\* The Company has prepared supplementary briefing materials, etc. in relation to financial information, which can be viewed on the Company's website.

## 1. Unaudited Consolidated Financial Statements

## (1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
<b>ASSETS:</b>		
Cash and deposits	1,862,636	861,928
Call loans	360,000	940,000
Receivables under securities borrowing transactions	3,008,591	3,375,089
Monetary claims bought	430,150	432,176
Money held in trust	1,644,547	1,705,510
Securities	63,609,906	62,607,394
Loans	8,978,437	9,020,995
Tangible fixed assets	145,855	144,659
Intangible fixed assets	185,300	186,533
Agency accounts receivable	81,193	55,835
Reinsurance receivables	1,368	1,644
Other assets	525,835	788,561
Deferred tax assets	712,132	790,341
Reserve for possible loan losses	(772)	(784)
Total assets	81,545,182	80,909,886
<b>LIABILITIES:</b>		
Policy reserves and others	74,934,165	74,389,957
Reserve for outstanding claims	635,167	623,504
Policy reserves	72,362,503	71,872,997
Reserve for policyholder dividends	1,936,494	1,893,455
Reinsurance payables	3,377	3,636
Payables under securities lending transactions	3,648,478	3,700,030
Other liabilities	233,106	250,218
Liability for retirement benefits	60,803	61,814
Reserve for management board benefit trust	-	82
Reserve under the special law	782,268	758,942
Reserve for price fluctuations	782,268	758,942
Total liabilities	79,662,200	79,164,681
<b>NET ASSETS:</b>		
Capital stock	500,000	500,000
Capital surplus	500,044	500,044
Retained earnings	472,362	458,203
Treasury stock	-	(538)
Total shareholders' equity	1,472,406	1,457,709
Net unrealized gains (losses) on available-for-sale securities	405,412	282,454
Net deferred gains (losses) on hedges	140	131
Accumulated adjustments for retirement benefits	5,022	4,909
Total accumulated other comprehensive income	410,575	287,494
Total net assets	1,882,982	1,745,204
Total liabilities and net assets	81,545,182	80,909,886

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income  
Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
ORDINARY INCOME	2,473,125	2,261,439
Insurance premiums and others	1,351,573	1,415,193
Investment income	344,642	344,133
Interest and dividend income	329,424	306,865
Gains on money held in trust	14,226	11,598
Gains on sales of securities	-	25,654
Gains on redemption of securities	12	9
Gains on derivative financial instruments	956	-
Reversal of reserve for possible loan losses	-	1
Other investment income	22	4
Other ordinary income	776,910	502,112
Reversal of reserve for outstanding claims	23,158	11,663
Reversal of policy reserves	752,841	489,505
Other ordinary income	910	943
ORDINARY EXPENSES	2,365,713	2,217,099
Insurance claims and others	2,210,799	1,988,744
Insurance claims	1,987,135	1,732,578
Annuity payments	83,070	90,698
Benefits	11,431	13,464
Surrender benefits	83,801	101,937
Other refunds	43,181	46,622
Reinsurance premiums	2,177	3,442
Provision for policy reserves and others	232	9
Provision for interest on policyholder dividends	232	9
Investment expenses	2,427	68,346
Interest expenses	1,061	429
Losses on valuation of securities	-	63,939
Losses on redemption of securities	21	1,071
Losses on derivative financial instruments	-	824
Losses on foreign exchanges	1,257	1,882
Provision for reserve for possible loan losses	2	-
Other investment expenses	84	198
Operating expenses	127,825	134,637
Other ordinary expenses	24,429	25,361
Ordinary profit	107,412	44,339
EXTRAORDINARY GAINS	340	23,326
Gains on sales of fixed assets	340	-
Reversal of reserve for price fluctuations	-	23,326
EXTRAORDINARY LOSSES	19,433	7
Losses on sales and disposal of fixed assets	221	7
Provision for reserve for price fluctuations	19,212	-
Provision for reserve for policyholder dividends	56,371	41,675
Income before income taxes	31,948	25,981
Income taxes - Current	43,909	36,815
Income taxes - Deferred	(34,898)	(30,274)
Total income taxes	9,011	6,540
Net income	22,936	19,441
Net income attributable to non-controlling interests	-	-
Net income attributable to Japan Post Insurance	22,936	19,441

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Net income	22,936	19,441
Other comprehensive income:		
Net unrealized gains (losses) on available-for-sale securities	19,143	(122,957)
Net deferred gains (losses) on hedges	0	(9)
Adjustments for retirement benefits	(115)	(113)
Total other comprehensive income (loss)	19,029	(123,080)
Comprehensive income (loss)	41,965	(103,639)
Total comprehensive income (loss) attributable to:		
Japan Post Insurance	41,965	(103,639)
Non-controlling interests	-	-

(3) Notes to the Consolidated Financial Statements

(Notes on Going-Concern Assumption)

Not applicable.

(Notes on Significant Changes in Shareholders' Equity)

Not applicable.

(Additional Information)

Effective from the three months ended June 30, 2016, the Company has adopted the "Implementation Guidance on Recoverability of Deferred Tax Assets" (Accounting Standards Board of Japan ("ASBJ") Guidance No. 26, March 28, 2016).