

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 Fiscal Year Ended March 31, 2022 [Under Japanese GAAP]



May 13, 2022

Company Name: JAPAN POST INSURANCE Co., Ltd. Stock exchange listing: Tokyo Stock Exchange
Code Number: 7181 URL: <https://www.jp-life.japanpost.jp/>
Representative: SENDA Tetsuya, Director and President, CEO, Representative Executive Officer
Scheduled date of General Shareholder's Meeting: June 15, 2022
Scheduled date of commencing dividend payments: June 16, 2022
Scheduled date of filing securities report: June 20, 2022
Availability of supplementary briefing materials on financial results: Available
Schedule of 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 Fiscal Year Ended March 31, 2022 (April 1, 2021 to March 31, 2022)

(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	%
Fiscal year ended March 31, 2022	6,454,208	(4.9)	356,113	3.0	158,062	(4.8)
Fiscal year ended March 31, 2021	6,786,226	(5.9)	345,736	20.6	166,103	10.2

(Note) Comprehensive Income (Loss) Fiscal year ended March 31, 2022 ¥(824) million [-%]
Fiscal year ended March 31, 2021 ¥934,447 million [-%]

	Net income per share	Diluted net income per share	Return on equity	Ordinary profit to total assets	Ordinary profit to ordinary income
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2022	375.14	-	6.0	0.5	5.5
Fiscal year ended March 31, 2021	295.33	-	7.0	0.5	5.1

(Note) Diluted net income per share is not presented as potential common stock did not exist.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2022	67,174,796	2,421,063	3.6	6,059.59
As of March 31, 2021	70,172,982	2,841,475	4.0	5,052.12

(Reference) Net assets attributable to the Company's shareholders as of March 31, 2022 and 2021 were ¥2,421,063 million and ¥2,841,475 million, respectively.

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of the year
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2022	(2,755,684)	3,111,700	(420,268)	1,270,762
Fiscal year ended March 31, 2021	(2,806,302)	2,554,274	176,743	1,335,014

2. Dividends

	Dividend per share					Total dividends (annual)	Payout ratio (consolidated)	Dividends on net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2021	-	0.00	-	76.00	76.00	42,756	25.7	1.8
Fiscal year ended March 31, 2022	-	45.00	-	45.00	90.00	35,971	24.0	1.6
Fiscal year ending March 31, 2023 (Forecast)	-	46.00	-	46.00	92.00		51.8	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(% 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	6,220,000	(3.6)	160,000	(55.1)	71,000	(55.1)	177.70

*** Notes:**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(Note) For details, please refer to “3. Unaudited Consolidated Financial Statements and Principal Notes, (5) Notes to the Consolidated Financial Statements, (Changes in Accounting Policies)” on page 12 of the Appendix.

(3) Total number of shares issued (common stock)

1) Total number of shares issued at the end of the period:

March 31, 2022: 399,693,700 shares

March 31, 2021: 562,600,000 shares

2) Total number of treasury stock at the end of the period:

March 31, 2022: 151,450 shares

March 31, 2021: 167,350 shares

3) Average number of shares during the period:

Fiscal year ended March 31, 2022: 421,348,508 shares

Fiscal year ended March 31, 2021: 562,429,381 shares

(Note) Total number of treasury stock at the end of the period includes shares of the Company held in the Board Benefit Trust (BBT), namely 140,300 shares as of March 31, 2022, and 156,200 shares as of March 31, 2021.

The average number of treasury stock held in the BBT (143,901 shares for the fiscal year ended March 31, 2022 and 159,503 shares for the fiscal year ended March 31, 2021) was deducted from the calculation of the average number of shares during the fiscal year ended March 31, 2022 and 2021.

(Reference) Summary of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 1, 2021 to March 31, 2022)

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

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2022	6,454,192	(4.9)	355,762	3.1	157,885	(4.7)
Fiscal year ended March 31, 2021	6,786,210	(5.9)	345,022	20.3	165,586	9.6

	Net income per share	Diluted net income per share
	Yen	Yen
Fiscal year ended March 31, 2022	374.72	-
Fiscal year ended March 31, 2021	294.41	-

(Note) Diluted net income per share is not presented as potential common stock did not exist.

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2022	67,174,848	2,418,743	3.6	6,053.79
As of March 31, 2021	70,173,857	2,838,638	4.0	5,047.07

(Reference) Net assets attributable to the Company's shareholders as of March 31, 2022 and 2021 were ¥2,418,743 million and ¥2,838,638 million, respectively.

* The summary of consolidated financial results is outside the scope of audit of certified public accountants or audit corporations.

* Explanation on the appropriate use of financial results forecasts, and other notes
(Cautionary note concerning forward-looking statements)

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.

(Supplementary briefing materials on financial results)

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

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1. Overview of Consolidated Results of Operations, etc.

(1) Overview of Consolidated Results of Operations and Consolidated Financial Position for the Current Fiscal Year

1) Overview of consolidated results of operations for the current fiscal year

Ordinary income amounted to ¥6,454.2 billion (4.9% decrease year on year), comprising the sum of insurance premiums and others of ¥2,418.9 billion (10.3% decrease year on year), investment income of ¥1,149.1 billion (2.4% increase year on year), and other ordinary income of ¥2,886.0 billion (2.7% decrease year on year).

Ordinary expenses amounted to ¥6,098.0 billion (5.3% decrease year on year), comprising the sum of insurance claims and others of ¥5,549.3 billion (5.4% decrease year on year), investment expenses of ¥69.7 billion (1.5% decrease year on year), operating expenses of ¥385.9 billion (4.2% decrease year on year), other ordinary expenses of ¥93.0 billion (7.4% decrease year on year) and others.

As a result, ordinary profit amounted to ¥356.1 billion (3.0% increase year on year), and net income attributable to Japan Post Insurance amounted to ¥158.0 billion (4.8% decrease year on year), which is calculated by adding and subtracting extraordinary gains and losses, and subtracting provision for reserve for policyholder dividends and total income taxes from ordinary profit.

The amount of insurance claims paid pertaining to the novel coronavirus disease (COVID-19) as at the end of March 2022 is minimal.

2) Overview of consolidated financial position for the current fiscal year (overview of assets, liabilities and net assets)

Total assets at the end of the current fiscal year amounted to ¥67,174.7 billion (4.3% decrease year on year).

Total assets are mainly comprised of ¥53,417.5 billion of securities (3.4% decrease year on year), primarily including Japanese government bonds, ¥4,251.9 billion of loans (14.3% decrease year on year) and ¥4,521.9 billion of money held in trust (7.9% increase year on year).

Total liabilities amounted to ¥64,753.7 billion (3.8% decrease year on year), mainly comprising ¥58,196.0 billion of policy reserves and others (4.8% decrease year on year).

Total net assets amounted to ¥2,421.0 billion (14.8% decrease year on year). Under net assets, net unrealized gains on available-for-sale securities amounted to ¥873.7 billion (15.3% decrease year on year).

3) Overview of cash flows for the current fiscal year

Net cash used in operating activities decreased ¥50.6 billion compared with the previous fiscal year to ¥2,755.6 billion.

Net cash provided by investing activities increased ¥557.4 billion compared with the previous fiscal year to ¥3,111.7 billion.

Net cash used in financing activities increased ¥597.0 billion compared with the previous fiscal year to ¥420.2 billion.

As a result, balance of cash and cash equivalents at the end of the current fiscal year decreased ¥64.2 billion

from the balance at the beginning of the current fiscal year, and amounted to ¥1,270.7 billion.

(2) Forecast

In the consolidated results forecast for the next fiscal year (fiscal year ending March 31, 2023), ordinary income of ¥6,220.0 billion, ordinary profit of ¥160.0 billion, and net income attributable to Japan Post Insurance of ¥71.0 billion are projected.

(3) Basic Policy for the Distribution of Profit and the Dividend Payout for the Current and Next Fiscal Years

The Company recognizes that the distribution of profit to shareholders is an important policy of management, and distributes profits to shareholders stably, while securing management soundness.

Specifically, the Company in principle aims not to decrease but to increase dividend per share for the period of the Medium-term Management Plan up to FY2025, while considering earning prospects and financial soundness. Furthermore, with the primary aim of returning profits to shareholders flexibly, the Company will strive to achieve an average total payout ratio from 40% to 50% in the medium term by engaging in the agile acquisition of treasury stock and other means.

The Company secures internal reserves to fund stable business growth to enable it to respond to future changes in the business environment.

The Company has, in accordance with the provisions of Article 459 of the Companies Act, stipulated that it provides cash dividends based on the resolution of the Board of Directors in the Articles of Incorporation. As for the dividend for the fiscal year ended March 31, 2022, payment of ¥90 per share (including an interim dividend of ¥45) was decided at the Board of Directors' meeting held today.

In addition, as for the total payout ratio for the fiscal year ended March 31, 2022, the Company is considering the acquisition of treasury stock from the second quarter of the fiscal year ending March 31, 2023 onward, with the aim of achieving a total payout ratio of approximately 45% with respect to the Company's profit for the fiscal year ended March 31, 2022. This would be implemented through off-floor purchases on the Tokyo Stock Exchange Trading Network system for acquisition of treasury stock (ToSTNeT-3) and on the auction market of the Tokyo Stock Exchange.

Furthermore, in June 2021, the ratio of voting rights of JAPAN POST HOLDINGS Co., Ltd. in the Company decreased to around 49.9%, and JAPAN POST HOLDINGS Co., Ltd. notified the Minister of Internal Affairs and Communications that it had disposed more than 50% of shares of the Company. Accordingly, the additional restrictions on new operations pursuant to the Postal Service Privatization Act were relaxed from a license system to an advance notification system. In consideration of the acquisition of treasury stock, the Company will continue to ensure that the ratio of voting rights of JAPAN POST HOLDINGS Co., Ltd. in the Company will be maintained at 50% or less. Therefore, depending on the status of the ratio of voting rights of JAPAN POST HOLDINGS Co., Ltd. in the Company, the amount of treasury stock to be acquired may be significantly less than initially estimated. In addition, depending on the market price of the Company's shares, as well as the Company's business environment, earnings outlook, financial health, and other factors, the Company may not conduct the acquisition of treasury shares, or even if it does, the amount may be significantly less than initially estimated.

An annual dividend for the fiscal year ending March 31, 2022 is scheduled to be ¥92 per share (including an interim dividend of ¥46).

The Company stipulates in its Articles of Incorporation that it is able to pay interim dividends with a record date of September 30 of each year. For the purpose of enhancing the opportunities to distribute profits to shareholders, the Company plans to provide cash dividends twice a year as the interim dividends and the year-end dividends.

2. Basic Approach Concerning Selection of Accounting Standards

The Company prepares its consolidated financial statements based on Japanese GAAP. The Company discloses its consolidated financial statements in accordance with the “Ordinance for Enforcement of the Insurance Business Act” (Ordinance No. 5 issued by the Ministry of Finance in 1996).

The Company is currently conducting examination and preliminary review with respect to the future adoption of International Financial Reporting Standards (IFRS). The adoption is to be determined in view of the trend regarding the accounting standard for insurance contracts (IFRS 17) and other factors.

3. Unaudited Consolidated Financial Statements and Principal Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
ASSETS:		
Cash and deposits	1,335,014	1,270,762
Call loans	130,000	40,000
Receivables under resale agreements	-	2,120,137
Receivables under securities borrowing transactions	2,585,087	-
Monetary claims bought	276,772	39,543
Money held in trust	4,189,294	4,521,912
Securities	55,273,610	53,417,580
Loans	4,964,087	4,251,956
Tangible fixed assets	105,399	94,497
Land	47,828	43,112
Buildings	40,439	37,152
Leased assets	1,978	2,606
Construction in progress	579	432
Other tangible fixed assets	14,573	11,193
Intangible fixed assets	113,420	93,609
Software	113,405	93,594
Other intangible fixed assets	14	14
Agency accounts receivable	53,250	47,287
Reinsurance receivables	3,938	3,914
Other assets	239,354	268,626
Deferred tax assets	904,135	1,005,346
Reserve for possible loan losses	(384)	(379)
Total assets	70,172,982	67,174,796
LIABILITIES:		
Policy reserves and others	61,159,597	58,196,072
Reserve for outstanding claims	419,021	402,608
Policy reserves	59,397,720	56,533,454
Reserve for policyholder dividends	1,342,855	1,260,009
Reinsurance payables	6,394	6,256
Bonds payable	300,000	300,000
Payables under repurchase agreements	-	2,570,899
Payables under securities lending transactions	4,587,469	2,236,696
Other liabilities	303,851	402,658
Reserve for insurance claims and others	2,851	-
Liability for retirement benefits	66,414	68,313
Reserve for management board benefit trust	110	230
Reserve under the special law	904,816	972,606
Reserve for price fluctuations	904,816	972,606
Total liabilities	67,331,506	64,753,732
NET ASSETS:		
Capital stock	500,000	500,000
Capital surplus	405,044	405,044
Retained earnings	901,390	639,822
Treasury stock	(397)	(355)
Total shareholders' equity	1,806,036	1,544,511
Net unrealized gains (losses) on available-for-sale securities	1,031,384	873,764
Net deferred gains (losses) on hedges	573	-
Accumulated adjustments for retirement benefits	3,480	2,786
Total accumulated other comprehensive income	1,035,438	876,551
Total net assets	2,841,475	2,421,063
Total liabilities and net assets	70,172,982	67,174,796

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

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
ORDINARY INCOME	6,786,226	6,454,208
Insurance premiums and others	2,697,936	2,418,979
Investment income	1,121,668	1,149,145
Interest and dividend income	1,004,635	985,879
Gains on money held in trust	87,593	114,553
Gains on sales of securities	20,422	26,942
Gains on redemption of securities	1,170	779
Gains on foreign exchanges	7,759	20,879
Reversal of reserve for possible loan losses	0	3
Other investment income	86	107
Other ordinary income	2,966,621	2,886,083
Reversal of reserve for outstanding claims	42,203	16,412
Reversal of policy reserves	2,895,445	2,864,265
Other ordinary income	28,971	5,405
ORDINARY EXPENSES	6,440,490	6,098,095
Insurance claims and others	5,866,091	5,549,315
Insurance claims	4,681,106	4,477,034
Annuity payments	359,821	317,508
Benefits	120,324	137,982
Surrender benefits	480,477	483,773
Other refunds	201,420	110,798
Reinsurance premiums	22,940	22,217
Provision for policy reserves and others	8	9
Provision for interest on policyholder dividends	8	9
Investment expenses	70,865	69,769
Interest expenses	2,312	2,352
Losses on sales of securities	32,789	51,108
Losses on redemption of securities	10,950	6,046
Losses on derivative financial instruments	21,604	7,398
Other investment expenses	3,207	2,863
Operating expenses	403,033	385,928
Other ordinary expenses	100,492	93,073
Ordinary profit	345,736	356,113
EXTRAORDINARY GAINS	-	5,696
Gains on sales of fixed assets	-	5,696
EXTRAORDINARY LOSSES	46,732	68,116
Losses on sales and disposal of fixed assets	255	326
Provision for reserve for price fluctuations	46,477	67,789
Provision for reserve for policyholder dividends	65,465	73,113
Income before income taxes	233,537	220,579
Income taxes - Current	91,632	101,702
Income taxes - Deferred	(24,197)	(39,184)
Total income taxes	67,434	62,517
Net income	166,103	158,062
Net income attributable to non-controlling interests	-	-
Net income attributable to Japan Post Insurance	166,103	158,062

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net income	166,103	158,062
Other comprehensive income:		
Net unrealized gains (losses) on available-for-sale securities	767,374	(157,619)
Net deferred gains (losses) on hedges	556	(573)
Adjustments for retirement benefits	413	(693)
Total other comprehensive income (loss)	768,344	(158,887)
Comprehensive income (loss)	934,447	(824)
Total comprehensive income (loss) attributable to:		
Japan Post Insurance	934,447	(824)
Non-controlling interests	-	-

(3) Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the fiscal year	500,000	405,044	756,665	(422)	1,661,286
Changes in the fiscal year					
Cash dividends			(21,378)		(21,378)
Net income attributable to Japan Post Insurance			166,103		166,103
Purchases of treasury stock				(0)	(0)
Disposals of treasury stock				25	25
Net changes in items other than shareholders' equity in the fiscal year					
Net changes in the fiscal year	-	-	144,724	25	144,750
Balance at the end of the fiscal year	500,000	405,044	901,390	(397)	1,806,036

	Accumulated other comprehensive income				Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income	
Balance at the beginning of the fiscal year	264,009	16	3,067	267,094	1,928,380
Changes in the fiscal year					
Cash dividends					(21,378)
Net income attributable to Japan Post Insurance					166,103
Purchases of treasury stock					(0)
Disposals of treasury stock					25
Net changes in items other than shareholders' equity in the fiscal year	767,374	556	413	768,344	768,344
Net changes in the fiscal year	767,374	556	413	768,344	913,094
Balance at the end of the fiscal year	1,031,384	573	3,480	1,035,438	2,841,475

Fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the fiscal year	500,000	405,044	901,390	(397)	1,806,036
Changes in the fiscal year					
Cash dividends			(60,742)		(60,742)
Net income attributable to Japan Post Insurance			158,062		158,062
Purchases of treasury stock				(358,882)	(358,882)
Disposals of treasury stock				37	37
Cancellation of treasury stock		(358,887)		358,887	-
Transfer from retained earnings to capital surplus		358,887	(358,887)		-
Net changes in items other than shareholders' equity in the fiscal year					
Net changes in the fiscal year	-	-	(261,567)	42	(261,524)
Balance at the end of the fiscal year	500,000	405,044	639,822	(355)	1,544,511

	Accumulated other comprehensive income				Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income	
Balance at the beginning of the fiscal year	1,031,384	573	3,480	1,035,438	2,841,475
Changes in the fiscal year					
Cash dividends					(60,742)
Net income attributable to Japan Post Insurance					158,062
Purchases of treasury stock					(358,882)
Disposals of treasury stock					37
Cancellation of treasury stock					-
Transfer from retained earnings to capital surplus					-
Net changes in items other than shareholders' equity in the fiscal year	(157,619)	(573)	(693)	(158,887)	(158,887)
Net changes in the fiscal year	(157,619)	(573)	(693)	(158,887)	(420,411)
Balance at the end of the fiscal year	873,764	-	2,786	876,551	2,421,063

(4) Consolidated Statements of Cash Flows

	(Millions of yen)	
	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income taxes	233,537	220,579
Depreciation and amortization	59,387	54,562
Net change in reserve for outstanding claims	(42,203)	(16,412)
Net change in policy reserves	(2,895,445)	(2,864,265)
Provision for interest on policyholder dividends	8	9
Provision for reserve for policyholder dividends	65,465	73,113
Net change in reserve for possible loan losses	(64)	(4)
Net change in reserve for insurance claims and others	(26,870)	(2,851)
Net change in liability for retirement benefits	353	1,898
Net change in reserve for management board benefit trust	(53)	119
Net change in reserve for price fluctuations	46,477	67,789
Interest and dividend income (accrual basis)	(1,004,635)	(985,879)
Net (gains) losses on securities	22,147	29,432
Interest expenses (accrual basis)	2,312	2,352
Net (gains) losses on foreign exchanges	(7,759)	(20,879)
Net (gains) losses on tangible fixed assets	119	(5,440)
Net change in agency accounts receivable	(7,662)	5,962
Net change in reinsurance receivables	118	23
Net change in other assets (excluding those related to investing activities and financing activities)	2,584	(4,270)
Net change in reinsurance payables	(201)	(138)
Net change in other liabilities (excluding those related to investing activities and financing activities)	(1,108)	1,918
Other, net	(61,457)	(105,111)
Subtotal	(3,614,951)	(3,547,490)
Interest and dividend received (cash basis)	1,059,143	1,029,437
Interest paid (cash basis)	(2,041)	(2,457)
Policyholder dividends paid	(159,817)	(155,691)
Income taxes paid	(88,635)	(79,482)
Net cash used in operating activities	(2,806,302)	(2,755,684)

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of call loans	(7,660,000)	(7,600,000)
Proceeds from redemption of call loans	7,910,000	7,690,000
Net change in receivables under resale agreements	-	(2,120,137)
Net change in receivables under securities borrowing transactions	606,623	2,585,087
Purchases of monetary claims bought	(1,434,928)	(384,982)
Proceeds from sale and redemption of monetary claims bought	1,476,386	621,790
Purchases of money held in trust	(234,480)	(192,625)
Proceeds from decrease in money held in trust	34,428	109,700
Purchases of securities	(2,702,286)	(3,335,435)
Proceeds from sale and redemption of securities	3,659,771	5,087,083
Payments for loans	(571,239)	(433,954)
Proceeds from collection of loans	1,269,894	1,146,082
Net change in payables under repurchase agreements	-	2,570,899
Net change in payables under securities lending transactions	297,328	(2,350,772)
Other, net	(63,911)	(264,496)
Total of net cash provided by investment transactions	2,587,587	3,128,238
Total of net cash provided by (used in) operating activities and investment transactions	(218,714)	372,554
Purchases of tangible fixed assets	(3,838)	(3,772)
Proceeds from sale of tangible fixed assets	-	13,162
Purchases of intangible fixed assets	(28,487)	(25,884)
Other, net	(986)	(43)
Net cash provided by investing activities	2,554,274	3,111,700
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease obligations	(669)	(712)
Proceeds from issuance of bonds	198,798	-
Purchases of treasury stock	(0)	(358,882)
Dividends paid	(21,385)	(60,673)
Net cash provided by (used in) financing activities	176,743	(420,268)
Effect of exchange rate changes on cash and cash equivalents	-	-
Net change in cash and cash equivalents	(75,283)	(64,252)
Cash and cash equivalents at the beginning of the fiscal year	1,410,298	1,335,014
Cash and cash equivalents at the end of the fiscal year	1,335,014	1,270,762

(5) Notes to the Consolidated Financial Statements

(Notes on Going-Concern Assumption)

Not applicable.

(Changes in Accounting Policies)

The Company has applied the “Accounting Standard for Fair Value Measurement” (Accounting Standards Board of Japan (“ASBJ”) Statement No. 30, July 4, 2019; hereinafter referred to as “Fair Value Measurement Accounting Standard”), etc. from the beginning of the fiscal year ended March 31, 2022. In accordance with the transitional treatment set forth in Paragraph 19 of the Fair Value Measurement Accounting Standard and Paragraph 44-2 of the “Accounting Standard for Financial Instruments” (ASBJ Statement No. 10, July 4, 2019), the Company decided to apply a new accounting policy prescribed in the Fair Value Measurement Accounting Standard, etc. into the future. Accordingly, while the fair value method based on the average market price over the month preceding the quarterly consolidated balance sheet date was previously adopted for stocks with market price included in available-for-sale securities, from the fiscal year ended March 31, 2022, the fair value method based on the market price as of the full-year consolidated balance sheet date is adopted.

(Segment Information and Others)

[Segment Information]

Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021) and fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

Segment information is omitted as the Company and its subsidiary (the “Group”) has only one segment, namely, the life insurance business in Japan.

[Other Related Information]

Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021) and fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

1. Information by product and service

Information by product and service is omitted as the Group’s products and services are placed under one category.

2. Information by geographical region

Information by geographical region is omitted as ordinary income in Japan exceeded 90% of ordinary income in the consolidated statements of income and the balance of tangible fixed assets in Japan exceeded 90% of the total balance on the consolidated balance sheets.

3. Information by major customer

Information by major customer is omitted as no customer accounted for 10% or more of ordinary income in the consolidated statements of income.

[Information Concerning Impairment Loss on Fixed Assets by Reporting Segment]

Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021) and fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

Not applicable.

[Information Concerning Amortized Amounts and Unamortized Balance of Goodwill by Reporting Segment]

Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021) and fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

Not applicable.

[Information Concerning Gain on Negative Goodwill by Reporting Segment]

Fiscal year ended March 31, 2021 (From April 1, 2020 to March 31, 2021) and fiscal year ended March 31, 2022 (From April 1, 2021 to March 31, 2022)

Not applicable.

(Per Share Data)

(Yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net assets per share	5,052.12	6,059.59
Net income per share	295.33	375.14

Notes: 1. Diluted net income per share is not presented as potential common stock did not exist.

2. Net income per share was calculated based on the following:

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net income attributable to Japan Post Insurance (Millions of yen)	166,103	158,062
Amount not attributable to common shareholders (Millions of yen)	-	-
Net income pertaining to common stock attributable to Japan Post Insurance (Millions of yen)	166,103	158,062
Average number of common stock during the fiscal year (Thousand shares)	562,429	421,348

3. Net assets per share were calculated based on the following:

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net assets (Millions of yen)	2,841,475	2,421,063
Amount deducted from total net assets (Millions of yen)	-	-
Net assets pertaining to common stock (Millions of yen)	2,841,475	2,421,063
Number of common stock at the fiscal year-end used for the calculation of net assets per share (Thousand shares)	562,432	399,542

4. The Company establishes a Board Benefit Trust (BBT). Shares of the Company held in trust, which was recorded as treasury stock under the category of shareholders' equity, were included in treasury stock to be deducted from the calculation of the average number of shares during the fiscal year for the purpose of calculating net income per share, and in treasury stock to be deducted from the calculation of the total number of shares issued at the fiscal year-end for the purpose of calculating net assets per share.

For the fiscal years ended March 31, 2022 and 2021, the average number of treasury stock during the fiscal year which was deducted from the calculation of net income per share was 143,901 shares and 159,503 shares, respectively, and the total number of treasury stock at the fiscal year-end which was deducted from the calculation of net assets per share was 140,300 shares and 156,200 shares, respectively.

(Subsequent Events)

Not applicable.