

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.

September 10, 2015

Company Name: JAPAN POST INSURANCE Co., Ltd.

Representative: Masami Ishii, Director and President, CEO, Representative Executive Officer

Stock exchange listing: Tokyo Stock Exchange (Code Number: 7181)

Financial Results Forecasts for the Fiscal Year Ending March 31, 2016

Financial results forecasts of Japan Post Insurance Co., Ltd. (the "Company") for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016) are as follows.

[Consolidated]

Fiscal year Items	Fiscal year ending March 31, 2016 (Forecasts)			Three months ended June 30, 2015 (Actual)		Fiscal year ended March 31, 2015 (Actual)	
	Ratio against ordinary income	Changes from the previous corresponding periods		Ratio against ordinary income		Ratio against ordinary income	
	Million yen	%	%	Million yen	%	Million yen	%
Ordinary income	9,550,000	100.0	(6.1)	2,473,125	100.0	10,169,241	100.0
Ordinary profit	350,000	3.7	(29.0)	107,412	4.3	492,625	4.8
Net income attributable to Japan Post Insurance	84,000	0.9	3.3	22,936	0.9	81,323	0.8
Net income per share	¥140.00			¥38.23		¥135.54	
Dividends per share	¥56.00			-		¥40.88	

- (Notes)
1. Net income per share for the fiscal year ended March 31, 2015 (actual) and that for the three months ended June 30, 2015 (actual) were calculated based on the average number of outstanding shares during the corresponding periods. Net income per share for the fiscal year ending March 31, 2016 (forecast) was calculated based on the estimated average number of outstanding shares during the corresponding period.
 2. The Company implemented a 30:1 stock split effective August 1, 2015 for common stock. Net income per share and dividends per share in the above table have been calculated assuming the stock split was implemented on April 1, 2014.

(General Outlook of the Life Insurance Market)

The Japanese economy is expected to stay on a recovery track, in view of positive factors such as a pickup in personal consumption along with increases in export and capital expenditure.

In life insurance industry, the market for older adult segment is growing due to the aging population amid a decline in total population associated with the declining birth rate. In addition, customer needs are shifting from death benefits products to living benefits products due to changes in the demographic structure as well as an increase in single-person households.

(Ordinary Income)

As a result of our efforts, such as expansion of our younger customer base with the revised educational endowment insurance, further cultivation of our existing customer base by expanding the scope of our insurance underwriting, and development of older adult customer base by increasing the age limit for new policies, the number of new policies has been increasing since the privatization of the postal service in October 2007. For the fiscal year ending March 31, 2016, contracted monthly insurance premium for new policies is expected to increase 5% year on year to ¥49.0 billion, mainly in endowment insurance and whole life insurance, through strengthening the sales capability of our distribution channel (e.g. reinforcement of field sales personnel at post offices), as well as product development to satisfy customer needs, coupled with enhancement of services for older adult customers (e.g. launch of endowment insurance with a shortened premium period and increasing the age limit). Such increase, however, is expected to fall below the level of year-on-year increase, ¥46.5 billion or 12% increase, recorded in the fiscal year ended March 31, 2015, which was driven specifically by the launch of the revised educational endowment insurance in April 2014.

On the other hand, insurance premiums and others are expected to decrease 9% year on year to ¥5,430.0 billion due primarily to the decrease in the number of policies in force (total number of policies underwritten by us and Postal Life Insurance Policies ceded from the Management Organization for Postal Savings and Postal Life Insurance) by 4% year on year to 32 million policies as a result of maturity of policies and other factors. Investment income is expected to decrease 10% year on year, to ¥1,320.0 billion, due mainly to a decrease in total assets associated with a decrease in the number of policies in force, coupled with the prolonged low interest rate environment.

The economic environment as of March 31, 2016 is assumed as follows, based on the economic environment as of December 31, 2014, including the implied forward rate on the Japanese government bonds as of the same date.

Yield on 10-year Japanese government bonds	0.47%
Yield on 10-year U.S. government bonds	2.17%
Nikkei stock average	¥17,450
U.S. dollar exchange rate against Japanese yen	¥120

Other ordinary income is expected to increase 2% year on year to ¥2,800.0 billion due mainly to an increase in the reversal of policy reserves as a result of a decrease in the number of policies in force.

As a result, ordinary income is expected to decrease 6% year on year to ¥9,550.0 billion.

(Ordinary profit)

Insurance claims and others are expected to decrease 6% year on year to ¥8,550.0 billion due mainly to a decrease in the number of policies which will reach maturity. Meanwhile, operating expenses are expected to increase 5% year on year to ¥540.0 billion due primarily to an increase in the expenses such as sales commissions incurred associated with the acquisition of new policies. In consideration of factors including depreciation and amortization for assets held, ordinary expenses are expected to decrease 5% year on year to ¥9,200.0 billion.

As a result, ordinary profit is expected to decrease 29% year on year to ¥350.0 billion.

(Net income)

Provision for reserve for policyholder dividends is expected to decrease 5% year on year to ¥190.0 billion, as a result of a decrease in the number of participating policies associated with a decrease in the number of policies in force. Net income, net of extraordinary losses associated with provision for reserve for price fluctuations as well as income taxes, is expected to increase 3% year on year to ¥84.0 billion.

Total income taxes for the fiscal year ending March 31, 2016 is expected to decrease 69% year on year to ¥34.0 billion due to the dissipation of effects of a decrease in deferred tax assets following the reduction of income tax rate in the previous fiscal year.

Forward-looking statements contained in this material are based on certain assumption believed to be reasonable by the Company, as well as the information currently in its possession, and actual financial results may differ significantly due to various reasons.

Note:

This document is a press release for public announcement and has not been prepared for the purpose of soliciting investments or other conduct of similar nature whether in Japan or overseas. With respect to investment decisions in connection to the offering of the Company's common stock as determined by resolution of the Board of Directors meeting held on September 10, 2015, investors are advised to do so based on their sole judgment after reviewing the "Prospectus for Offers of Shares" (and revisions thereto) prepared by the Company. Such prospectus (and revisions thereto) is available from the underwriting securities companies.

This press release does not constitute an offer or sale of securities in the United States. The Company's common stock has not been and will not be registered under the United States Securities Act of 1933 and, subject to exemptions including registration or exemption in registration of securities as defined under the United States Securities Act of 1933, may not be offered or sold in the United States. When a public offering of securities is conducted in the United States, a prospectus in English prepared according to the United States Securities Act of 1933 shall be used. In such case, the prospectus in English shall be available from the Company or the selling shareholder. The prospectus shall contain detailed information about the Company and its management, along with its financial statements. However, with respect to this offering, public offerings in the United States are not scheduled.