

UNOFFICIAL TRANSLATION

Although Japan Post Insurance 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.

February 12, 2021

Company name: JAPAN POST INSURANCE Co., Ltd.

Representative: SENDA Tetsuya, Director and President, CEO, Representative Executive Officer

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

Notice Regarding Revisions to the Full-Year Consolidated Financial Results Forecast

JAPAN POST INSURANCE Co., Ltd. (hereinafter the “Company”) hereby announces that it has revised the consolidated financial results forecast for the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021) disclosed on May 15, 2020, the date when it announced the financial results for the fiscal year ended March 31, 2020 (for net income per share, disclosed on November 13, 2020, the date when it announced the financial results for the six months ended September 30, 2020), as shown below.

1. Details of the Revision to the Full-Year Consolidated Financial Results Forecast

Consolidated financial results forecast for the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021)

(Millions of yen unless otherwise noted)

	Ordinary income	Ordinary profit	Net income attributable to Japan Post Insurance	Net income per share (Yen)
Previous forecast (A)	6,850,000	200,000	124,000	¥ 220.47
Revised forecast (B)	6,750,000	300,000	157,000	¥ 279.15
Change (B - A)	(100,000)	100,000	33,000	—
Percentage Change (%)	(1.5)	50.0	26.6	—
Reference: Results of the previous fiscal year (the fiscal year ended March 31, 2020)	7,211,405	286,601	150,687	¥ 267.40

2. Reasons for the Revision

The Company has revised down its forecast for ordinary income due to an expected decrease in reversal of policy reserves caused by lower-than-expected cancellations and an expected excess provision for contingency reserves¹, despite the improvement in market environment compared with that of when the initial financial results forecast² was formulated.

The Company has revised up its forecasts for ordinary profit and net income attributable to Japan Post Insurance, due to the improvement in market environment compared with that of when the initial financial results forecast² was formulated and an expected increase in core profit attributable to life insurance activities caused by lower-than-expected insurance claims, etc. despite an expected excess provision for contingency reserves¹.

1. For the Postal Life Insurance category, the Company plans to accumulate additional policy reserves which will be funded by contingency reserves at the end of March, 2021. With this operation, the Company also plans to provide excess provision for contingency reserves in order to restore the level of them at the end of March, 2021. As a prerequisite, the Company will apply and obtain approval of regulatory authorities.
2. The initial consolidated financial results forecast for the fiscal year ending March 31, 2021, which was announced on May 15, 2020. This is based on the economic assumptions as of March 31, 2020.

3. Dividend Forecast

The Company announced on May 15, 2020 that it forecast a year-end dividend of ¥76 per share for the fiscal year ending March 31, 2021. The forecast remains unchanged.

Note: The above figures are based on judgments using information available as of the date when this announcement was made, and actual results may differ from the forecast figures due to various factors.