

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual
Fiscal year ended March 31, 2018	Yen -	Yen 0.00	Yen -	Yen 68.00	Yen 68.00
Fiscal year ending March 31, 2019	-	0.00	-		
Fiscal year ending March 31, 2019 (Forecast)				72.00	72.00

- Notes: 1. Revisions to the most recently announced dividend forecast: No
 2. Dividend per share for the fiscal year ending March 31, 2019 (forecast) consists of ¥68.00 for ordinary dividend and ¥4.00 for special dividend.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2019 (April 1, 2018 to March 31, 2019)

(% 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	7,660,000	(3.7)	260,000	(15.9)	111,000	6.2	185.06

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:

December 31, 2018: 600,000,000 shares

March 31, 2018: 600,000,000 shares

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

December 31, 2018: 191,400 shares

March 31, 2018: 198,100 shares

3) Average number of shares during the period:

Nine months ended December 31, 2018: 599,807,993 shares

Nine months ended December 31, 2017: 599,790,629 shares

(Note) 191,400 shares and 198,100 shares included in the total number of treasury stock as of December 31, 2018 and March 31, 2018 were shares of the Company held in the Board Benefit Trust (BBT). The average number of treasury stock held in the BBT (192,006 shares for the nine months ended December 31, 2018 and 209,370 shares for the nine months ended December 31, 2017) was deducted from the calculation of the average number of shares during the nine months ended December 31, 2018 and 2017.

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

* 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.

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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 and Principal Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2018	As of December 31, 2018
ASSETS:		
Cash and deposits	898,504	961,968
Call loans	265,000	130,000
Receivables under securities borrowing transactions	3,296,222	3,182,295
Monetary claims bought	176,069	355,128
Money held in trust	2,814,873	2,778,143
Securities	60,130,909	58,492,753
Loans	7,627,147	6,778,780
Tangible fixed assets	100,915	109,087
Intangible fixed assets	163,265	152,621
Agency accounts receivable	33,715	27,309
Reinsurance receivables	3,227	3,798
Other assets	368,020	430,703
Deferred tax assets	954,085	1,088,276
Reserve for possible loan losses	(695)	(687)
Total assets	76,831,261	74,490,180
LIABILITIES:		
Policy reserves and others	69,948,383	67,878,453
Reserve for outstanding claims	548,196	485,649
Policy reserves	67,777,297	65,848,094
Reserve for policyholder dividends	1,622,889	1,544,709
Reinsurance payables	6,033	6,379
Payables under securities lending transactions	3,663,547	3,642,632
Other liabilities	229,514	97,457
Liability for retirement benefits	63,739	66,881
Reserve for management board benefit trust	172	152
Reserve under the special law	916,743	907,647
Reserve for price fluctuations	916,743	907,647
Total liabilities	74,828,135	72,599,604
NET ASSETS:		
Capital stock	500,000	500,000
Capital surplus	500,044	500,044
Retained earnings	595,846	651,722
Treasury stock	(466)	(450)
Total shareholders' equity	1,595,424	1,651,316
Net unrealized gains (losses) on available-for-sale securities	403,913	235,794
Net deferred gains (losses) on hedges	32	28
Accumulated adjustments for retirement benefits	3,755	3,435
Total accumulated other comprehensive income	407,701	239,259
Total net assets	2,003,126	1,890,575
Total liabilities and net assets	76,831,261	74,490,180

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

(Millions of yen)

	Nine months ended December 31, 2017	Nine months ended December 31, 2018
ORDINARY INCOME	5,995,179	5,913,310
Insurance premiums and others	3,220,309	3,001,967
Investment income	971,666	915,070
Interest and dividend income	875,207	822,178
Gains on money held in trust	73,428	56,183
Gains on sales of securities	22,793	36,230
Gains on redemption of securities	26	318
Reversal of reserve for possible loan losses	-	12
Other investment income	209	147
Other ordinary income	1,803,202	1,996,272
Reversal of reserve for outstanding claims	51,740	62,546
Reversal of policy reserves	1,747,936	1,929,203
Other ordinary income	3,526	4,522
ORDINARY EXPENSES	5,740,282	5,699,240
Insurance claims and others	5,184,670	5,114,317
Insurance claims	4,269,596	4,080,138
Annuity payments	294,374	301,252
Benefits	50,338	64,832
Surrender benefits	388,074	478,677
Other refunds	167,089	172,110
Reinsurance premiums	15,197	17,306
Provision for policy reserves and others	5	5
Provision for interest on policyholder dividends	5	5
Investment expenses	69,563	115,358
Interest expenses	1,196	660
Losses on sales of securities	42,969	55,920
Losses on redemption of securities	4,732	3,789
Losses on derivative financial instruments	18,795	51,588
Losses on foreign exchanges	252	1,189
Provision for reserve for possible loan losses	1	-
Other investment expenses	1,615	2,209
Operating expenses	397,083	384,411
Other ordinary expenses	88,959	85,147
Ordinary profit	254,896	214,070
EXTRAORDINARY GAINS	1,013	9,096
Gains on sales of fixed assets	1,013	-
Reversal of reserve for price fluctuations	-	9,096
EXTRAORDINARY LOSSES	49,132	1,060
Losses on sales and disposal of fixed assets	280	567
Impairment loss	2,003	492
Provision for reserve for price fluctuations	46,848	-
Provision for reserve for policyholder dividends	101,375	86,643
Income before income taxes	105,402	135,463
Income taxes - Current	118,479	108,372
Income taxes - Deferred	(88,087)	(69,585)
Total income taxes	30,392	38,786
Net income	75,009	96,676
Net income attributable to non-controlling interests	-	-
Net income attributable to Japan Post Insurance	75,009	96,676

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2017	Nine months ended December 31, 2018
Net income	75,009	96,676
Other comprehensive income:		
Net unrealized gains (losses) on available-for-sale securities	313,572	(168,119)
Net deferred gains (losses) on hedges	(12)	(3)
Adjustments for retirement benefits	(328)	(319)
Total other comprehensive income (loss)	313,230	(168,442)
Comprehensive income (loss)	388,240	(71,766)
Total comprehensive income (loss) attributable to:		
Japan Post Insurance	388,240	(71,766)
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.