

**Summary of Consolidated Financial Results
for the Three Months Ended June 30, 2017
<Under Japanese GAAP>**



August 10, 2017

Company name: Japan Post Holdings Co., Ltd. Stock exchange listing: Tokyo Stock Exchange
 Code number: 6178 URL: <http://www.japanpost.jp/>
 Representative: Masatsugu Nagato, President & CEO (Representative Executive Officer)
 Contact: Makoto Kazamatsuri, Head of IR Office
 Phone: +81-3-3504-4245
 Scheduled date of filing interim securities report: August 10, 2017
 Scheduled date of commencing dividend payments: -
 Trading accounts: Unestablished
 Availability of supplementary briefing material on interim financial results: Available
 Schedule of interim 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, 2017

(April 1, 2017 to June 30, 2017)

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

	Ordinary income		Net ordinary income		Net income attributable to Japan Post Holdings	
	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2017	3,271,210	(3.0)	218,156	49.3	104,496	25.7
Three months ended June 30, 2016	3,373,341	(2.1)	146,124	(39.8)	83,131	(41.7)

(Note) Comprehensive income (loss): Three months ended June 30, 2017: ¥147,580 million [- %]
 Three months ended June 30, 2016: ¥(52,323)million [- %]

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2017	25.39	-
Three months ended June 30, 2016	20.20	-

(Note) Because there was no potential common stock, the amount for diluted net income per share is omitted.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio (Note)
	Million yen	Million yen	%
As of June 30, 2017	292,405,486	14,984,786	4.6
As of March 31, 2017	293,162,545	14,954,581	4.6

(Reference) Equity: As of June 30, 2017: ¥13,479,673 million
 As of March 31, 2017: ¥13,451,766 million

(Note) Equity ratio = [(Net assets – Stock acquisition rights – Non-controlling interests) / Total assets] x 100

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2017	Yen -	Yen 25.00	Yen -	Yen 25.00	Yen 50.00
Fiscal year ending March 31, 2018	-				
Fiscal year ending March 31, 2018 (Forecast)		25.00	-	25.00	50.00

(Note) Revision of dividends forecast to the latest announcement: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(% indicates changes from the previous corresponding period.)

	Ordinary income		Net ordinary income		Net income attributable to Japan Post Holdings		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Fiscal year ending March 31, 2018	12,460,000	(6.5)	780,000	(1.9)	400,000	-	97.18

(Note) Revision of financial results forecast to the latest announcement: None

* Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Adoption of accounting method specific to preparation of interim 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 (including treasury stock):

June 30, 2017:	4,500,000,000 shares
March 31, 2017:	4,500,000,000 shares
 - 2) Total number of treasury stock at the end of the period:

June 30, 2017:	384,024,200 shares
March 31, 2017:	384,037,500 shares
 - 3) Average number of shares during the period:

Three months ended June 30, 2017:	4,115,972,292 shares
Three months ended June 30, 2016:	4,116,349,211 shares

(Note) The total number of treasury stock includes the shares of the Company held by the management board benefit trust of 718,200 shares and 731,500 shares as of June 30, 2017 and March 31, 2017, respectively. The number of treasury stock excluded from calculation of the average number of shares includes the shares of the Company held by the management board benefit trust of 721,708 shares and 344,789 shares for the three months ended June 30, 2017 and 2016, respectively.

* This summary of interim consolidated financial results is outside the scope of interim review procedures.

* Explanation on appropriate use of financial results forecast and other specific matters

Forecasts and other forward-looking statements presented in this document are based on information available to the Company at present and certain assumptions that the Company has deemed reasonable, and the Company provides no assurance that the forecasts will be achieved or with respect to any other forward-looking statements. The actual future results may vary considerably depending upon various factors, such as interest rate fluctuations, stock price fluctuations, foreign exchange fluctuations, asset value fluctuations, changes in economic and financial environment, changes in competition terms, the occurrence of large-scale disasters, etc. and changes in laws and regulations.

[Attachment]

Table of Contents

1. Qualitative Information on Interim Financial Results for the Period under Review	2
(1) Explanation of Results of Operations	2
(2) Explanation of Financial Position	2
(3) Explanation of Consolidated Financial Results Forecast and Other Future Projections.....	2
2. Interim Consolidated Financial Statements and Primary Notes	3
(1) Interim Consolidated Balance Sheets.....	3
(2) Interim Consolidated Statements of Income and Interim Consolidated Statements of Comprehensive Income	5
(3) Notes to Interim Consolidated Financial Statements	7
(Notes on Going-Concern Assumption)	7
(Notes to Significant Changes in Shareholders' Equity)	7
(Segment Information).....	7

1. Qualitative Information on Interim Financial Results for the Period under Review

(1) Explanation of Results of Operations

Consolidated ordinary income for the three months ended June 30, 2017 amounted to ¥3,271,210 million (down ¥102,131 million year-on-year), of which the postal and domestic logistics business segment accounted for ¥462,557 million (up ¥8,367 million year-on-year); the post office business segment accounted for ¥336,111 million (down ¥2,964 million year-on-year); the international logistics business segment accounted for ¥162,915 million (up ¥8,379 million year-on-year); the banking business segment accounted for ¥487,168 million (up ¥27,201 million year-on-year); and the life insurance business segment accounted for ¥2,113,563 million (down ¥147,876 million year-on-year). Consolidated net ordinary income amounted to ¥218,156 million (up ¥72,031 million year-on-year) as a result of net ordinary loss of ¥5,966 million in the postal and domestic logistics business segment (net ordinary loss of ¥4,332 million for the same period of the previous fiscal year); net ordinary income of ¥14,990 million in the post office business segment (up ¥225 million year-on-year); net ordinary loss of ¥1,497 million in the international logistics business segment (net ordinary income of ¥1,063 million for the same period of the previous fiscal year); net ordinary income of ¥124,301 million in the banking business segment (up ¥31,315 million year-on-year); and net ordinary income of ¥83,220 million in the life insurance business segment (up ¥38,848 million year-on-year).

As a result of the above, net income attributable to Japan Post Holdings amounted to ¥104,496 million (up ¥21,365 million year-on-year), which comprises consolidated net ordinary income after adjusting for items including extraordinary losses due to provision for reserve for price fluctuations, etc. and provision for reserve for policyholder dividends.

(2) Explanation of Financial Position

1) Assets

Consolidated total assets were ¥292,405,486 million, a decrease of ¥757,059 million from the end of the previous fiscal year.

Major factors include an increase in cash and due from banks of ¥3,468,219 million and an increase in money held in trust of ¥245,386 million, as well as a decrease in securities of ¥4,185,073 million and a decrease in loans of ¥310,173 million.

2) Liabilities

Consolidated total liabilities were ¥277,420,700 million, a decrease of ¥787,264 million from the end of the previous fiscal year.

Major factors include an increase in deposits of ¥1,493,622 million, as well as a decrease in payables under securities lending transactions of ¥1,841,468 million and a decrease in policy reserves of ¥640,489 million.

3) Net Assets

Consolidated total net assets were ¥14,984,786 million, an increase of ¥30,204 million from the end of the previous fiscal year.

Major factors include an increase in net unrealized gains (losses) on available-for-sale securities of ¥124,944 million, as well as a decrease in net deferred gains (losses) on hedges of ¥86,947 million and a decrease in accumulated adjustments for retirement benefits of ¥11,313 million.

(3) Explanation of Consolidated Financial Results Forecast and Other Future Projections

The consolidated financial results forecast for the fiscal year ending March 31, 2018 remains unchanged from the full year forecast announced on May 15, 2017.

2. Interim Consolidated Financial Statements and Primary Notes

(1) Interim Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2017	As of June 30, 2017
Assets		
Cash and due from banks	53,313,498	56,781,718
Call loans	620,000	540,000
Receivables under securities borrowing transactions	12,239,627	12,037,938
Monetary claims bought	279,776	274,848
Trading account securities	9	29
Money held in trust	5,944,951	6,190,337
Securities	202,320,530	198,135,456
Loans	12,125,022	11,814,849
Foreign exchanges	78,646	76,703
Other assets	1,792,201	2,110,680
Tangible fixed assets	3,206,394	3,217,545
Intangible assets	345,889	336,260
Asset for retirement benefits	35,697	35,579
Deferred tax assets	868,118	861,268
Reserve for possible loan losses	(7,819)	(7,731)
Total assets	293,162,545	292,405,486

(Millions of yen)

	As of March 31, 2017	As of June 30, 2017
Liabilities		
Deposits	178,004,318	179,497,941
Call money	45,436	22,400
Payables under repurchase agreements	960,937	995,736
Policy reserves and others	72,525,176	71,808,523
Reserve for outstanding claims	577,376	550,680
Policy reserves	70,175,234	69,534,744
Reserve for policyholder dividends	1,772,565	1,723,098
Payables under securities lending transactions	18,583,361	16,741,893
Commercial papers	40,324	179,542
Foreign exchanges	407	459
Other liabilities	3,587,312	3,776,722
Reserve for bonuses	101,979	35,692
Liability for retirement benefits	2,279,156	2,289,332
Reserve for employee stock ownership plan trust	-	266
Reserve for management board benefit trust	253	515
Reserve for reimbursement of deposits	2,096	2,130
Reserve under the special laws	788,712	804,783
Reserve for price fluctuations	788,712	804,783
Deferred tax liabilities	1,288,491	1,264,760
Total liabilities	278,207,964	277,420,700
Net assets		
Capital stock	3,500,000	3,500,000
Capital surplus	4,135,414	4,135,474
Retained earnings	3,294,130	3,296,024
Treasury stock	(731,992)	(731,974)
Total shareholders' equity	10,197,552	10,199,524
Net unrealized gains (losses) on available-for-sale securities	3,105,162	3,230,107
Net deferred gains (losses) on hedges	(103,790)	(190,738)
Foreign currency translation adjustments	(80,730)	(81,478)
Accumulated adjustments for retirement benefits	333,571	322,258
Total accumulated other comprehensive income	3,254,213	3,280,149
Non-controlling interests	1,502,815	1,505,112
Total net assets	14,954,581	14,984,786
Total liabilities and net assets	293,162,545	292,405,486

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

Interim Consolidated Statements of Income

Three months ended June 30

(Millions of yen)

	Three months ended June 30, 2016	Three months ended June 30, 2017
Ordinary income	3,373,341	3,271,210
Postal business income	594,861	612,482
Banking business income	459,582	486,754
Life insurance business income	2,261,412	2,113,548
Other ordinary income	57,485	58,423
Ordinary expenses	3,227,216	3,053,053
Operating expenses	2,522,355	2,337,633
Personnel expenses	640,559	640,438
Depreciation and amortization	58,722	71,272
Other ordinary expenses	5,578	3,709
Net ordinary income	146,124	218,156
Extraordinary gains	24,564	1,783
Gains on sales of fixed assets	234	92
Reversal of reserve under the special laws	23,326	-
Reversal of reserve for price fluctuations	23,326	-
Compensation for transfer	12	0
Settlement received	990	-
Gains on transfer of business	-	1,687
Other extraordinary gains	1	2
Extraordinary losses	2,681	23,982
Losses on sales and disposal of fixed assets	815	360
Losses on impairment of fixed assets	43	218
Provision for reserve under the special laws	-	16,070
Provision for reserve for price fluctuations	-	16,070
Post office refurbishment expenses	687	7,333
Provision for environmental measures	915	-
Other extraordinary losses	218	-
Provision for reserve for policyholder dividends	41,675	32,558
Income before income taxes	126,331	163,398
Income taxes current	66,060	76,264
Income taxes deferred	(32,496)	(29,924)
Total income taxes	33,563	46,339
Net income	92,767	117,058
Net income attributable to non-controlling interests	9,636	12,561
Net income attributable to Japan Post Holdings	83,131	104,496

Interim Consolidated Statements of Comprehensive Income
Three months ended June 30

(Millions of yen)

	Three months ended June 30, 2016	Three months ended June 30, 2017
Net income	92,767	117,058
Other comprehensive income (loss)	(145,090)	30,522
Net unrealized gains (losses) on available-for-sale securities	(285,159)	140,345
Net deferred gains (losses) on hedges	212,102	(97,709)
Foreign currency translation adjustments	(60,666)	(749)
Adjustments for retirement benefits	(11,366)	(11,367)
Share of other comprehensive income (loss) of affiliates	(0)	2
Comprehensive income (loss)	(52,323)	147,580
Total comprehensive income (loss) attributable to:		
Japan Post Holdings	(53,756)	130,433
Non-controlling interests	1,433	17,147

(3) Notes to Interim Consolidated Financial Statements
(Notes on Going-Concern Assumption)

None

(Notes to Significant Changes in Shareholders' Equity)

None

(Segment Information)

1. Income and segment profit (loss) of reportable segments

(Millions of yen)

	Reportable Segments						Other business	Total
	Postal and domestic logistics business	Post office business	International logistics business	Banking business	Life insurance business	Subtotal		
Income								
Income from third parties	450,307	41,530	162,915	486,754	2,113,548	3,255,056	14,887	3,269,943
Intersegment income	12,250	294,581	-	414	14	307,260	134,680	441,940
Total	462,557	336,111	162,915	487,168	2,113,563	3,562,316	149,567	3,711,884
Segment profit (loss)	(5,966)	14,990	(1,497)	124,301	83,220	215,047	118,370	333,417

(Notes) 1. Income is presented instead of net sales which is the typical method of presentation for companies in other industries.

2. "Other business" includes the hotel business and hospital business. Segment profit in "Other business" includes dividend income from subsidiaries and affiliates recorded by the Company in the amount of ¥115,465 million.

2. Reconciliation between total segment profit (loss) of reportable segments and net ordinary income on the interim consolidated statements of income

(Millions of yen)

Items	Amount
Total segment profit (loss) of reportable segments	215,047
Segment profit in other business	118,370
Eliminations of intersegment transactions	(115,490)
Adjustments	228
Net ordinary income on the interim consolidated statements of income	218,156

(Note) "Adjustments" are due to differences in the calculation methods used for segment loss for the international logistics business segment and net ordinary income on the interim consolidated statements of income, etc.