

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.



December 30, 2020

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Representative: MASUDA Hiroya
Director and Representative Executive
Officer, President & CEO
(Code number: 6178, First Section of
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Notice Regarding a Reversal of Loss on Valuation of Shares of Subsidiaries and Affiliates in the Non-consolidated Financial Results

JAPAN POST HOLDINGS Co., Ltd. (the "Company"), hereby announces that it has recorded a reversal of loss on valuation of shares of subsidiaries and affiliates in the non-consolidated financial results for the third quarter ending December 31, 2020. The accounting treatment came after the Company recorded a loss on valuation of shares of subsidiaries and affiliates (extraordinary loss) in the non-consolidated financial results for the second quarter ended September 30, 2020, due to an impairment of the shares held by the Company in JAPAN POST BANK Co., Ltd., a consolidated subsidiary of the Company.

The Company applies the reversal method to account for impairment of securities at the end of each fiscal quarter, and the amount to be recorded as an extraordinary loss for the fiscal year ending March 31, 2021, may therefore fluctuate from the amount shown below.

1. Loss on valuation of shares of subsidiaries and affiliates relating to the shares of JAPAN POST BANK Co., Ltd. recorded in the Company's non-consolidated financial results for the third quarter ending December 31, 2020

	Amount
Amount of loss on valuation of shares of subsidiaries and affiliates relating to the shares of JAPAN POST BANK Co., Ltd. recorded for the third quarter ending December 31, 2020 (October 1, 2020 to December 31, 2020) (=A-B)	¥(86,762) Million (The figure in round brackets represents a reversal of loss)
(A) Amount of loss on valuation of shares of subsidiaries and affiliates relating to the shares of JAPAN POST BANK Co., Ltd. recorded for the nine months ending December 31, 2020 (April 1, 2020 to December 31, 2020)	¥2,953,674 million
(B) Amount of loss on valuation of shares of subsidiaries and affiliates relating to the shares of JAPAN POST BANK Co., Ltd. recorded for the six months ended September 30, 2020 (April 1, 2020 to September 30, 2020)	¥3,040,437 million

2. Effect on the consolidated financial results and future outlook

This loss on valuation of shares of subsidiaries and affiliates will be eliminated in consolidation, and will have no effect on the Company's consolidated financial results.

In addition, currently, the consolidated financial results forecast and dividends forecast for the fiscal year ending March 31, 2021 remain unchanged from the year forecast and dividends forecast announced on November 13, 2020.