



Note: The following report is an English translation of the Japanese-language original.

Consolidated Financial Results for the Nine Months Ended December 31, 2015 <Supplementary Material>

February 5, 2016

Japan Petroleum Exploration Co., Ltd.

Cautionary Statement

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Note: Abbreviations used herein are as follows:

(a) = Actual result

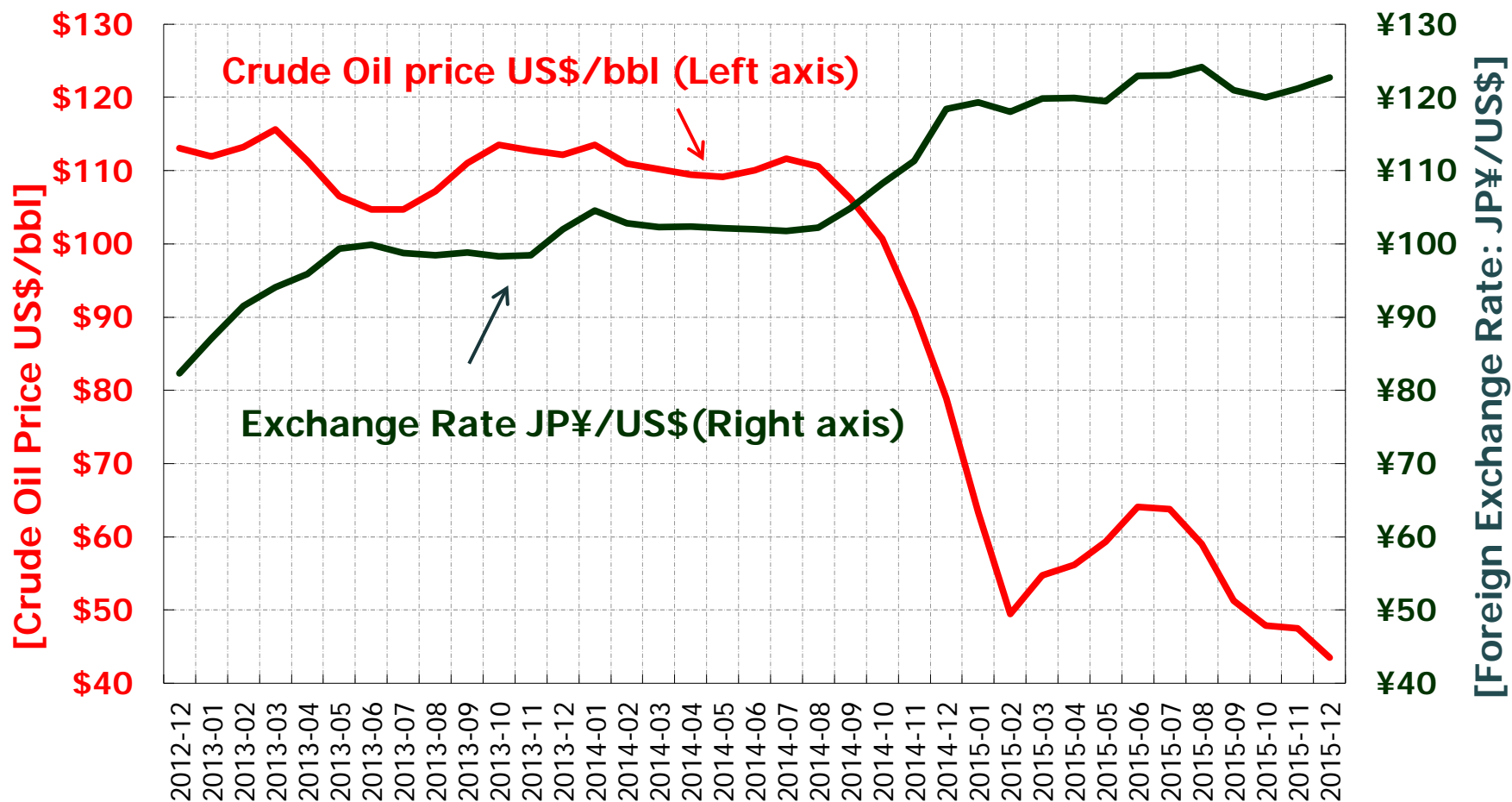
(e) = Estimates

FY = Fiscal Year (FY3/16, for instance, means 12 months ending March 31, 2016)

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Trends in Crude Oil Prices and Foreign Exchange Rate



Japan Crude Cocktail (JCC) Price in the first 10 days of January 2016
on a prompt report basis : **US\$ 39.51/bbl** **JP¥ 121.02/US\$**

Consolidated Financial Estimates for FY3/16 (Highlight)

Billion JP¥	FY3/15		FY3/16			Change	
	1Q-3Q (a) ①	Full (a) ②	1Q-3Q (a) ③	Previous estimate Full (e) Nov. 6, '15 ④	Revised estimate Full (e) Feb.5, '16 ⑤	1Q-3Q ③-①	Full ⑤-②
Net sales	229.4	304.9	187.4	257.7	245.7	-42.0	-59.1
Operating income	23.8	32.1	6.9	8.6	8.6	-16.9	-23.4
Ordinary income	40.5	54.8	6.6	5.8	5.1	-33.8	-49.6
Profit attributable to owners of parent	29.3	29.5	6.3	6.9	5.2	-22.9	-24.3

Assumptions for JCC price and Exchange rate

JCC price	US\$/bbl	106.76	96.48	56.00	54.81	51.37	-50.76	-45.11
Exchange rate	JP¥/US\$	103.80	106.23	121.26	120.82	121.05	+17.46	+14.82

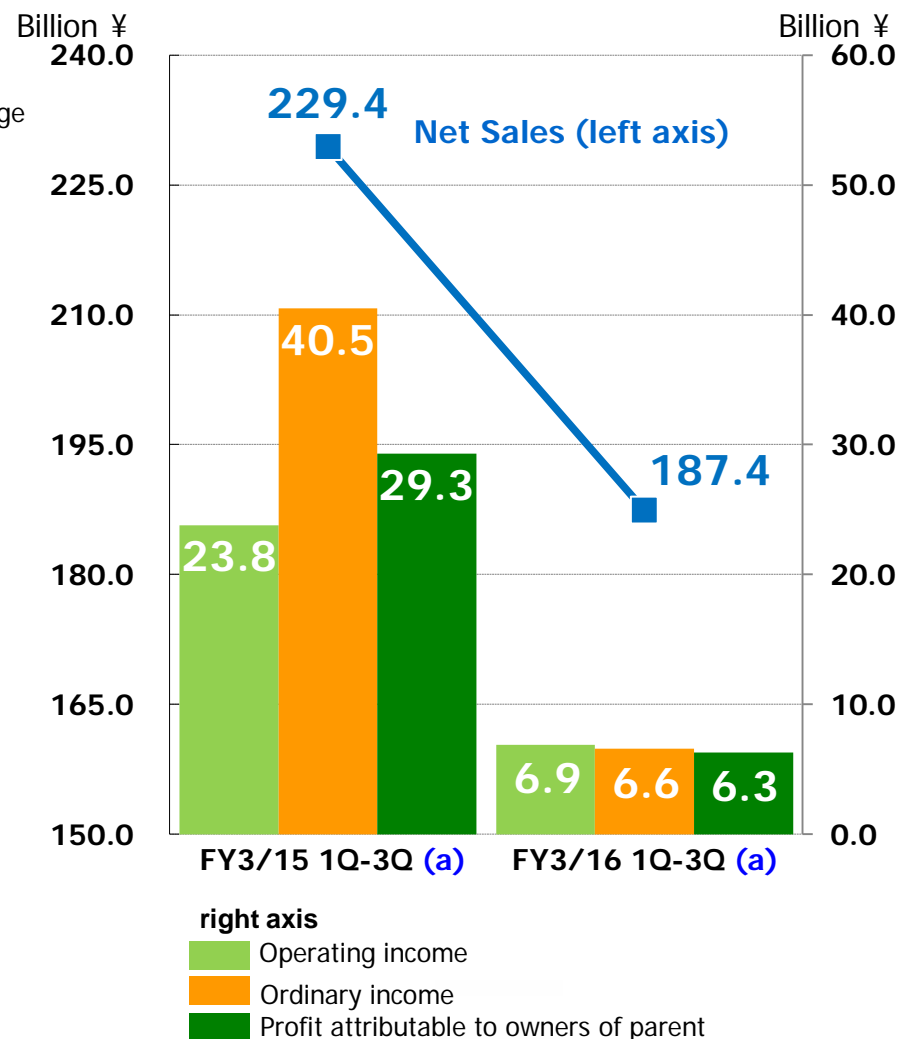
Assumptions for Bitumen price and Exchange rate

Bitumen Price	CA\$/bbl	56.92	55.74	30.01	27.45	26.76	-26.91	-28.98
Exchange rate	JP¥/CA\$	98.04	103.63	89.34	90.00	87.18	-8.7	-16.45

Actual Financial Results for 1Q-3Q FY3/16 (Summary)

Billion JP¥	FY3/15 1Q-3Q (a)	FY3/16 1Q-3Q (a)	Change	%Change
Net sales	229.4	187.4	-42.0	-18%
Operating income	23.8	6.9	-16.9	-71%
Ordinary income	40.5	6.6	-33.8	-83%
Profit attributable to owners of parent	29.3	6.3	-22.9	-78%

JCC price	US\$/bbl	106.76	56.00	-50.76
Exchange rate	JP¥/US\$	103.80	121.26	+17.46
Bitumen price	CA\$/bbl	56.92	30.01	-26.91
Exchange rate	JP¥/CA\$	98.04	89.34	-8.7



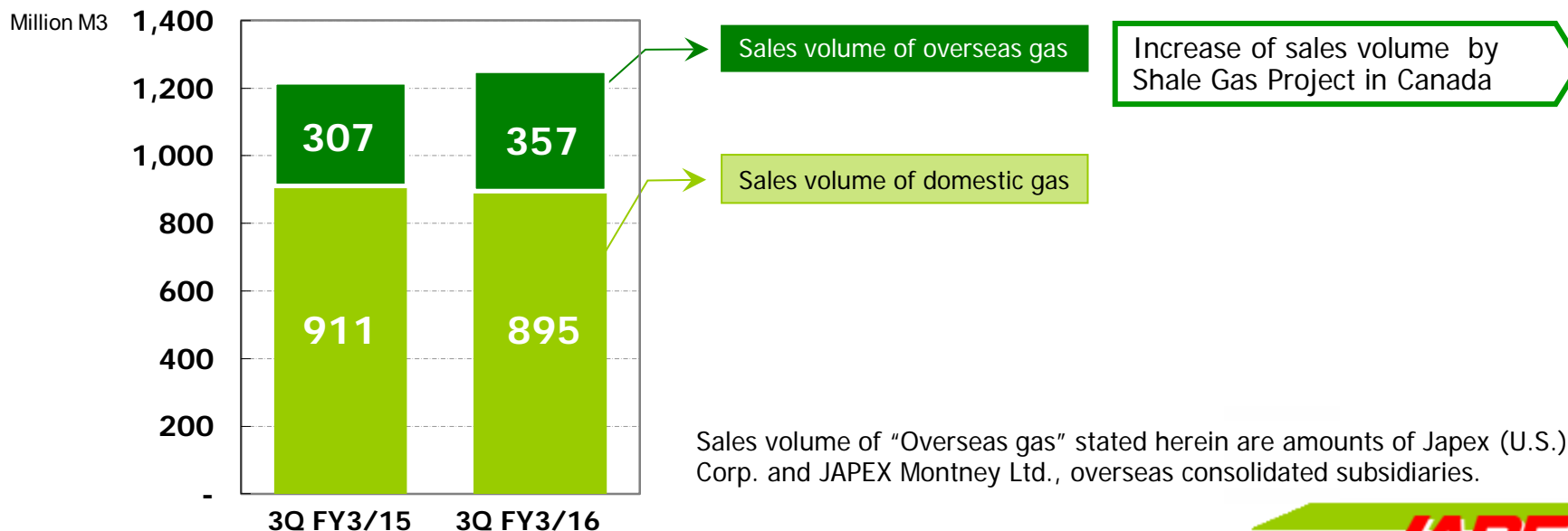
Actual Sales of Natural Gas in 1Q-3Q FY3/16 (year-on-year)

1Q-3Q Result

Sales volume : Million M3 Net sales : Million JP¥		FY3/15	FY3/16	Change
		1Q-3Q (a)	1Q-3Q (a)	
Natural gas	Sales volume	1,219	1,253	+33
	Net sales	59,220	49,170	-10,050

Breakdown

Domestic gas	Sales volume	911	895	-16
(Domestically produced gas)	Sales volume	(591)	(552)	(-38)
Overseas gas	Sales volume	307	357	+49



Sales volume of "Overseas gas" stated herein are amounts of Japex (U.S.) Corp. and JAPEX Montney Ltd., overseas consolidated subsidiaries.

Actual Sales of Crude Oil in 1Q-3Q FY3/16 (year-on-year)

1Q-3Q Result

		FY3/15	FY3/16	Change
		1Q-3Q(a)	1Q-3Q(a)	
Sales volume : Thousand KL				
Net sales : Million JP¥				
Crude Oil	Sales volume	1,711	2,506	+795
	Net sales	106,694	87,460	-19,234

Decline in sales prices

Breakdown

Domestic crude oil	Sales volume	279	260	-18
	Net sales	19,591	11,478	-8,113
Overseas crude oil	Sales volume	562	1,294	+731
	Net sales	34,444	42,636	+8,191
Bitumen	Sales volume	244	223	-21
	Net sales	8,603	4,018	-4,584

Increase of crude oil sales from Garraf oil field, Iraq

Assumptions

JCC price	US\$/bbl	106.76	56.00	-50.76
Exchange rate	JP¥/US\$	103.80	121.26	+17.46
Bitumen price	CA\$/bbl	56.92	30.01	-26.91
Exchange rate	JP¥/CA\$	98.04	89.34	-8.7

Sales volume and net sales of "Domestic crude oil" stated herein do not include purchased crude oil. Royalty is excluded in the net sales and price of Bitumen. Sales volume and net sales of "Overseas crude oil" stated herein are amounts of 3 overseas subsidiaries (Japex (U.S.) Corp., JAPEX Montney Ltd. and Japex Garraf Ltd.).

Actual Results for 1Q-3Q FY3/16 (year-on-year)

1Q-3Q Result

Million JP¥	FY3/15 1Q-3Q (a)	FY3/16 1Q-3Q (a)	Change
Net sales	229,431	187,402	-42,028
Gross profit	52,681	37,465	-15,216
Exploration expenses	4,182	6,335	+2,152
SG&A expenses	24,617	24,221	-395
Operating income	23,880	6,907	-16,972
Non-operating income (expenses)	16,692	-221	-16,914
Ordinary income	40,573	6,686	-33,887
Extraordinary income (losses)	-11	-27	-16
Income taxes	8,797	5,566	-3,231
Profit attributable to non-controlling interests	2,421	-5,275	-7,697
Profit attributable to owners of parent	29,342	6,368	-22,974

Causes of increase(+) or decrease(-)

Gross profit

Domestic crude oil and natural gas	- ¥7.1billion
Overseas consolidated subsidiaries	- ¥7.7billion

Exploration expenses

Domestic exploration	- ¥0.3billion
Overseas exploration	+ ¥2.5billion

Non-operating income (expenses)

Equity in earnings	- ¥6.4 billion
Foreign currency translation adjustments on debt	- ¥4.7 billion
Fluctuations in foreign currency exchange gains and losses	- ¥5.3 billion

* From the 3Q of the current fiscal year, Japan Canada Oil Sands Ltd., overseas consolidated subsidiaries, have changed functional currency from Canadian dollar to US dollar.

Revised Full Year Estimates for FY3/16

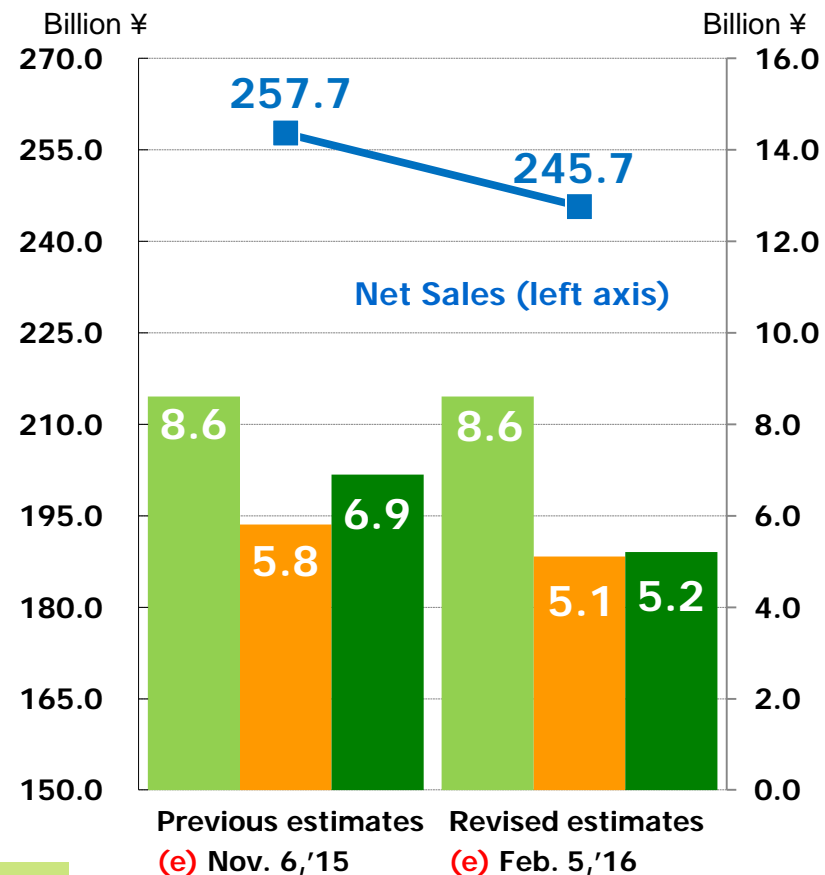
[Assumptions for Crude Oil Prices and Exchange Rate]

			2015				2016	Full year
			Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	
W T I	US\$/bbl	Previous estimates	48.70	57.75	46.50	40.00		48.24
		Revised estimates	48.70	57.75	46.50	42.03		48.75
JCC price	US\$/bbl	Previous estimates		56.49	62.50	50.00	50.00	54.81
		Revised estimates		56.49	62.50	48.91	36.19	51.37
Exchange rate	JP¥/US\$	Previous estimates		119.74	123.31	120.00	120.00	120.82
		Revised estimates		119.74	123.31	120.76	120.00	121.05
JACOS Bitumen	CA\$/bbl	Previous estimates	28.15	38.57	24.32	20.07		27.45
		Revised estimates	28.15	38.57	24.80	18.02		26.76
JML Gas	CA\$/mcf	Previous estimates	2.37	2.35	2.23	1.82		2.17
		Revised estimates	2.37	2.35	2.30	1.51		2.10

1. "JACOS Bitumen" stated herein Bitumen selling price of Japan Canada Oil Sands Ltd. (Deduction of Royalty)
2. "JML Gas" stated herein Gas sales price of JAPEX Montney Ltd. (Deduction of Royalty)

Revised Estimates in FY3/16 (Summary)

Billion JP¥		Previous estimates Full (e) Nov.6,'15	Revised estimates Full (e) Feb.5,'16	Change	%Change
Net Sales		257.7	245.7	-12.0	-4%
Operating income		8.6	8.6	+0	+0%
Ordinary income		5.8	5.1	-0.7	-12%
Profit attributable to owners of parent		6.9	5.2	-1.7	-24%
JCC price	US\$/bbl	54.81	51.37	-3.44	
Exchange rate	JP¥/US\$	120.82	121.05	+0.23	
Bitumen price	CA\$/bbl	27.45	26.76	-0.69	
Exchange rate	JP¥/CA\$	90.00	87.18	-2.82	



	1Q (a)	2Q (a)	3Q(a)	4Q (e)
JCC price US\$/bbl	56.49	62.50	48.91	36.19
Bitumen price CA\$/bbl	28.15	38.57	24.80	18.02

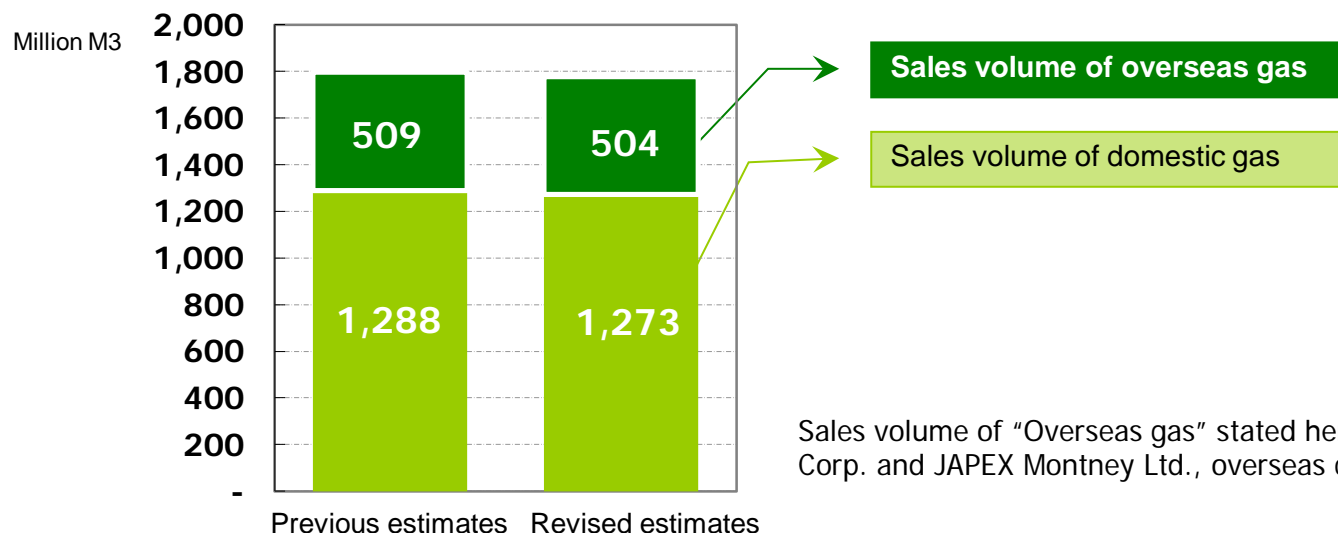
right axis
■ Operating
■ Ordinary income
■ Profit attributable to owners of parent

Revised Estimated Natural Gas Sales in FY3/16 Revised full year estimates (vs Previous Estimates)

Sales volume : Million M3 Net sales : Million JP¥		Previous estimates Full (e) Nov.6,'15	Revised estimates Full (e) Feb.5,'16	Change Million M3
Natural gas	Sales volume	1,797	1,777	-19
	Net sales	70,094	68,172	-1,922

Breakdown

Domestic gas	Sales volume	1,288	1,273	-15
(Domestically produced gas)	Sales volume	(765)	(768)	(+4)
Overseas gas	Sales volume	509	504	-5



Sales volume of "Overseas gas" stated herein are amounts of Japex (U.S.) Corp. and JAPEX Montney Ltd., overseas consolidated subsidiaries.

Revised Estimated Crude Oil Sales in FY3/16 Revised full year estimates (vs Previous Estimates)

Sales volume : Thousand KL Net sales : Million JP¥		Previous estimates Full (e) Nov.6,'15	Revised estimates Full (e) Feb.5,'16	Change
Crude Oil	Sales volume	3,397	3,561	+163
	Net sales	119,837	110,343	-9,494

Decline in sales prices

Breakdown

Domestic crude oil	Sales volume	341	339	-2
	Net sales	15,181	13,706	-1,476
Overseas crude oil	Sales volume	1,796	1,945	+149
	Net sales	59,893	55,859	-4,035
Bitumen	Sales volume	296	306	+11
	Net sales	4,599	4,874	+275

Increase of crude oil sales from Garraf oil field, Iraq

Assumptions

JCC price	USD/bbl	54.81	51.37	-3.44
Exchange rate	JP¥/US\$	120.82	121.05	+0.23
Bitumen price	CAD/bbl	27.45	26.76	-0.69
Exchange rate	JP¥/CA\$	90.00	87.18	-2.82

Sales volume and net sales of "Domestic crude oil" stated herein do not include purchased crude oil. Royalty is excluded in the net sales and price of Bitumen. Sales volume and net sales of "Overseas crude oil" stated herein are amounts of 3 overseas subsidiaries (Japex (U.S.) Corp., JAPEX Montney Ltd. and Japex Garraf Ltd.).

Revised Estimates for FY3/16 (vs Previous Estimates)

Million JP¥	Previous estimates Full (e) Nov.6,'15	Revised estimates Full (e) Feb.5,'16	Change
Net sales	257,724	245,714	-12,010
Gross profit	49,055	48,230	-825
Exploration expenses	7,338	6,788	-549
SG&A expenses	33,038	32,752	-286
Operating income	8,679	8,690	+11
Non-operating income (expenses)	-2,802	-3,540	-738
Ordinary income	5,877	5,150	-727
Extraordinary income (losses)	52	-40	-92
Income taxes	5,466	6,665	+1,199
Profit attributable to non-controlling interests	-6,506	-6,791	-285
Profit attributable to owners of parent	6,970	5,236	-1,733

Causes of increase(+) or decrease(-)

Gross profit

Domestic crude oil and natural gas	- ¥2.4billion
Overseas consolidated Subsidiaries	+ ¥1.3billion

Exploration expenses

Domestic exploration	- ¥0.1billion
Overseas exploration	- ¥0.4billion

Non-operating income (expenses)

Equity in earnings	+ ¥0.1 billion
Fluctuations in foreign currency exchange gains and losses	- ¥0.9 billion

* From the 3Q of the current fiscal year, Japan Canada Oil Sands Ltd., overseas consolidated subsidiaries, have changed functional currency from Canadian dollar to US dollar.

Revised Estimated Natural Gas Sales in FY3/16 (vs FY3/15)

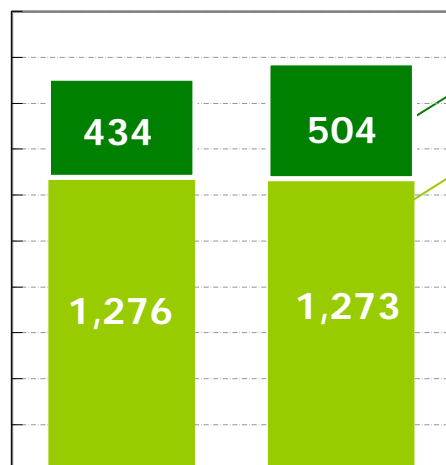
Sales volume : Million M3 Net sales : Million JP¥		FY3/15 Full (a)	FY3/16 Revised estimates (e) Feb.5,16			Change (year-on-year)
			1Q-3Q (a)	4Q (e)	Full (e)	
Natural gas	Sales volume	1,710	1,253	524	1,777	+67
	Net sales	83,974	49,170	19,002	68,172	-15,802

Breakdown

Domestic gas	Sales volume	1,276	895	378	1,273	-3
(Domestically produced gas)	Sales volume	(813)	(552)	(216)	(768)	(-45)
Overseas gas	Sales volume	434	357	147	504	+69

Million M3

2,000
1,800
1,600
1,400
1,200
1,000
800
600
400
200
-



Sales volume of overseas gas

Increase of sales volume by
Shale Gas project in Canada

Sales volume of domestic gas

Sales volume of "Overseas gas" stated herein are amount of Japex (U.S.) Corp. and JAPEX Montney Ltd., overseas consolidated subsidiaries.

FY3/15 Full (a) FY3/16 Full (e)

Revised estimated crude oil sales in FY3/16 (vs FY3/15)

Sales volume : Thousand KL Net sales : Million JP¥		FY3/15	FY3/16 Revised estimates Full (e) Feb.5,'16			Change (year-on-year)
		Full (a)	1Q-3Q (a)	4Q (e)	Full (e)	
Crude oil	Sales volume	2,396	2,506	1,055	3,561	+1,164
	Net sales	133,346	87,460	22,883	110,343	-23,003

Breakdown

Domestic crude oil:	Sales volume	367	260	79	339	-28
	Net sales	23,857	11,478	2,228	13,706	-10,151
Overseas crude oil:	Sales volume	830	1,294	651	1,945	+1,115
	Net sales	43,466	42,636	13,223	55,859	+12,393
Bitumen	Sales volume	332	223	83	306	-26
	Net sales	12,105	4,018	856	4,874	-7,232

Assumptions

JCC price	US\$/bbl	96.48	56.00	36.19	51.37	-45.11
Exchange rate	JP¥/US\$	106.23	121.26	120.00	121.05	+14.82
Bitumen	CA\$/bbl	55.74	30.01	18.02	26.76	-28.98
Exchange rate	JP¥/CA\$	103.63	89.34	87.18	87.18	-16.45

Sales volume and net sales of "Domestic crude oil" stated herein do not include purchased crude oil. Royalty is excluded in the net sales and price of Bitumen. Sales volume and net sales of "Overseas crude oil" stated herein are amounts of 3 overseas subsidiaries (Japex (U.S.) Corp., JAPEX Montney Ltd. and Japex Garraf Ltd.).

Revised Estimates for FY3/16 (vs FY3/15)

Million JP¥	FY3/15 Full (a)	FY3/16 Revised estimates Full (e) Feb.5,'16	Change
Net sales	304,911	245,714	-59,198
Gross profit	70,262	48,230	-22,032
Exploration expenses	4,489	6,788	+2,299
SG&A expenses	33,625	32,752	-874
Operating income	32,146	8,690	-23,457
Non-operating income (expenses)	22,692	-3,540	-26,233
Ordinary income	54,839	5,150	-49,689
Extraordinary income (losses)	-4,465	-40	+4,426
Income taxes	17,644	6,665	-10,979
Profit attributable to non-controlling interests	3,161	-6,791	-9,953
Profit attributable to owners of parent	29,567	5,236	-24,332

Causes of increase(+) or decrease(-)

Gross profit

Domestic crude oil and natural gas - ¥10.1billion

Overseas consolidated subsidiaries - ¥11.1billion

Exploration expenses

Increase of Overseas exploration + ¥2.3billion

Non-operating income (expenses)

Equity in earnings - ¥9.9 billion

Foreign currency translation adjustments on debt - ¥6.5 billion

Fluctuations in foreign currency exchange gains and losses - ¥7.8 billion

* From the 3Q of the current fiscal year, Japan Canada Oil Sands Ltd., overseas consolidated subsidiaries, have changed functional currency from Canadian dollar to US dollar.