

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

October 28, 2016

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Securities Code: 1662
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Notice of Financial Forecasts Revision

Based on recent business performance, Japan Petroleum Exploration Co., Ltd. (hereinafter "JAPEX") hereby revised its consolidated financial forecasts announced on August 5, 2016, as follows.

Revision to consolidated forecasts for the six months ended September 30, 2016
(April 1, 2016 - September 30, 2016).

	Net sales (Unit: Millions of yen)	Operating income (Unit: Millions of yen)	Ordinary income (Unit: Millions of yen)	Profit attributable to owners of parent (Unit: Millions of yen)	Net income per share (Unit: yen)
Previous forecasts (A)	90,129	(3,316)	(466)	399	6.98
Revised forecasts (B)	91,464	(3,213)	(2,238)	(1,267)	(22.17)
Difference in amount (B – A)	1,366	102	(1,772)	(1,666)	—
Rate of change (%)	1.5	—	—	—	—
(Reference) FY 2016/3 1Q-2Q	124,157	5,407	8,842	7,963	139.34

Note: FY=Fiscal Year (FY2017/3, for instance, means 12 months ending March 31, 2017)

Reason for revision:

JAPEX revised the consolidated financial forecasts of the six months ended September 30, 2016. Although net sales and operating income are expected to increase, ordinary income is expected to decrease and profit attributable to owners of parent is expected to turn to losses compared to the previous forecasts unveiled on August 5, 2016. Net sales and operating income are expected to increase because of the increase in sales volume of overseas oil. Ordinary income and profit attributable to owners of parent are expected to decrease because of turning exchange gains to exchange losses due to the fluctuation of the exchange rates. JAPEX is currently evaluating the consolidated financial forecasts of the fiscal year ending March 31, 2017 (April 1, 2016 – March 31, 2017). In case if there is a need to revise the consolidated financial forecasts of the fiscal year ending March 31, 2017, we will promptly disclose the information.

*The aforementioned forecasts are based on management's assumptions with information available at this time and the actual results may be different from the forecast figures because of various factors that could occur in the future.