



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

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Company Name: Japan Petroleum Exploration Co., Ltd. (JAPEX)
Securities Code: 1662 (First Section of the Tokyo Stock Exchange)
Representative: Hideichi Okada, President
Inquiries: Media and Investor Relations Dept.
TEL: +81-3-6268-7110

Notice of Financial Forecasts Revision

Japan Petroleum Exploration Co., Ltd. (JAPEX) hereby revised its consolidated financial forecasts announced on November 9, 2018 based on our recent business trends and performance as follows.

(1) Revision to consolidated forecasts for FY2019/3 (April 1, 2018 - March 31, 2019)

	Net sales (Unit: Millions of yen)	Operating profit (loss) (Unit: Millions of yen)	Ordinary profit (loss) (Unit: Millions of yen)	Profit (loss) attributable to owners of parent (Unit: Millions of yen)	Net income (loss) per share (Unit: yen)
Previous forecasts (A)	288,330	526	12,390	12,393	216.84
Revised forecasts (B)	282,326	326	9,831	12,469	218.18
Difference in amount (B - A)	(6,004)	(201)	(2,559)	77	
Rate of change (%)	(2.1)	(38.1)	(20.7)	0.6	
(Reference) FY 2018/3	230,629	8,764	3,828	(30,958)	(541.69)

Note: FY=Fiscal Year (FY2019/3, for instance, means 12 months ending March 31, 2019)

(2) Reasons for the revision:

Compared to the previous announcement on November 9, 2018, net sales is expected to decrease mainly due to fall in price of purchased crude oil.

Operating Profit is expected to decrease due to decline in profit by fall in sales price of diluted bitumen, and increase in the transportation cost of Canada Shale Gas Project.

Ordinary Profit is expected to decrease due to increase in foreign exchange loss by exchanging U.S. Dollar based loans payable of a foreign subsidiary to Canadian Dollar, despite increase in equity in gains of affiliates.

Profit attributable to owners of parent is expected to increase due to decrease in tax expense by the application of foreign tax credit on Iraq Garraf Project.

(3) Reference:

[Crude Oil Price (CIF: Cost, Insurance and Freight)]

(USD/bbl)

Previous		Revised	
Average from April 2018 to September 2018 (actual)	72.47	Average from April 2018 to December 2018 (actual)	74.54
October 2018 to March 2019 (forecast)	75.00	January 2019 to March 2019 (forecast)	60.00

[Exchange Rate]

(JPY/USD)

Previous		Revised	
Average from April 2018 to September 2018 (actual)	109.18	Average from April 2018 to December 2018 (actual)	110.25
October 2018 to March 2019 (forecast)	110.00	January 2019 to March 2019 (forecast)	110.00

*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.

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