



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

July 22, 2022

Company Name: Japan Petroleum Exploration Co., Ltd. (JAPEX)
Securities Code: 1662 (Prime Market of the Tokyo Stock Exchange)
Representative: FUJITA Masahiro, Representative Director and President
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Establishment of Subsidiary

Japan Petroleum Exploration Co., Ltd. (JAPEX) announced that its Board of Directors has resolved to establish a subsidiary at a meeting held on July 22, 2022 as follows.

1. Reason for Establishment of Subsidiary

In order to further improve the efficiency of our group's non-life insurance operations and enhance risk management, we will establish a captive insurance company (an insurance subsidiary that specializes in underwriting our group's risks).

2. Outline of the subsidiary to be established

(1) Name	JAPEX Insurance Ltd.	
(2) Location	CLARENDON HOUSE, 2 Church Street, Hamilton HM 11, Bermuda	
(3) Title and name of representative	YAMASHITA Michiro Managing Director	
(4) Business	Underwriting insurance related to JAPEX and its group companies	
(5) Capital	3.5 billion yen	
(6) Date of Establishment	Scheduled for August 2022	
(7) Investment Ratio	Wholly owned by JAPEX	
(8) Relationship between JAPEX and JAPEX Insurance Ltd.	Capital Relationship	Wholly owned by JAPEX
	Personal relationship	JAPEX's Director and Senior Managing Executive Officer will concurrently serve as Managing Director of the subsidiary
	Transaction Relationships	Underwriting insurance related to JAPEX and its group companies

3. Schedule

(1) Date of resolution by the Board of Directors	July 22, 2022
(2) Date of establishment (date of commencement of business)	August 2022 (scheduled)

4. Outlook for the future

The impact of this matter on our business performance is expected to be negligible.

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