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Financial Results  
for the three months ended June 30, 2012

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INPEX CORPORATION

August 3, 2012

# Cautionary Statement



This presentation includes forward-looking information that reflects the plan and expectations of the Company. Such forward-looking information is based on the current assumptions and judgments of the Company in light of the information currently available to it, and involves known and unknown risk, uncertainties, and other factors. Such risks, uncertainties and other factors may cause the Company's performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by such forward-looking information. Such risks, uncertainties and other factors include, without limitation:

- Price volatility and change in demand in crude oil and natural gas
- Foreign exchange rate volatility
- Change in costs and other expenses pertaining to the exploration, development and production

The Company undertakes no obligation to publicly update or revise the disclosure of information in this presentation (including forward-looking information) after the date of this presentation.

# Subsidiaries and Affiliates



## 57 consolidated subsidiaries

| Major subsidiaries          | Country/region                             | Ownership | Stage       | Accounting term                           |
|-----------------------------|--|-----------|-------------|---|
| Japan Oil Development       | UAE  | 100%      | Production  | March (provisional settlement of account) |
| INPEX Natuna                | Indonesia                                  | 100%      | Production  | March                                     |
| INPEX Sahul                 | Timor Sea Joint Petroleum Development Area | 100%      | Production  | December                                  |
| INPEX Ichthys Pty Ltd       | Australia                                  | 100%      | Development | March (provisional settlement of account) |
| INPEX Southwest Caspian Sea | Azerbaijan                                 | 51%       | Production  | March (provisional settlement of account) |
| INPEX North Caspian Sea     | Kazakhstan                                 | 45%       | Development | March (provisional settlement of account) |

## 13 equity method affiliates

| Major affiliates            | Country/region | Ownership | Stage                | Accounting term                           |
|-----------------------------|----------------|-----------|----------------------|---|
| MI Berau B.V.               | Indonesia      | 44%       | Production           | December                                  |
| Angola Japan Oil            | Angola         | 19.6%     | Production           | December                                  |
| INPEX Offshore North Campos | Brazil         | 37.5%     | production suspended | December                                  |
| Ichthys LNG Pty Ltd         | Australia      | 72.805%   | Development          | March (provisional settlement of account) |

# Highlights of the Consolidated Financial Results for the three months ended June 30, 2012



|                                    | Apr.-Jun. '11 | Apr.-Jun. '12 | Change   | %Change |
|------------------------------------|---------------|---------------|----------|---------|
| Net Sales (Billions of yen)        | 294.9         | 310.8         | 15.8     | 5.4%    |
| Crude Oil Sales                    | 182.3         | 195.4         | 13.1     | 7.2%    |
| Natural Gas Sales (including LPG)  | 105.8         | 108.6         | 2.8      | 2.7%    |
| Others                             | 6.8           | 6.7           | (0.0)    | (1.2%)  |
| Operating Income (Billions of yen) | 176.2         | 187.1         | 10.9     | 6.2%    |
| Ordinary Income (Billions of yen)  | 178.3         | 207.3         | 28.9     | 16.3%   |
| Net Income (Billions of yen)       | 40.1          | 69.9          | 29.7     | 74.1%   |
| Net income per share (Yen)         | 11,004.72     | 19,160.96     | 8,156.24 | 74.1%   |

Average number of shares issued and outstanding during the three months ended June 30, 2012 (consolidated): 3,650,894

# Crude Oil Sales



|  | Apr.-Jun. '11            | Apr.-Jun. '12          | Change                      | %Change               |
|--|--------------------------|------------------------|-----------------------------|-----------------------|
| Net Sales (Billions of yen)                        | 182.3                    | 195.4                  | 13.1                        | 7.2%                  |
| Sales volume (Mbbbl)                               | 19,608                   | 21,902                 | 2,294                       | 11.7%                 |
| Average unit price of overseas production (\$/bbl) | 112.97                   | 110.77                 | (2.20)                      | (1.9%)                |
| Average unit price of domestic production (¥/kl)   | 62,016                   | 64,391                 | 2,376                       | 3.8%                  |
| Average exchange rate (¥/\$)                       | 81.78                    | 80.12                  | 1.66 yen appreciation       | 2.0% yen appreciation |
| Sales volume by region (Mbbbl)                     | Apr.-Jun. '11            | Apr.-Jun. '12          | Change                      | %Change               |
| Japan  | 71<br>(11.2 thousand kl) | 1<br>(0.2 thousand kl) | (69)<br>(-11.0 thousand kl) | (97.9%)               |
| Asia/Oceania                                       | 3,237                    | 5,729                  | 2,492                       | 77.0%                 |
| Eurasia (Europe/NIS)                               | 2,051                    | 2,309                  | 258                         | 12.6%                 |
| Middle East/Africa                                 | 14,230                   | 13,844                 | (386)                       | (2.7%)                |
| Americas   | 20                       | 18                     | (2)                         | (7.5%)                |
| Total  | 19,608                   | 21,902                 | 2,294                       | 11.7%                 |

# Natural Gas Sales (excluding LPG)

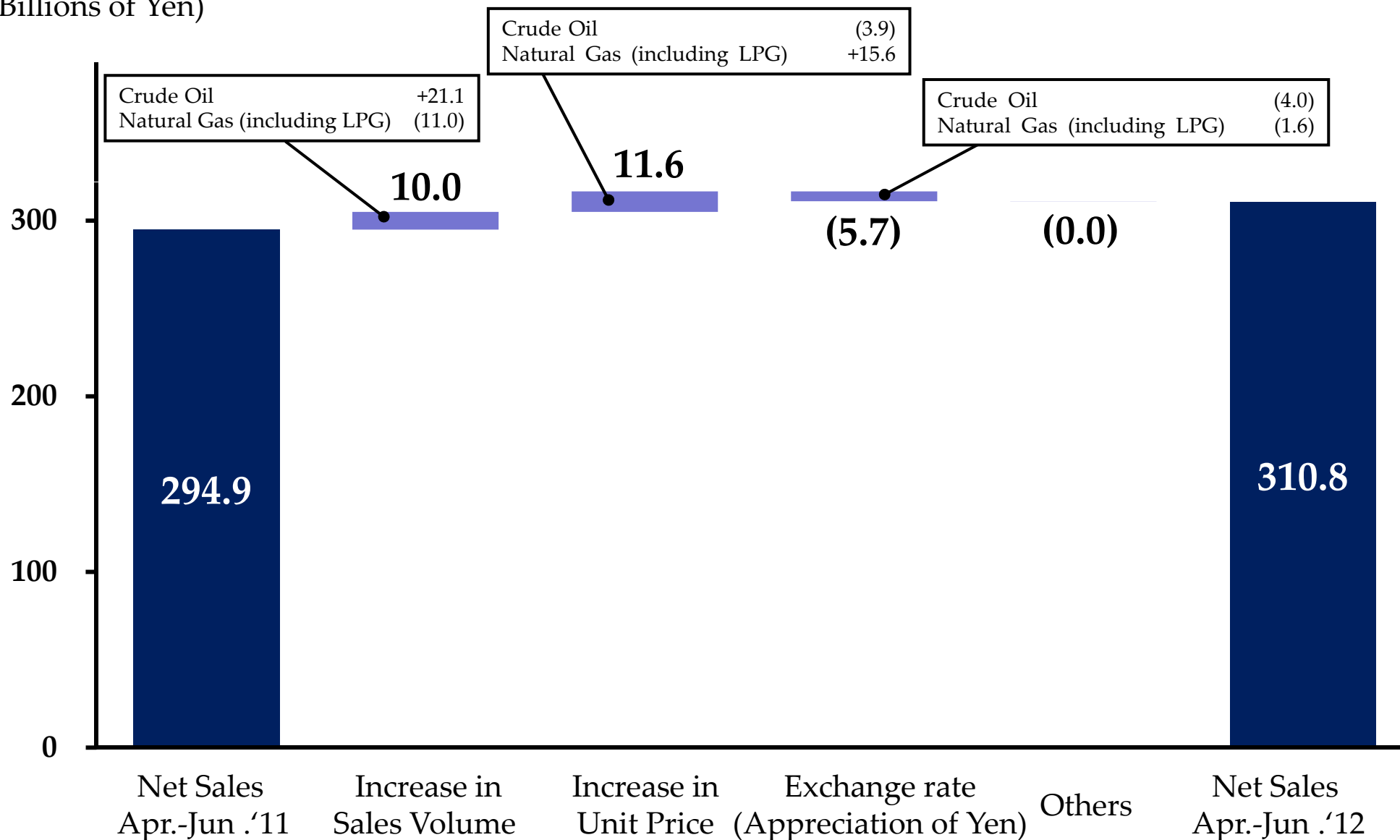


|   | Apr.-Jun. '11                                    | Apr.-Jun. '12                                    | Change                               | %Change               |
|---|--|--|--------------------------------------|-----------------------|
| Net Sales (Billions of yen)                               | 103.6  | 100.3  | (3.2)                                | (3.2%)                |
| Sales volume (MMcf)                                       | 94,568   | 78,881   | (15,687)                             | (16.6%)               |
| Average unit price of overseas production (\$/Mcf)        | 13.30  | 14.74  | 1.44                                 | 10.8%                 |
| Average unit price of domestic sales (¥/ m <sup>3</sup> ) | 42.60  | 46.56  | 3.96                                 | 9.3%                  |
| Average exchange rate (¥/\$)                              | 81.79  | 80.26  | 1.53 yen appreciation                | 1.9% yen appreciation |
| Sales volume by region (MMcf)                             | Apr.-Jun. '11                                    | Apr.-Jun. '12                                    | Change                               | %Change               |
| Japan   | 14,337<br>(384 million m <sup>3</sup> *)         | 14,779<br>(396 million m <sup>3</sup> *)         | 441<br>(12 million m <sup>3</sup> *) | 3.1%                  |
|   | Purchased Volume<br>135 million m <sup>3</sup> * | Purchased Volume<br>130 million m <sup>3</sup> * | (5 million m <sup>3</sup> *)         | (3.3%)                |
| Asia/Oceania  | 73,152   | 58,006   | (15,146)                             | (20.7%)               |
| Eurasia (Europe/NIS )                                     | -  | -  | -                                    | -                     |
| Middle East/Africa  | -  | -  | -                                    | -                     |
| Americas  | 7,079  | 6,096  | (982)                                | (13.9%)               |
| Total   | 94,568   | 78,881   | (15,687)                             | (16.6%)               |

# Analysis of Net Sales Increase



(Billions of Yen)



# Statements of Income



| (Billions of Yen)                            | Apr.-Jun. '11 | Apr.-Jun. '12 | Change | %Change |
|--|---------------|---------------|--------|---------|
| Net Sales                                    | 294.9         | 310.8         | 15.8   | 5.4%    |
| Cost of Sales                                | 94.8          | 104.3         | 9.4    | 10.0%   |
| Exploration expenses                         | 6.6           | 1.7           | (4.9)  | (73.8%) |
| Selling, general and administrative expenses | 17.1          | 17.5          | 0.4    | 2.6%    |
| Operating Income                             | 176.2         | 187.1         | 10.9   | 6.2%    |
| Other income                                 | 10.6          | 29.7          | 19.1   | 180.1%  |
| Other expenses                               | 8.5           | 9.5           | 1.0    | 12.2%   |
| Ordinary Income                              | 178.3         | 207.3         | 28.9   | 16.3%   |
| Income taxes-current                         | 135.1         | 128.5         | (6.6)  | (4.9%)  |
| Income taxes-deferred                        | 0.6           | 6.5           | 5.9    | 948.5%  |
| Minority interests                           | 2.3           | 2.2           | (0.1)  | (6.4%)  |
| Net Income                                   | 40.1          | 69.9          | 29.7   | 74.1%   |

|                      |       |
|----------------------|-------|
| Crude Oil sales :    | 195.4 |
| (Change)             | +13.1 |
| Natural Gas sales* : | 108.6 |
| (Change)             | +2.8  |

|                                  |      |
|----------------------------------|------|
| Cost of sales for Crude Oil :    | 60.0 |
| (Change)                         | +3.5 |
| Cost of sales for Natural Gas* : | 39.8 |
| (Change)                         | +6.8 |

\* Including LPG

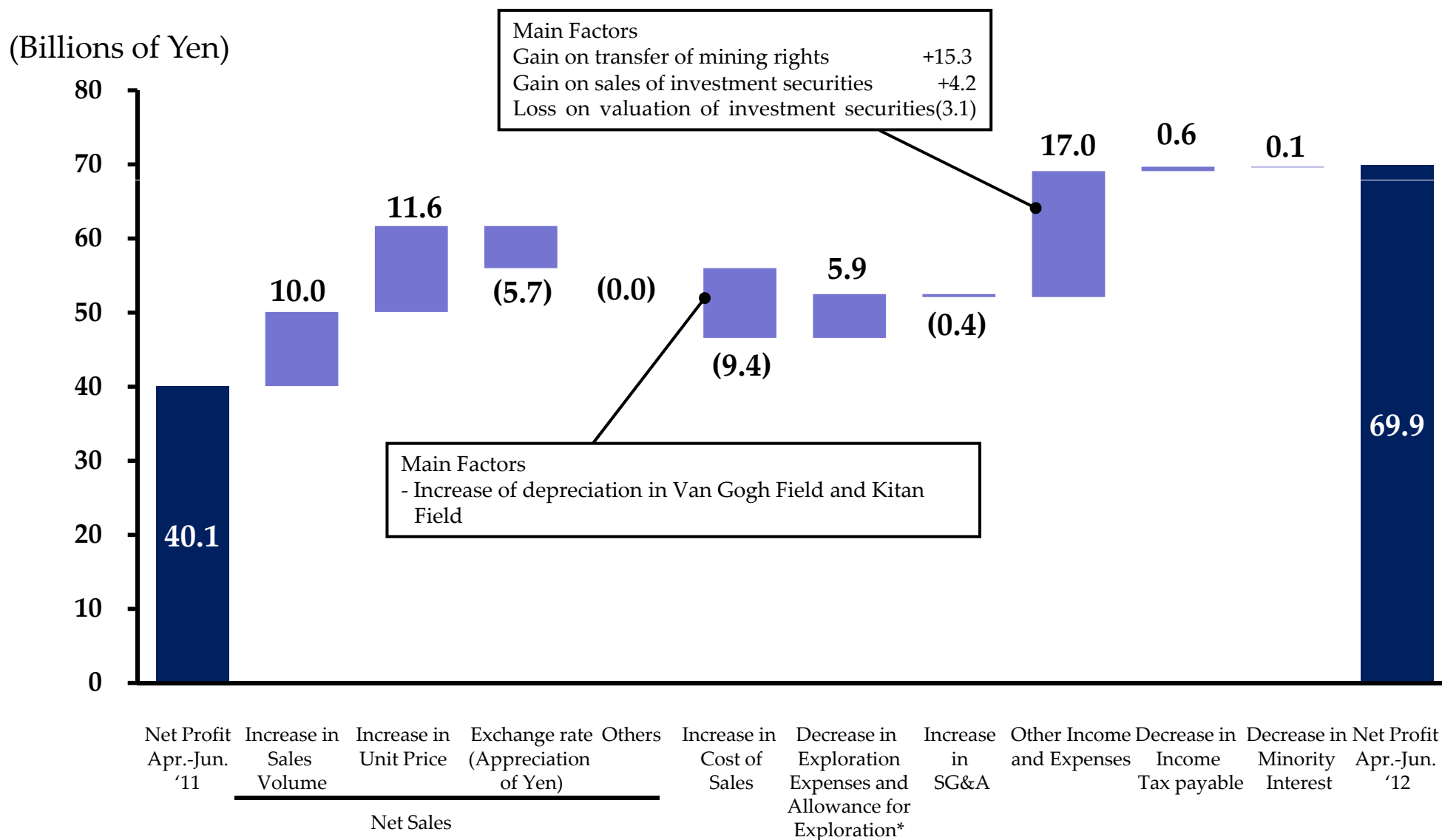


# Other Income/Expenses



| (Billions of Yen)   | Apr.-Jun. '11 | Apr.-Jun. '12 | Change | %Change  |
|---|---------------|---------------|--------|----------|
| Other income  | 10.6          | 29.7          | 19.1   | 180.1%   |
| Interest income   | 1.1           | 1.4           | 0.3    | 34.7%    |
| Dividend income   | 1.3           | 1.0           | (0.2)  | (20.7%)  |
| Gain on sales of investment securities                                    | -             | 4.2           | 4.2    | -        |
| Equity in earnings of affiliates  | 1.9           | 3.3           | 1.3    | 70.0%    |
| Gain on change in equity  | 4.6           | -             | (4.6)  | (100.0%) |
| Gain on transfer of mining rights   | -             | 15.3          | 15.3   | -        |
| Foreign exchange gain   | -             | 2.8           | 2.8    | -        |
| Other   | 1.4           | 1.4           | (0.0)  | (3.9%)   |
| Other expenses  | 8.5           | 9.5           | 1.0    | 12.2%    |
| Interest expense  | 0.2           | 0.2           | 0.0    | 2.2%     |
| Provision for allowance for recoverable accounts under production sharing | 3.9           | 1.4           | (2.4)  | (62.3%)  |
| Provision for exploration projects  | 1.6           | 3.0           | 1.4    | 86.7%    |
| Loss on the valuation of investment securities                            | 0.1           | 3.3           | 3.1    | -        |
| Foreign exchange loss   | 0.6           | -             | (0.6)  | (100.0%) |
| Other   | 1.8           | 1.3           | (0.4)  | (24.7%)  |

# Analysis of Net Profit Increase



\*Provision for allowance for recoverable accounts under production sharing and Provision for exploration projects

# Revisions of Financial Forecasts for the year ending March 31, 2013



## - Assumptions

| (May 11, 2012)                     | 1 <sup>st</sup> half | 2 <sup>nd</sup> half | Full year |
|------------------------------------|----------------------|----------------------|-----------|
| Crude oil price (Brent) (US\$/bbl) | 100.0                | 100.0                | 100.0     |
| Exchange rate (yen/US\$)           | 80.0                 | 80.0                 | 80.0      |



| (Aug. 3, 2012)                     | 1 <sup>st</sup> half | 2 <sup>nd</sup> half | Full year |
|------------------------------------|----------------------|----------------------|-----------|
| Crude oil price (Brent) (US\$/bbl) | 104.5 *1             | 100.0                | 102.2     |
| Exchange rate (yen/US\$)           | 80.1 *2              | 80.0                 | 80.0      |

\*1 1st quarter (Actual) : US\$ 108.9/bbl, 2nd quarter (Forecast) : US\$100.0/bbl      \*2 1st quarter (Actual) : ¥80.2/US\$1, 2nd quarter (Forecast) : ¥80.0/US\$

## - Financial Forecasts

### for the year ending March 31, 2013

|                                    | Previous forecasts<br>(May 11, 2012) | Revised forecasts<br>(Aug. 3, 2012) | Change | % Change |
|------------------------------------|--------------------------------------|-------------------------------------|--------|----------|
| Net Sales (billions of yen)        | 1,058.0                              | 1,089.0                             | 31.0   | 2.9%     |
| Operating income (billions of yen) | 571.0                                | 587.0                               | 16.0   | 2.8%     |
| Ordinary income (billions of yen)  | 593.0                                | 607.0                               | 14.0   | 2.4%     |
| Net income (billions of yen)       | 164.0                                | 168.0                               | 4.0    | 2.4%     |

## - Financial Forecasts for the six months ending September 30, 2012

|                                    |       |       |      |       |
|------------------------------------|-------|-------|------|-------|
| Net Sales (billions of yen)        | 535.0 | 577.0 | 42.0 | 7.9%  |
| Operating income (billions of yen) | 281.0 | 329.0 | 48.0 | 17.1% |
| Ordinary income (billions of yen)  | 279.0 | 340.0 | 61.0 | 21.9% |
| Net income (billions of yen)       | 68.0  | 98.0  | 30.0 | 44.1% |

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# Appendix

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# LPG Sales



|  | Apr.-Jun. '11          | Apr.-Jun. '12          | Change                  | %Change               |
|--|------------------------|------------------------|-------------------------|-----------------------|
| Net Sales (Billions of yen)                        | 2.1                    | 8.3                    | 6.1                     | 282.5%                |
| Sales volume (Mbbbl)                               | 268                    | 1,142                  | 874                     | 325.9%                |
| Average unit price of overseas production (\$/bbl) | 82.77                  | 87.70                  | 4.93                    | 6.0%                  |
| Average unit price of domestic production (¥/kg)   | 125.15                 | 121.09                 | (4.06)                  | (3.2%)                |
| Average exchange rate (¥/\$)                       | 82.21                  | 79.61                  | 2.60yen appreciation    | 3.2% yen appreciation |
| Sales volume by region (Mbbbl)                     | Apr.-Jun. '11          | Apr.-Jun. '12          | Change                  | %Change               |
| Japan  | 68<br>(6.5 thousand t) | 73<br>(7.0 thousand t) | 6<br>(0.5 thousand ton) | 8.2%                  |
| Asia/Oceania                                       | 200                    | 1,069                  | 868                     | 433.5%                |
| Eurasia (Europe/NIS )                              | -                      | -                      | -                       | -                     |
| Middle East/Africa                                 | -                      | -                      | -                       | -                     |
| Americas   | -                      | -                      | -                       | -                     |
| Total  | 268                    | 1,142                  | 874                     | 325.9%                |

# Balance Sheet



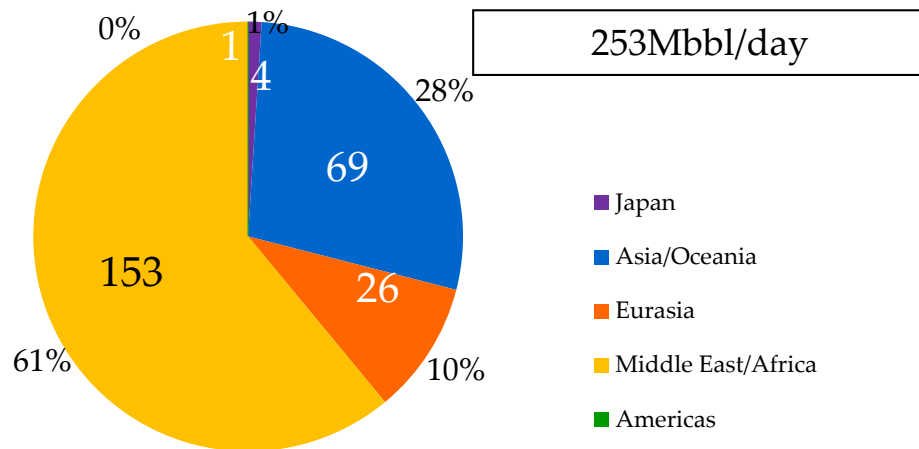
| (Billions of yen)  | Mar. '12       | Jun. '12       | Change       | %Change       |
|--|----------------|----------------|--------------|---------------|
| Current assets   | 908.7          | 842.8          | (65.8)       | (7.2%)        |
| Tangible fixed assets  | 383.6          | 425.4          | 41.7         | 10.9%         |
| Intangible assets  | 233.3          | 293.0          | 59.7         | 25.6%         |
| Recoverable accounts under production sharing                    | 568.3          | 583.7          | 15.4         | 2.7%          |
| Other  | 1,073.0        | 1,021.6        | (51.4)       | (4.8%)        |
| Less allowance for recoverable accounts under production sharing | (100.6)        | (103.1)        | (2.5)        | 2.5%          |
| <b>Total assets</b>  | <b>3,066.3</b> | <b>3,063.5</b> | <b>(2.8)</b> | <b>(0.1%)</b> |
| Current liabilities  | 367.8          | 327.8          | (39.9)       | (10.9%)       |
| Long-term liabilities  | 384.3          | 378.8          | (5.5)        | (1.4%)        |
| Total net assets   | 2,314.1        | 2,356.7        | 42.5         | 1.8%          |
| (Minority interests)   | 134.9          | 138.9          | 4.0          | 3.0%          |
| <b>Total liabilities and net assets</b>                          | <b>3,066.3</b> | <b>3,063.5</b> | <b>(2.8)</b> | <b>(0.1%)</b> |
| Net assets per share (Yen)                                       | 596,909        | 607,474        | 10,565       | 1.8%          |

# Statements of Cash Flows

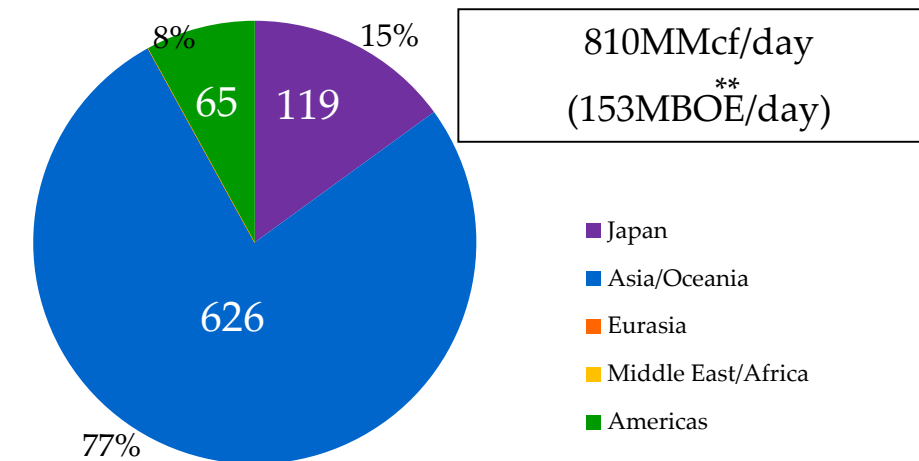
| (Billions of Yen)  | Apr.-Jun. '12  |
|--|----------------|
| Income before income taxes and minority interests  | 207.3          |
| Depreciation and amortization  | 13.4           |
| Recovery of recoverable accounts under production sharing (capital expenditures)   | 12.5           |
| Recoverable accounts under production sharing (operating expenditures)   | (5.4)          |
| Income taxes paid  | (166.3)        |
| Other  | 18.5           |
| <b>Net cash provided by operating activities</b>   | <b>80.0</b>    |
| Purchase of tangible fixed assets  | (49.2)         |
| Purchases of marketable securities/investment securities and proceed from sales of marketable securities/investment securities (Net) | 75.7           |
| Investment in recoverable accounts under production sharing (capital expenditures)   | (22.3)         |
| Payments for purchase of mining rights   | (81.5)         |
| Proceeds from transfer of mining rights  | 13.9           |
| Other  | (37.7)         |
| <b>Net cash used in investing activities</b>   | <b>(101.2)</b> |
| <b>Net cash used in financing activities</b>   | <b>(11.0)</b>  |
| Cash and cash equivalents at end of the period   | 210.3          |

# Net Production\* (Apr. 2012 – Jun. 2012) **INPEX**

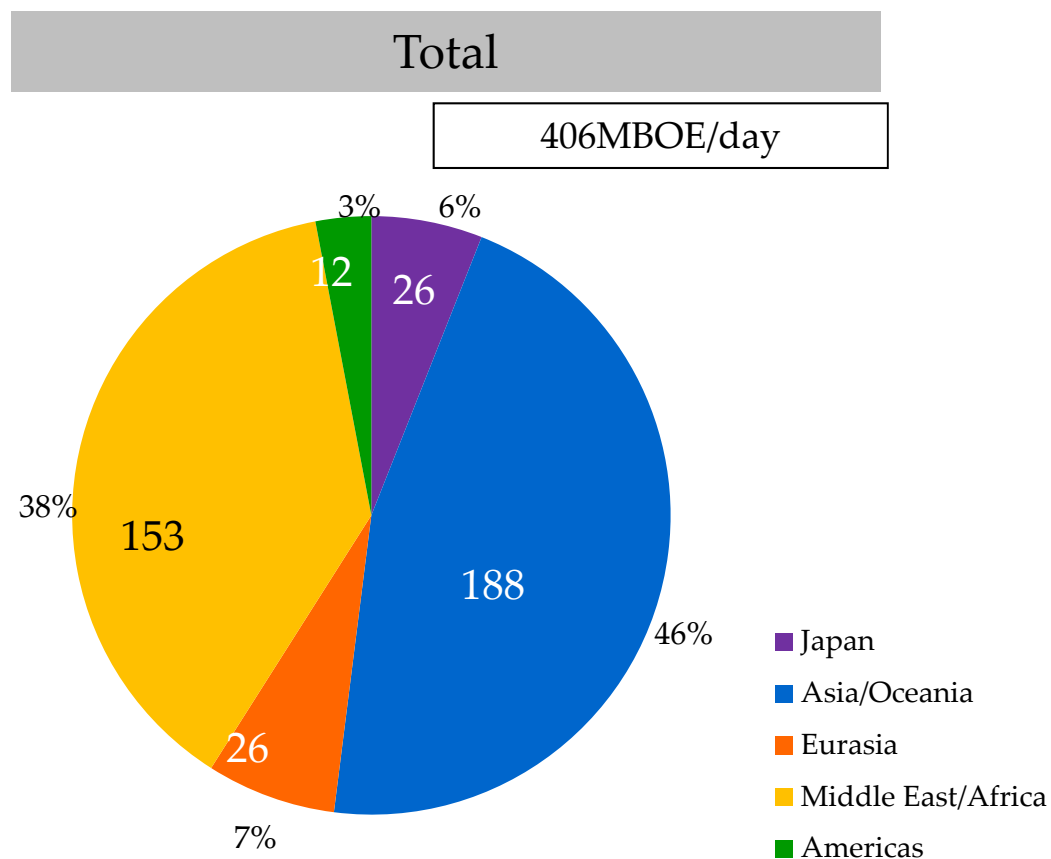
## Oil/Condensate/LPG



## Natural Gas



## Total

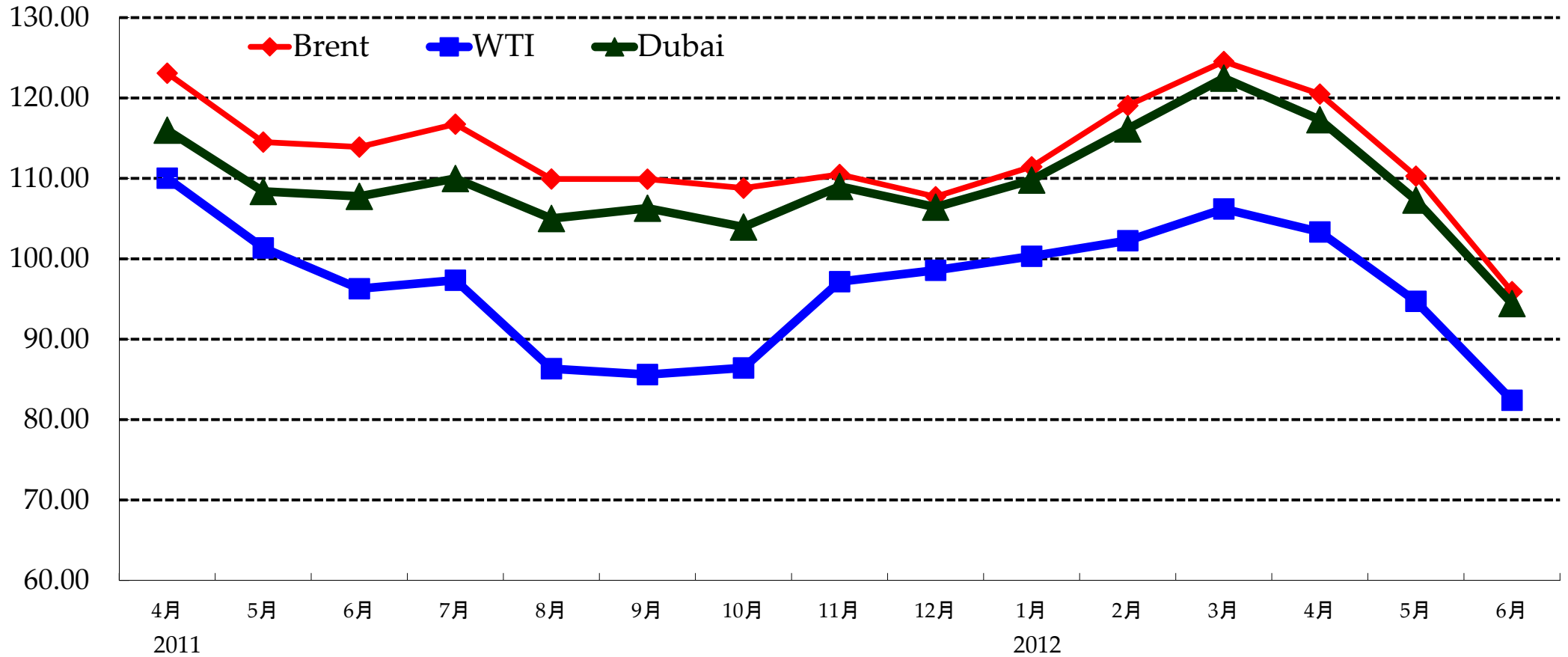


\* The production volume of crude oil and natural gas under the production sharing contracts entered into by INPEX Group corresponds to the net economic take of our group.

\*\* The way of the calculation for conversion factor from gas to oil equivalent was altered from the year ended March 31, 2012.



# Crude Oil Prices



|       | 2011   |        |        | 1Q<br>(Apr.-Jun.) | 2012   |        |        |        |        |        |        |        |        |        |        |       | 1Q<br>(Apr.-Jun.) |
|-------|--------|--------|--------|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------|-------------------|
|       | Apr.   | May    | Jun.   | Ave.              | Jul.   | Aug.   | Sep.   | Oct.   | Nov.   | Dec.   | Jan.   | Feb.   | Mar.   | Apr.   | May    | Jun.  | Ave.              |
| Brent | 123.09 | 114.52 | 113.90 | 117.17            | 116.75 | 109.93 | 109.91 | 108.79 | 110.49 | 107.72 | 111.45 | 119.06 | 124.54 | 120.49 | 110.29 | 95.93 | 108.90            |
| WTI   | 110.04 | 101.36 | 96.29  | 102.56            | 97.34  | 86.34  | 85.61  | 86.43  | 97.16  | 98.58  | 100.32 | 102.26 | 106.21 | 103.35 | 94.72  | 82.41 | 93.49             |
| Dubai | 116.00 | 108.38 | 107.77 | 110.72            | 109.99 | 105.02 | 106.30 | 103.95 | 109.00 | 106.43 | 109.80 | 116.16 | 122.47 | 117.30 | 107.31 | 94.44 | 106.35            |