

November 11, 2016

**Announcement of Differences between Consolidated Financial Forecasts
and Actual Financial Results for the six months ended September 30, 2016
and Revision of Consolidated Financial Forecasts for the year ending
March 31, 2017**

Tokyo, Japan - [INPEX CORPORATION](http://www.inpex.com) (INPEX) announced today the differences between its consolidated financial forecasts for the six months ended September 30, 2016 announced on August 4, 2016 and the actual results announced today in the “Consolidated Financial Results for the Six Months ended September 30, 2016.” In addition, INPEX also revised its consolidated financial forecasts for the year ending March 31, 2017 announced on August 4, 2016.

**1. Differences between consolidated financial forecasts and actual financial results for the six months ended September 30, 2016
(April 1, 2016 – September 30, 2016)**

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Net income per share
Previous forecasts (August 4, 2016): A	Millions of yen 395,000	Millions of yen 136,000	Millions of yen 128,000	Millions of yen 10,000	Yen 6.85
Actual results: B	389,657	138,072	132,180	15,727	10.77
Increase (decrease): B-A	(5,343)	2,072	4,180	5,727	
Percentage (%) change	(1.4)	1.5	3.3	57.3	
Reference: Consolidated financial results for the six months ended September 30, 2015	567,013	246,787	258,847	45,485	31.15

2. Revision of consolidated financial forecasts for the year ending March 31, 2017 (April 1, 2016 –March 31, 2017)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Net income per share
Previous forecasts (August 4, 2016): A	Millions of yen 797,000	Millions of yen 257,000	Millions of yen 251,000	Millions of yen 17,000	Yen 11.64
Revised forecasts: B	830,000	283,000	284,000	26,000	17.80
Increase (decrease): B-A	33,000	26,000	33,000	9,000	
Percentage(%) change	4.1	10.1	13.1	52.9	
Reference: Consolidated financial results for the year ended March 31, 2016	1,009,564	390,139	374,771	16,777	11.49

3. Reasons for the differences and revisions

Financial results for the six months ended September 30, 2016 have exceeded the consolidated financial forecasts announced on August 4, 2016, mainly due to a portion of the income being shifted to the first half of the year and certain expenses being shifted to the second half of the year.

Consolidated financial forecasts for the year ending March 31, 2017 have been revised taking into consideration the consolidated financial results for the six months ended September 30, 2016 as well as the revised crude oil price assumptions, among other factors.

The above forecasts are calculated based on the following assumptions:

	Previous Forecasts	Revised Forecasts
Crude oil price (Brent)	1st quarter (actual): US\$ 47.0/bbl From 2nd quarter: US\$ 45.0/bbl Full Year: US\$ 45.5/bbl (Average)	1st Half: US\$ 47.0/bbl (Actual) 2nd Half: US\$ 50.0/bbl Full Year: US\$ 48.5/bbl (Average)
Exchange rate	1st quarter (actual): ¥108.2/US\$ From 2nd quarter: ¥105.0/US\$ Full Year: ¥105.8/US\$ (Average)	1st Half: ¥105.3/US\$ (Actual) 2nd Half: ¥105.0/US\$ Full Year: ¥105.1/US\$ (Average)

Crude oil prices at which INPEX sells products vary depending on crude oil type, and differ from Brent crude oil prices. Crude oil price differences are determined by the quality of each crude oil type, etc., and are also affected by market conditions.



Public Relations Group, Corporate Communications Unit
Akasaka Biz Tower, 5-3-1 Akasaka, Minato-ku, Tokyo 107-6332 JAPAN

NB: Forecasts above are based on currently available information and contain many uncertainties. The final results may differ from the forecasts above due to changes in business conditions including oil and natural gas price levels, production and sales plans, project development schedules, government regulations and financial and tax schemes, etc.

Media Contact: INPEX Tokyo Office, Public Relations Group, Tel) +81-3-5572-0233