

[TRANSLATION]

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Cover Page

Document Name:

Extraordinary Report

Filed with:

The Director-General of the Kanto Local Finance Bureau

Filing Date:

September 9, 2015

Company Name:

Japan Exchange Group, Inc.

Name and Title of Representative:

Akira Kiyota, Director & Representative Executive Officer, Group CEO

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Name of Contact Person:

Akira Tagaya, Director, Corporate Communications

Place where the Document is Available for Public Inspection:

Tokyo Stock Exchange, Inc.

2-1, Nihombashi Kabutocho, Chuo-ku, Tokyo

1. [Reason for Filing]

Japan Exchange Group, Inc. submits this extraordinary report in accordance with the provisions of Article 24-5, Paragraph 4 of the Financial Instruments and Exchange Act and Article 19, Paragraph 2, Item 14 of the Cabinet Office Ordinance on Disclosure of Corporate Affairs, etc. due to the settlement of a lawsuit filed against Tokyo Stock Exchange, Inc., a consolidated subsidiary of Japan Exchange Group, Inc..

2. [Details]

(1) Name, Address, and Name of the Representative of the Consolidated Subsidiary

- a. Name Tokyo Stock Exchange, Inc.
- b. Address 2-1, Nihombashi-Kabutocho, Chuo-ku, Tokyo
- c. Representative: Koichiro Miyahara, President & CEO

(2) Date of Filing of the Lawsuit

October 27, 2006

(3) Name, Address, and Name of the Representative of the Company that Filed the Lawsuit

- a. Name Mizuho Securities Co., Ltd.
- b. Address 1-5-1, Otemachi, Chiyoda-ku, Tokyo
- c. Representative: Hiroshi Motoyama, President & CEO (Representative Director)

(4) Contents of the Lawsuit and Compensation for Damages

Mizuho Securities Co., Ltd. filed a lawsuit against Tokyo Stock Exchange, Inc., a consolidated subsidiary of Japan Exchange Group, Inc., with the Tokyo District Court claiming damages of JPY 41,578 million with respect to an erroneous order for the sale of shares of J-COM Co., Ltd. placed on December 8, 2005.

On December 4, 2009, the court decided to order Tokyo Stock Exchange, Inc. to pay damages of JPY 10,712 million and delinquency charges. In response to this ruling, Mizuho Securities Co., Ltd. filed an appeal to the Tokyo High Court, and Tokyo Stock Exchange, Inc. filed an incidental appeal accordingly. On July 24, 2013, the court dismissed Mizuho Securities Co., Ltd.'s appeal deeming no grounds for the appeal while it also altered a part of delinquency charges to be paid by Tokyo Stock Exchange, Inc. as it deemed there were grounds for Tokyo Stock Exchange, Inc.'s incidental appeal.

Mizuho Securities Co., Ltd. subsequently filed a final appeal and a petition for acceptance of the final appeal, and Tokyo Stock Exchange, Inc. filed an incidental appeal and a petition for acceptance of the incidental appeal.

(5) Date of Settlement of the Lawsuit

September 3, 2015

(6) Contents of Settlement of the Lawsuit and Compensation for Damages

On September 3, 2015, the Supreme Court issued an order to dismiss the final appeal and the incidental appeal, and refused to accept the case as the final appellate court. As such, the judgment in the appeals court, which ordered Tokyo Stock Exchange, Inc. to pay Mizuho Securities Co., Ltd. JPY 12,870 million as the sum of JPY 10,712 million and delinquency charges on such amount based on a 5% annual rate for the period from December 8, 2005 until December 18, 2009, became final and binding.

Additionally, as for the above amount upheld in the appeals court judgment, Tokyo Stock Exchange, Inc. paid Mizuho Securities Co., Ltd. JPY 13,213 million on December 18, 2009, including delinquency charges up until that date, in order to exempt compulsory execution based on the judgment in the first instance. Tokyo Stock Exchange, Inc. has already received the difference of JPY 342 million from the above amount from the company.