



JPX
JAPAN EXCHANGE
GROUP

Overview of Earnings for FY2014

Japan Exchange Group, Inc.

April 28, 2015

I. Overview of Earnings for FY2014

(April 1, 2014 – March 31, 2015)

* This document is not subject to the audit procedures required under the Financial Instruments and Exchange Act. Please note that its contents have not been audited on a consolidated basis in accordance with the Act as of the time of disclosure. JPX adopted IFRS from the full-year consolidated results for FY2014. The consolidated J-GAAP figures for FY2014 in this document are provided as reference to facilitate comparison with past year results.



Highlights and FY2015 Forecast

- FY2014 net income increased, boosted by cost reductions from system integration, despite revenue declines in cash equities and derivatives trading from last year.
- FY2015 forecast includes a 6% decline in operating revenue but also reduced operating expenses from integration synergies.

(JPY mil.)

	FY2013 (J-GAAP)	FY2014				FY2015 (Forecast)	
		(J-GAAP)	y/y	(IFRS)	y/y ^{*2}	(IFRS)	y/y
Operating Revenue	116,251	106,232	(9%)	106,167	(9%)	100,000	(6%)
Operating Expenses	65,131	56,493	(13%)	52,863	(19%)	52,000	(2%)
Operating Income ^{*1}	51,120	49,739	(3%)	53,529	5%	48,500	(9%)
Ordinary Income	52,801	51,912	(2%)	-	-	-	-
Net Income ^{*1}	29,835	31,421	5%	34,427	15%	33,000	(4%)
EBITDA	68,241	65,668	(4%)	65,743	(4%)	-	-
Dividend per share ^{*3}	43.0 yen	-	-	50.0 yen	7.0 yen	73.0 yen	23.0 yen

^{*1} IFRS was adopted from the full-year earnings results for FY2014. Operating income in accordance with IFRS includes non-operating and extraordinary income/loss other than financial revenue/expenses and equity in income/loss of affiliates. Net income in accordance with IFRS indicates net income attributable to owners of the parent company.

^{*2} FY2014 changes as compared with FY2013 (J-GAAP).

^{*3} Total of Q2 and year-end figures (includes figures adjusted for Oct. 2013 stock split).

➤ Average Daily Trading Volume/Value of Major Products

	FY2013	FY2014		FY2015 (Assumptions for forecasts)	
			y/y		y/y
Cash Equities (trading value) ^{*1}	JPY 3,098.8 bil.	JPY 2,856.4 bil.	(8%)	JPY 2,400.0 bil.	(16%)
TOPIX Futures (trading volume)	94,297 contracts	84,785 contracts	(10%)	100,000 contracts	18%
Nikkei 225 Futures (trading volume) ^{*2}	218,619 contracts	186,565 contracts	(15%)	221,000 contracts	18%
Nikkei 225 Options (trading value) ^{*3}	JPY 40.0 bil.	JPY 27.8 bil.	(30%)	JPY 33.5 bil.	20%
10-year JGB Futures (trading volume)	34,975 contracts	36,745 contracts	5%	44,000 contracts	20%

^{*1} Incl. ETFs/ETNs and REITs, etc. ^{*2} Incl. Nikkei 225 mini (calculated using factor of 1/10) ^{*3} Excluding Weekly options

Increasing Shareholder Returns

- Our basic profit distribution policy will be revised from FY2015 with a focus on enhancing shareholder returns, along with **raising the target dividend payout ratio from 40% to 60%**.
- Based on the new target payout ratio, FY2015 estimated annual dividend is JPY 73, an increase of JPY 23 from FY2014.

(JPY)

	Second Quarter (Sept. 30)	Year-end (Mar. 31)	Annual	Dividend Payout Ratio
FY2014 (Actual)	18.0	32.0 (Scheduled)	50.0 (Scheduled)	39.9%
FY2015 (Forecast)	36.0	37.0	73.0	60.7%

Basic Policy on Profit Distribution (New)

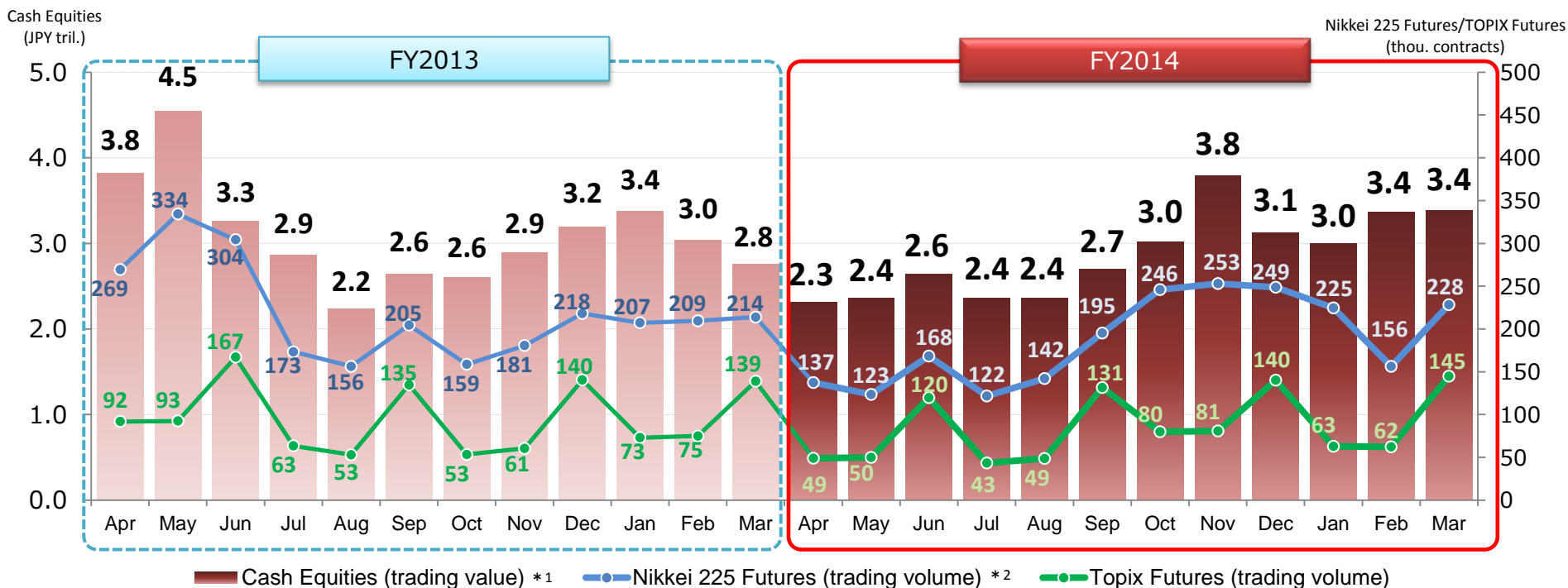
JPX adopts a dividend policy with a target payout ratio of about 60% tied to business performance while giving due consideration to the importance of internal reserves for the following purposes:

- Maintaining sound financial health as a financial instruments exchange group,
- Preparing for risks as a clearing organization, and
- Enabling the group to pursue investment opportunities to raise the competitiveness of its markets as they arise.

Market Trend

- Boosted by additional BOJ easing and a weaker yen, cash equities trading value picked up in the second half, increasing from a daily average within the JPY 2 tril. range to exceed JPY 3 tril. The full-year average remained short of last year's booming conditions, declining 8% to JPY 2.9 tril.
- Daily average derivatives trading volume rose sharply from October amid increased stock market volatility. Full-year averages were weighed down by sluggish trading in the first half, with both Nikkei 225 futures and TOPIX futures declining by 15% to about 187,000 contracts and 10% to 85,000 contracts respectively.

➤ Average daily trading volume/value of major products

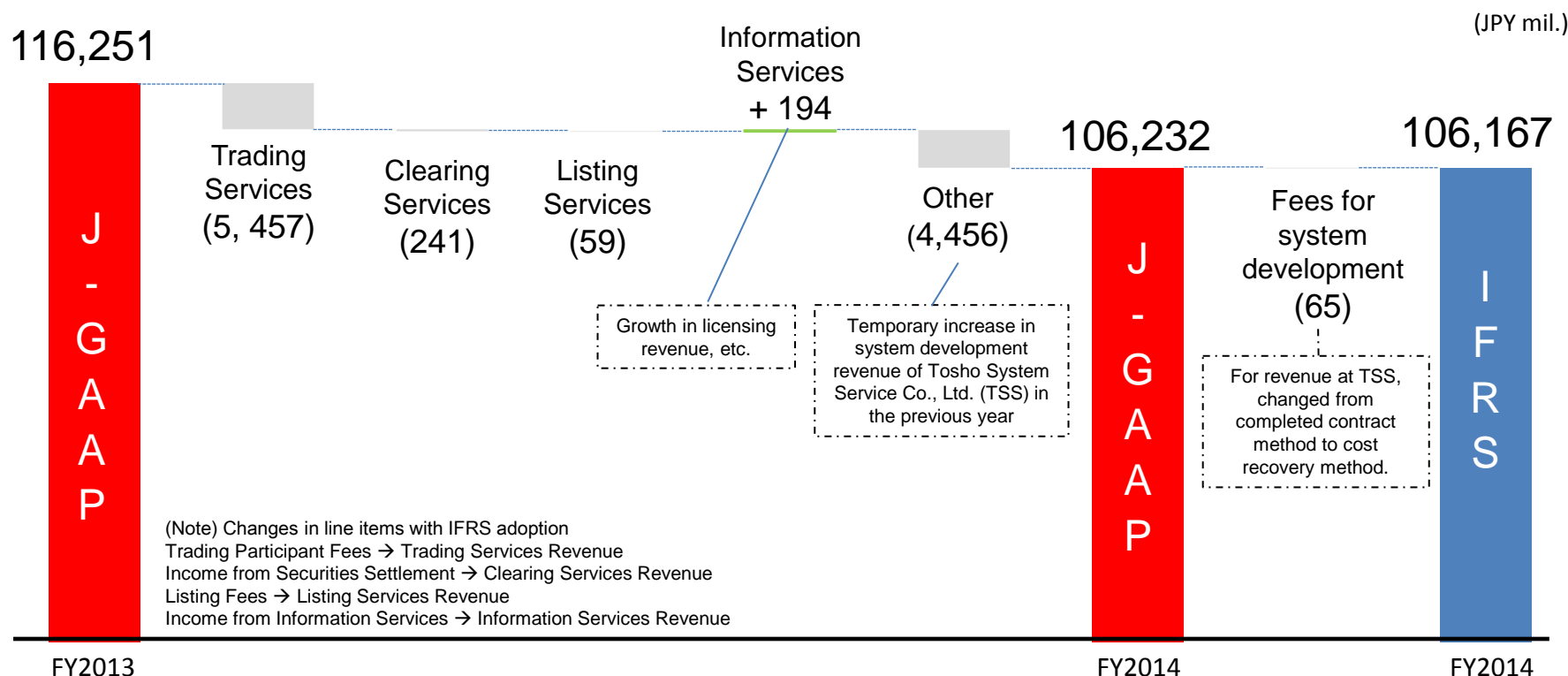


*1 Total of trading value of common stocks on TSE 1st/2nd Sections (including former OSE 1st/2nd Sections), Mothers, JASDAQ, TOKYO PRO Market, and ETFs/ETNs, REITs etc.

*2 Contracts of Nikkei 225 mini are calculated using a factor of 1/10

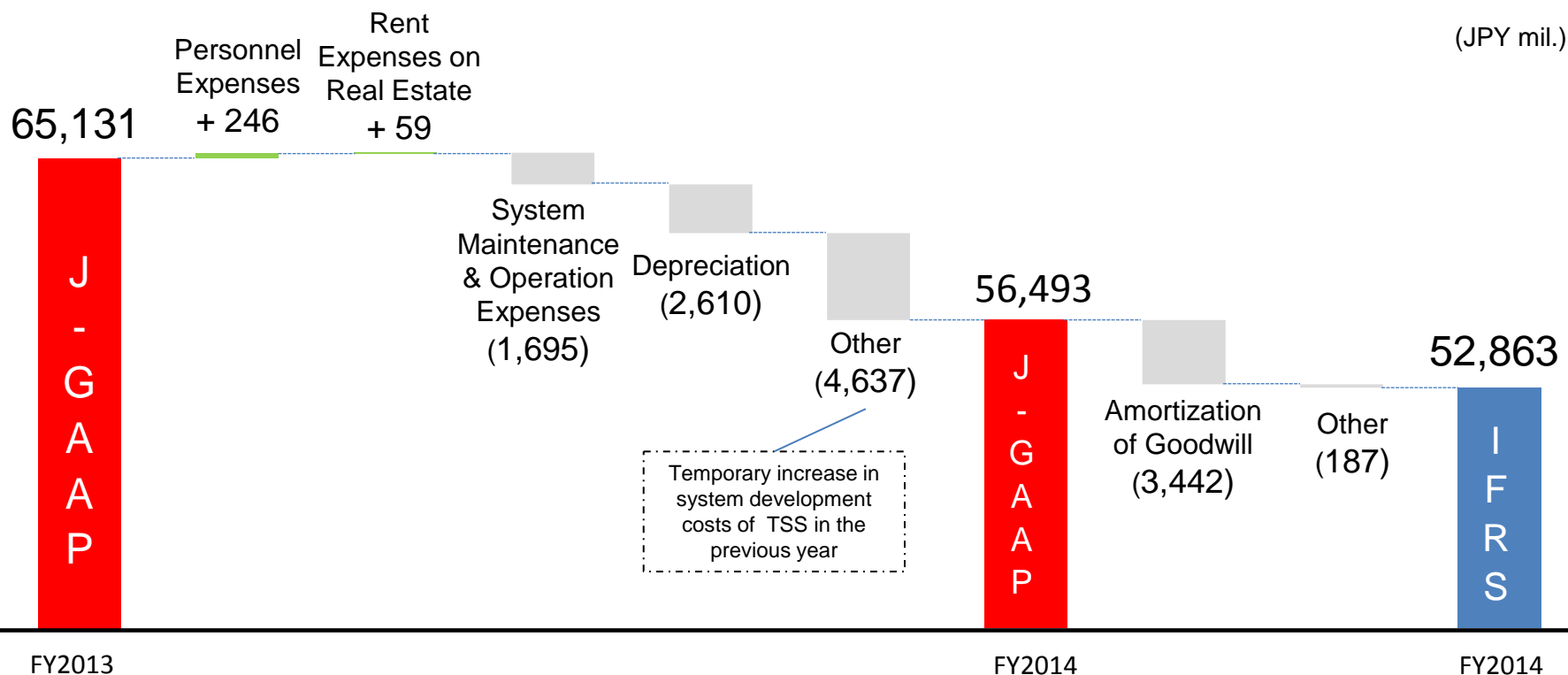
Operating Revenue

- Trading services revenue decreased due to a decline in cash equities and derivatives trading.
- Clearing services revenue recorded a slight decline, which was lessened by the inclusion of full-year JGB OTC clearing revenue after the JGBCC merger in Oct. 2013 and IRS clearing revenue growth.
- Information services revenue increased with growth in licensing revenue from JPX-Nikkei 400's growing stature as a benchmark.



Operating Expenses

- Total cost reductions of JPY 4.3 billion for system maintenance/operations and depreciation from integrating the trading platforms for cash equities and derivatives.
- Operating expenses declined JPY 3.6 billion from J-GAAP figures due to abolition of goodwill with IFRS adoption, and the change in the accounting treatment for retirement benefits.



II. Impact of IFRS Adoption



Impact of IFRS Adoption (Profit/Loss Statement)

- Expenses decreased by JPY 3.44 billion with the abolition of goodwill amortization accompanying the change in accounting treatment.
- Income items are presented in accordance with IFRS, with changes from J-GAAP figures.

J-GAAP FY2014		IFRS FY2014 (JPY mil.)	
Operating revenue	106,232	Operating revenue	106,167
		Other revenue	318
		Total revenue	106,486
Operating expenses	56,493	Operating expenses	52,863
		Other expenses	610
		Total expenses	53,473
		Share of income of investment accounted for using the equity method	516
Operating income	49,739	Operating income	53,529
Non-operating income	2,235	Financial income	1,400
Non-operating expenses	62	Financial expense	41
Ordinary income	51,912		
Extraordinary income	46		
Extraordinary losses	589		
Income before income taxes & minority interests	51,370	Income before income tax	54,887
Income taxes	19,659	Income tax expense	20,171
Income before minority interests	31,710	Net income	34,716
Minority interests in income	288	Net income attributable to	
Net income	31,421	Owners of the parent company	34,427
		Non-controlling interests	288

[Changes in accounting treatment]

- 1 Operating expenses down by JPY 3.6 bil. due to abolition of goodwill amortization and change in accounting treatment for retirement benefits.

[Changes in presentation]

- 2 **Operating income**
Includes J-GAAP non-operating and extraordinary income/loss other than financial revenue/expenses.
- 3 **Income before income tax**
Operating income (IFRS) and financial revenue/expenses.
- 4 **Net income (owners of parent)**
Net income less non-controlling interests (minority interests). Corresponds to J-GAAP net income.

Impact of IFRS Adoption (Balance Sheet)

- With the change in accounting treatment, the outstanding amount of clearing business financial assets and liabilities for derivatives and other transactions at JSCC (JPY 25 tril.) were included as of the end of the term. Posted under both assets and liabilities, they pose no significant impact to risk. ①
- Goodwill amortization was abolished from the start of FY2013 with retroactive IFRS application (included in assets at the start of FY2013). ②

(JPY mil.)

J-GAAP	FY2013	IFRS	FY2013	FY2014
Current Assets	1,231,231	Current Assets	17,295,075	27,550,495
③ Cash and deposits	103,813	③ Cash and cash equivalents	50,713	60,114
Margin funds for derivatives, etc. and when-issued transactions	913,437	Other financial assets	53,903	42,869
④ Deposits for clearing funds	188,734	① Clearing business financial assets	16,049,798	25,635,085
Deposits as collateral for facilitating settlement	10,500	④ Specified assets for deposits from clearing participants	1,128,362	1,795,095
Non-current Assets	172,482	Non-current Assets	184,871	196,276
② Goodwill	63,932	② Goodwill	67,374	67,374
Current Liabilities	1,178,274	Current Liabilities	17,244,506	27,488,802
Margin funds received for derivatives, etc. and when-issued transactions	913,437	① Clearing business financial liabilities	16,049,798	25,635,085
④ Deposit received for clearing funds	188,734	④ Deposits from clearing participants	1,128,362	1,795,095
Deposits received as collateral for facilitating settlement	10,500			
Non-current Liabilities	23,420	Non-current Liabilities	22,662	16,403
Net Assets	202,018	Equity	212,777	241,565
Shareholders' equity and other comprehensive income	196,342	Equity attributable to owners of the parent company	207,101	235,611
Assets/ Liabilities and Net Assets	1,403,713	Assets/ Liabilities and Equity	17,479,946	27,746,771

[Changes in presentation]

- ③ Short-term (3-month) cash and cash deposits are posted under "Cash and cash equivalents," those with longer terms are posted under "Other financial assets."
- ④ Single line item for clearing fund and other deposits by clearing participants for covering the risk of participant default at JSCC.

III. Reference Material



Referential Financial Data

➤ Quarterly Business Performance (J-GAAP)

(JPY mil.)

	FY2013				FY2014			
	1Q (Apr. 1, 2013- Jun 30, 2013)	2Q (Jul. 1, 2013- Sep. 30, 2013)	3Q (Oct. 1, 2013- Dec. 31, 2013)	4Q (Jan. 1, 2014- Mar. 31, 2014)	1Q (Apr. 1, 2014- Jun 30, 2014)	2Q (Jul. 1, 2014- Sep 30, 2014)	3Q (Oct. 1, 2014- Dec 31, 2014)	4Q (Jan. 1, 2015- Mar. 31, 2015)
Operating Revenue	36,099	25,623	27,379	27,148	24,763	24,987	29,098	27,382
Operating Expenses	18,156	15,364	15,454	16,156	13,914	13,978	14,578	14,021
Operating Income	17,943	10,258	11,925	10,992	10,848	11,009	14,519	13,361
Ordinary Income	18,655	10,261	13,165	10,718	11,451	11,399	15,729	13,331
Net Income	11,209	5,341	7,846	5,438	7,068	7,031	10,064	7,257
EBITDA	23,089	13,421	17,191	14,538	15,011	15,172	19,901	15,583

➤ Business Performance (IFRS)

(JPY mil.)

	FY2013	FY2014
Operating Revenue	113,846	106,167
Operating Expenses	59,244	52,863
Operating Income	53,343	53,529
Net income attributable to owners of the parent company	33,304	34,427

Referential Financial Data

➤ Breakdown of Operating Revenue (J-GAAP)

(JPY mil.)

	FY2013				FY2014					
	1Q (Apr.1, 2013- Jun 30, 2013)	2Q (Jul.1, 2013- Sep.30, 2013)	3Q (Oct.1, 2013- Dec.31, 2013)	4Q (Jan.1, 2014- Mar.31, 2014)	1Q (Apr.1, 2014- Jun 30, 2014)	2Q (Jul.1, 2014- Sep.30, 2014)	3Q (Oct.1, 2014- Dec. 31, 2014)	4Q (Jan.1, 2015- Mar.31, 2015)		
	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Ratio	y/y
Trading services revenue	17,317	11,772	12,358	12,707	11,140	11,517	13,475	12,564	46%	(1%)
Transaction Fees	14,869	9,660	10,266	10,550	9,092	9,452	11,323	10,352		(2%)
Cash Equities	10,154	7,058	7,367	7,477	6,753	6,866	7,583	7,502	72%*	+ 0%
Derivatives	4,714	2,602	2,899	3,072	2,339	2,585	3,739	2,849	28%*	(7%)
TOPIX Futures	588	453	444	466	396	412	539	468		+ 1%
Nikkei 225 Futures (incl. mini)	1,605	938	1,086	1,165	856	966	1,456	1,102		(5%)
Nikkei 225 Options	1,932	819	932	976	685	725	1,217	746		(24%)
10-year JGB Futures	502	339	382	401	355	428	449	446		+ 11%
Others	85	51	53	62	45	53	77	85		+ 36%
Basic Fees	353	284	275	270	268	267	266	265		(2%)
Access Fees	1,430	1,185	1,165	1,197	1,147	1,144	1,218	1,219		+ 2%
Trading System Facilities Usage Fees	628	620	628	666	615	637	642	705		+ 6%
Others	35	21	22	21	16	16	24	21		+ 3%
Clearing services revenue	6,430	4,211	5,003	4,688	4,462	4,506	5,962	5,161	19%	+ 10%
Listing services revenue	2,517	3,179	3,400	3,210	2,875	3,045	3,284	3,043	11%	(5%)
Initial/Additional Listing Fees	786	1,521	1,566	1,413	1,060	1,196	1,385	1,120		(21%)
Annual Listing Fees	1,730	1,658	1,834	1,797	1,814	1,849	1,899	1,923		+ 7%
Information services revenue	4,086	3,885	3,990	4,153	4,035	3,811	4,153	4,310	16%	+ 4%
Other operating revenue	5,747	2,574	2,626	2,388	2,248	2,105	2,222	2,302	8%	(4%)
Network-line Usage Fees	939	875	816	758	689	660	598	602		(21%)
Co-location Usage Fees, Proximity Usage Fees	609	617	655	683	687	712	725	750		+ 10%
Others	4,197	1,081	1,154	946	871	732	899	949		+ 0%
Total	36,099	25,623	27,379	27,148	24,763	24,987	29,098	27,382	100%	+ 1%

(Note) Changes in line items with IFRS adoption

Trading Participant Fees → Trading Services Revenue, Income from Securities, Settlement → Clearing Services Revenue,

Listing Fees → Listing Services Revenue, Income from Information Services → Information Services Revenue

Figures marked * are indicate percentage of Transaction Fees.

Referential Financial Data

➤ Breakdown of Operating Expenses (J-GAAP)

(JPY mil.)

	FY2013				FY2014			
	1Q (Apr. 1, 2013- Jun 30, 2013)	2Q (Jul. 1, 2013- Sep. 30, 2013)	3Q (Oct. 1, 2013- Dec. 31, 2013)	4Q (Jan. 1, 2014- Mar. 31, 2014)	1Q (Apr. 1, 2014- Jun 30, 2014)	2Q (Jul. 1, 2014- Sep. 30, 2014)	3Q (Oct. 1, 2014- Dec. 31, 2014)	4Q (Jan. 1, 2015- Mar. 31, 2015)
Personnel Expenses	3,601	3,752	3,763	4,024	3,735	3,672	3,725	4,253
Rent Expenses on Real Estates	1,453	1,450	1,470	1,526	1,488	1,498	1,484	1,488
System Maintenance & Operation Costs	2,847	2,909	2,976	2,909	2,584	2,443	2,470	2,447
Depreciation	3,537	3,242	3,149	3,484	2,637	2,898	3,299	1,968
Amortization of goodwill	860	860	861	860	860	860	860	860
Other	5,855	3,149	3,233	3,352	2,607	2,604	2,738	3,002
Total	18,156	15,364	15,454	16,156	13,914	13,978	14,578	14,021

➤ Breakdown of Operating Expenses (IFRS)

(JPY mil.)

	FY2013	FY2014
Personnel expenses	15,101	15,265
Rent expenses on real estates	5,900	5,959
System maintenance & operation expenses	11,642	9,947
Depreciation & amortization	13,413	10,803
Other	13,185	10,888
Total	59,244	52,863

Referential Financial Data

➤ Consolidated Statement of Financial Position (IFRS)

(JPY mil.)

	As of Mar. 31,2014	As of Mar. 31,2015
Assets		
Current assets		
Cash and cash equivalents	50,713	60,114
Trade and other receivables	9,080	10,300
*1 Clearing business financial assets	16,049,798	25,635,085
*2 Specified assets for deposits from clearing participants	1,128,362	1,795,095
*3 Specified assets for legal guarantee funds	522	492
Income tax receivables	1,411	4,693
Other financial assets	53,903	42,869
Other current assets	1,282	1,844
Total current assets	17,295,075	27,550,495
Non-current assets		
Property and equipment	7,066	8,573
Goodwill	67,374	67,374
Intangible assets	23,878	27,631
Retirement benefit assets	3,730	5,424
Investments accounted for using the equity method	6,443	6,806
*5 Specified assets for default compensation reserve funds	27,948	27,948
Other financial assets	32,968	39,682
Other non-current assets	5,693	5,605
Deferred tax assets	9,767	7,230
Total non-current assets	184,871	196,276
Total assets	17,479,946	27,746,771

	As of Mar. 31,2014	As of Mar. 31,2015
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	5,431	4,712
Loans payable	32,500	32,500
*1 Clearing business financial liabilities	16,049,798	25,635,085
*2 Deposits from clearing participants	1,128,362	1,795,095
*3 Legal guarantee funds	522	492
*4 Trading participant security money	4,783	7,437
Income tax payables	17,600	7,852
Other current liabilities	5,506	5,626
Total current liabilities	17,244,506	27,488,802
Non-current liabilities		
Loans payable	10,000	—
Retirement benefit liabilities	6,717	7,039
Other non-current liabilities	983	2,488
Deferred tax liabilities	4,961	6,875
Total non-current liabilities	22,662	16,403
Total liabilities	17,267,169	27,505,206
Equity		
Share capital	11,500	11,500
Capital surplus	59,726	59,726
Treasury shares	(5)	(5)
Other components of equity	9,225	14,828
*5 Retained earnings	126,655	149,562
Total equity attributable to owners of the parent company	207,101	235,611
Non-controlling interests	5,675	5,954
Total equity	212,777	241,565
Total liabilities and equity	17,479,946	27,746,771

*1 Japan Securities Clearing Corporation (JSCC) guarantees settlement as a clearinghouse for financial instruments transactions by assuming obligations for trades by market participants to become the counterparty for such trades, posting claims and obligations for cleared trades under clearing business financial assets and liabilities.

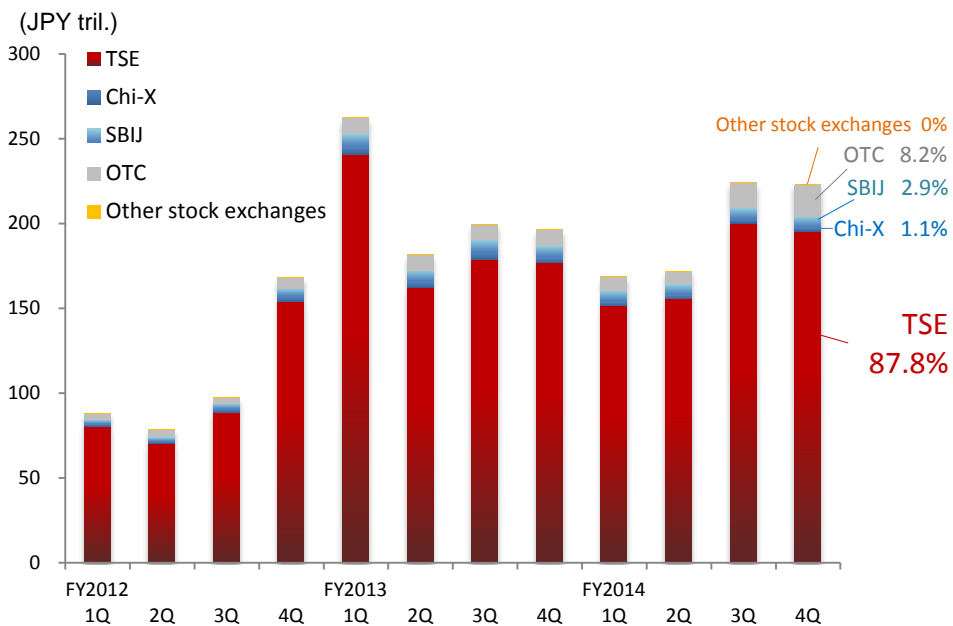
*2 Deposits from clearing participants requested by JSCC for covering the risk of clearing participants defaulting on their obligations.

*3 Deposits from trading participants requested by Tokyo Stock Exchange (TSE) and Osaka Exchange (OSE) for covering the risk at entrusting parties, etc. of trading participants defaulting on their obligations.

*4 Deposits from trading participants requested by TSE and OSE for covering the risk of trading participants defaulting on their obligations.

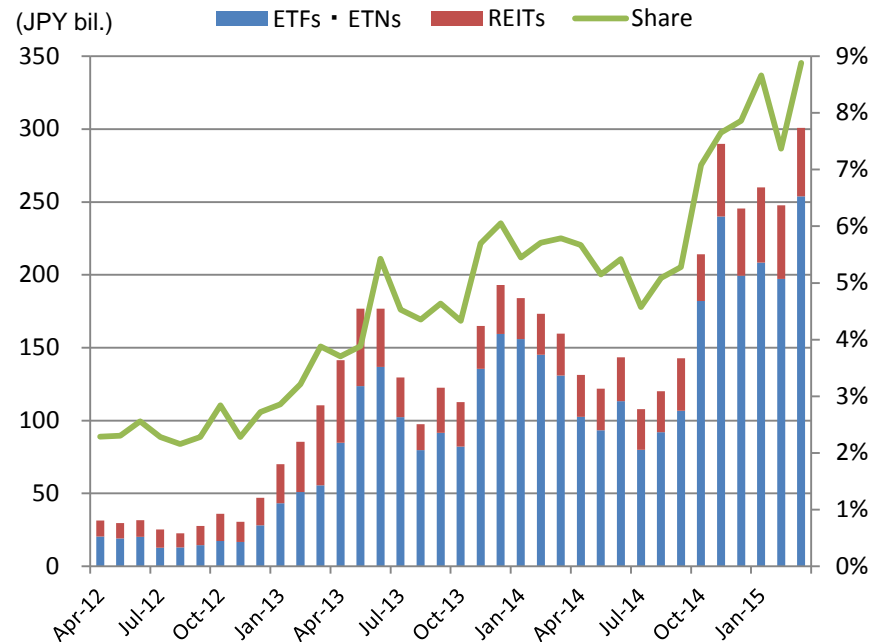
*5 Reserve funds for compensating losses incurred by JSCC in clearing operations.

➤ Trading Value of Stocks in Japan



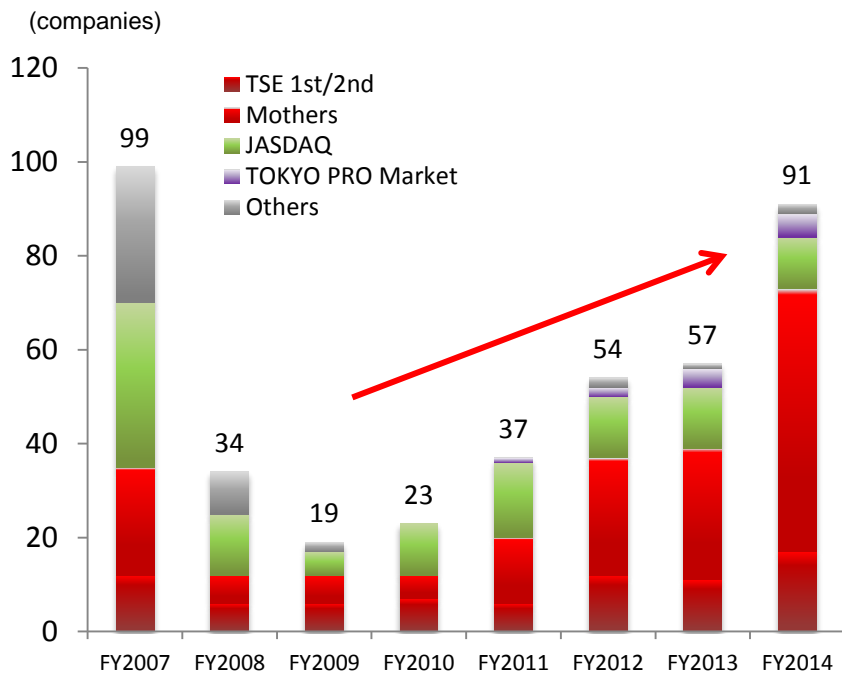
TSE: Total trading value in TSE 1st/2nd Sections(incl. former OSE 1st/2nd Sections), Mothers, JASDAQ and TOKYO PRO Market
Source: TSE, Chi-X, SBIJ and JSDA

➤ ADV of ETFs/ETNs and REITs



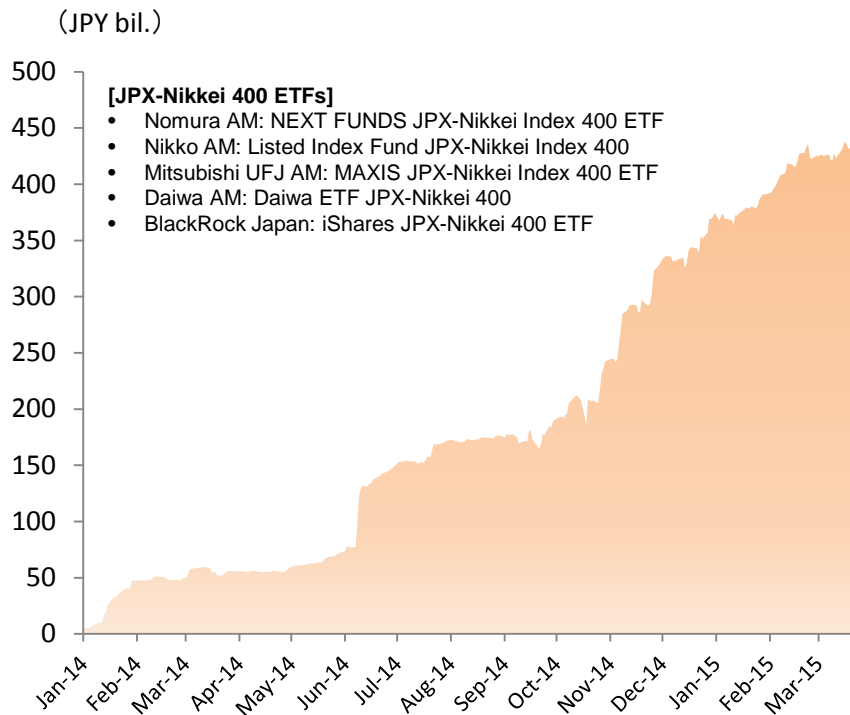
Trading value number of ETFs, ETNs and REITs prior to July 16, 2013 are the total of those on TSE markets and former OSE markets

➤ IPOs in Japan



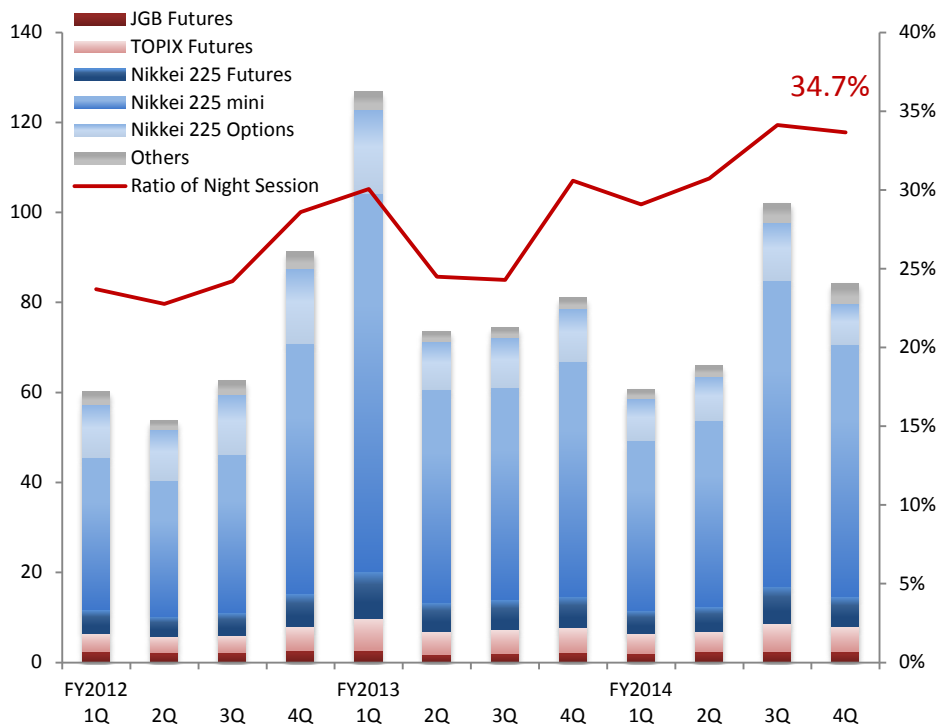
Source: TSE and each securities exchange

➤ AUM of JPX-Nikkei 400 ETFs



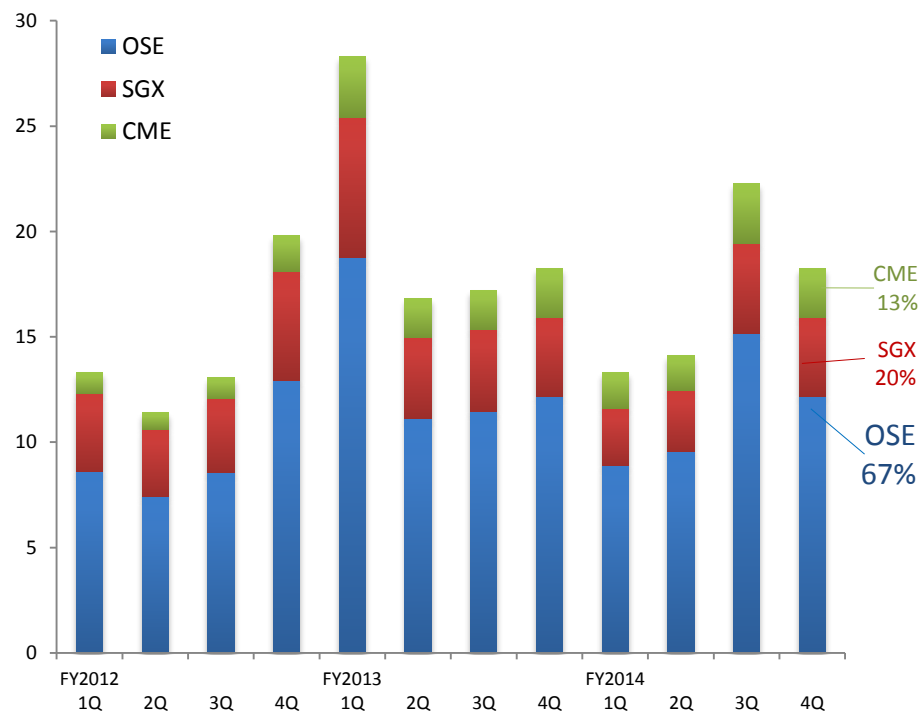
➤ JPX's Derivatives Trading Volume and Ratio of Night Session

(mil. contracts)



➤ Trading Volume of Nikkei 225 Futures

(mil. contracts)



OSE's mini calculation factor is 1/10, SGX's large (incl. USD denominated) is 1/2, mini is 1/10, and CME's USD denominated and JPY denominated contracts are 1/2.

Source: Each exchange

Major Product Data

➤ Trading Volume/Value

	FY2013				FY2014			
	1Q (Apr. 1, 2013- Jun 30, 2013)	2Q (Jul. 1, 2013- Sep. 30, 2013)	3Q (Oct. 1, 2013- Dec. 31, 2013)	4Q (Jan. 1, 2014- Mar. 31, 2014)	1Q (Apr. 1, 2014- Jun 30, 2014)	2Q (Jul. 1, 2014- Sep. 30, 2014)	3Q (Oct 1, 2014- Dec. 31, 2014)	4Q (Jan 1, 2015- Mar. 31, 2015)
Trading Value of Cash Equities (JPY mil.)								
TSE 1st/2nd Section *1 *2	214,059,115	143,333,854	151,527,314	152,254,413	128,665,627	132,276,215	171,078,880	168,409,808
Mothers *1	7,453,258	5,545,080	11,499,388	8,276,773	8,173,604	9,120,144	9,460,573	5,927,163
JASDAQ *1	9,207,734	6,233,226	6,203,970	6,448,238	6,429,667	6,352,007	4,653,689	4,827,723
ETFs/ETNs and REITs etc.	10,220,654	7,320,863	9,635,497	9,978,334	8,205,419	7,749,624	15,082,345	16,264,620
Derivatives Trading Volume (contracts) (Trading Value for Nikkei 225 Options)								
TOPIX Futures	7,207,955	5,118,622	5,191,516	5,584,606	4,540,465	4,596,852	6,155,327	5,564,453
Total Nikkei 225 Futures/mini *3	18,764,763	11,139,399	11,462,951	12,194,518	8,889,164	9,562,272	15,184,014	12,259,555
Nikkei 225 Futures	10,373,289	6,408,145	6,756,891	6,980,710	5,111,644	5,422,599	8,402,820	6,656,040
Nikkei225mini	83,914,741	47,312,547	47,060,600	52,138,082	37,775,200	41,396,736	67,811,949	56,035,157
Nikkei 225 Options (JPY mil.)	3,968,040	1,895,032	1,970,855	1,956,052	1,414,182	1,345,023	2,397,712	1,693,811
10-year JGB Futures	2,648,616	1,789,770	2,014,239	2,116,294	1,924,624	2,329,798	2,420,837	2,363,988

➤ Average Daily Trading Volume/Value

	FY2013				FY2014			
	1Q (Apr. 1, 2013- Jun 30, 2013)	2Q (Jul. 1, 2013- Sep. 30, 2013)	3Q (Oct. 1, 2013- Dec. 31, 2013)	4Q (Jan. 1, 2014- Mar. 31, 2014)	1Q (Apr. 1, 2014- Jun 30, 2014)	2Q (Jul. 1, 2014- Sep. 30, 2014)	3Q (Oct. 1, 2014- Dec. 31, 2014)	4Q (Jan. 1, 2015- Mar. 31, 2015)
Trading Value of Stocks(JPY mil.) *4								
	3,886,141	2,578,302	2,884,939	3,050,996	2,443,134	2,468,222	3,283,205	3,257,155
Derivatives Trading Volume (contracts) (Trading Value for Nikkei 225 Options)								
TOPIX Futures	116,257	81,248	83,734	96,286	73,233	72,966	100,907	92,741
Total Nikkei 225 Futures/mini *3	302,657	176,816	184,886	210,250	143,374	151,782	248,918	204,326
Nikkei 225 Futures	167,311	101,717	108,982	120,357	82,446	86,073	137,751	110,934
Nikkei225mini	1,353,464	750,993	759,042	898,932	609,277	657,091	1,111,671	933,919
Nikkei 225 Options (JPY mil.)	64,001	30,080	31,788	33,725	22,809	21,350	39,307	28,230
10-year JGB Futures	42,720	28,409	32,488	36,488	31,042	36,981	39,686	39,400

*1 Trading value of common stocks in the auction and off-auction trading

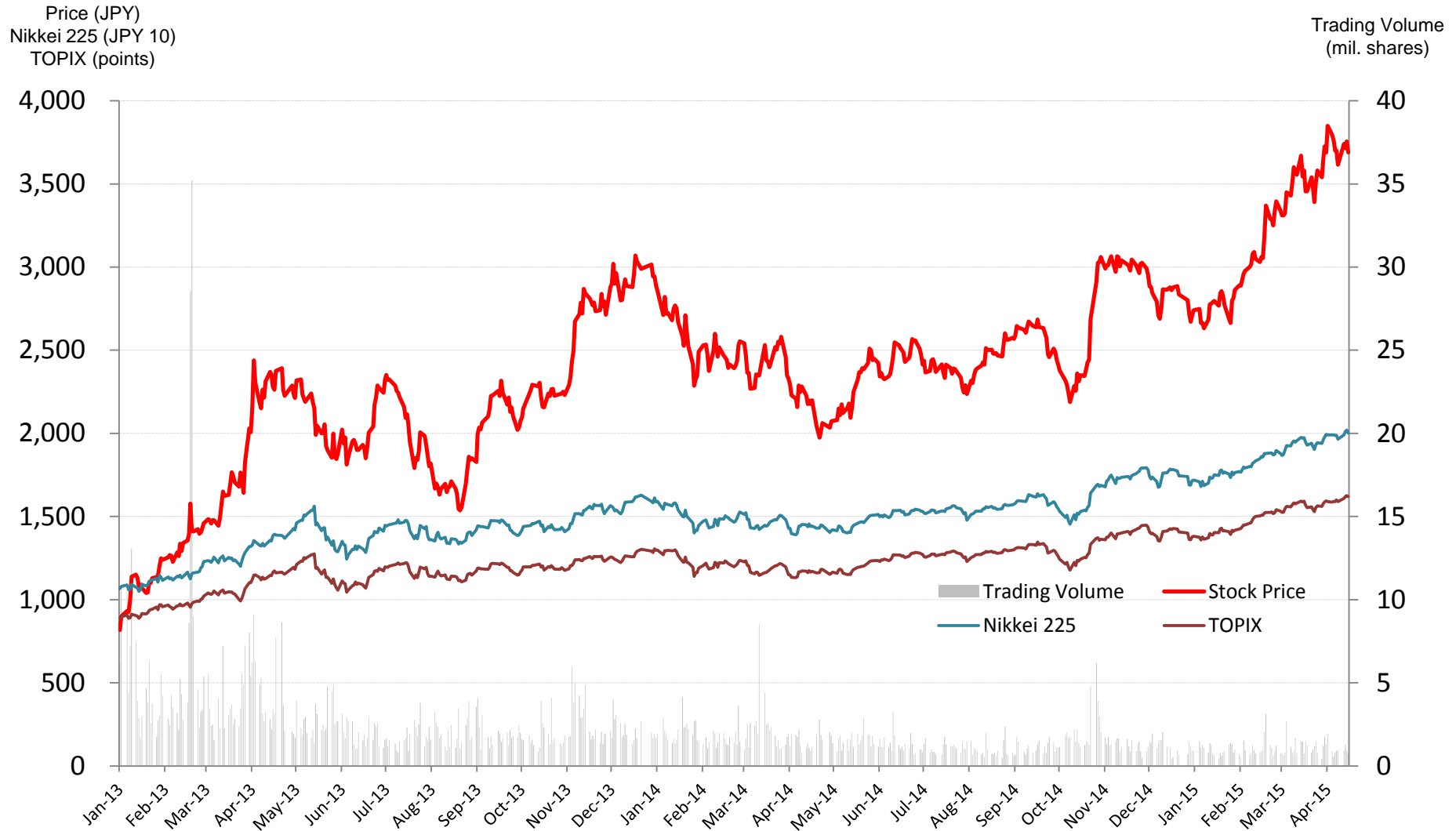
*2 Including trading value in former OSE 1st/2nd Sections

*3 Contracts of Nikkei 225 mini are calculated using a factor of 1/10

*4 Total of trading value of common stocks on TSE 1st /2nd Sections(former OSE 1st /2nd Sections), Mothers, JASDAQ, TOKYO PRO Market, and ETFs/ETNs, REITs etc. in the auction and off-auction trading

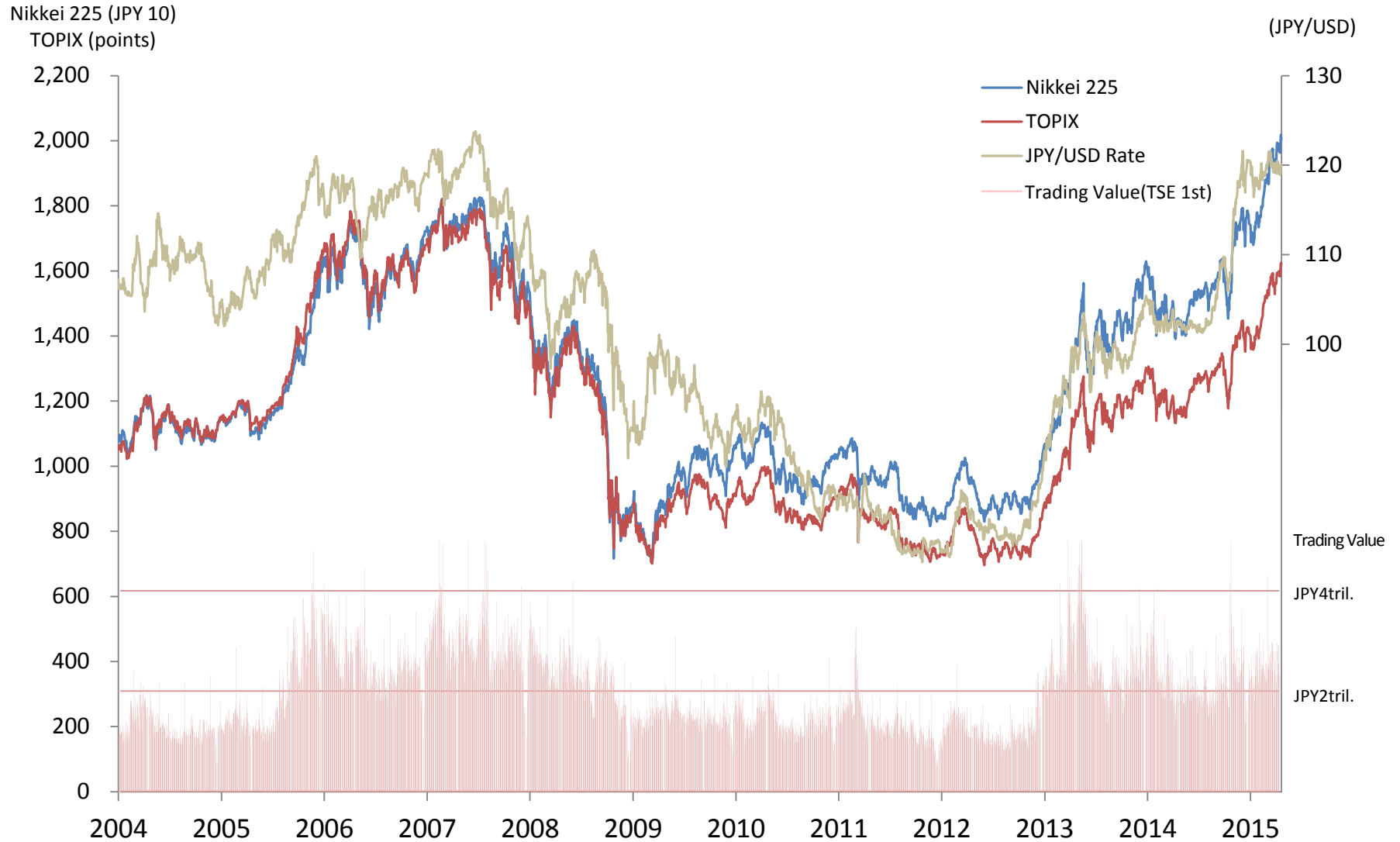


JPX Stock Price



Listed on both the TSE1st Section and JASDAQ from January 1 to July 15, 2013. Prices above are prices on the TSE1st Section. Trading volumes above are the total of those on TSE1st Section and JASDAQ. Due to the 5-for-1 stock split effective on October 1, 2013, the stock prices from January to September 2013 are calculated as 1/5.

Japanese Stock Market



Outline of JPX Stock

Stock Code	8697
Listed Exchange	Tokyo Stock Exchange 1 st Section
Fiscal Year End	March 31
Annual General Shareholders Meeting	June
Record Date	March 31
Number of Shares in One Trading Unit	100 shares
Total number of shares issued	274,534,550 shares
Basic Policy on Profit Distribution	<p>JPX adopts a dividend policy with a target payout ratio of about 60% tied to business performance while giving due consideration to the importance of internal reserves for the following purposes:</p> <ul style="list-style-type: none"> • Maintaining sound financial health as a financial instruments exchange group, • Preparing for risks as a clearing organization, and • Enabling the group to pursue investment opportunities to raise the competitiveness of its markets as they arise.

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