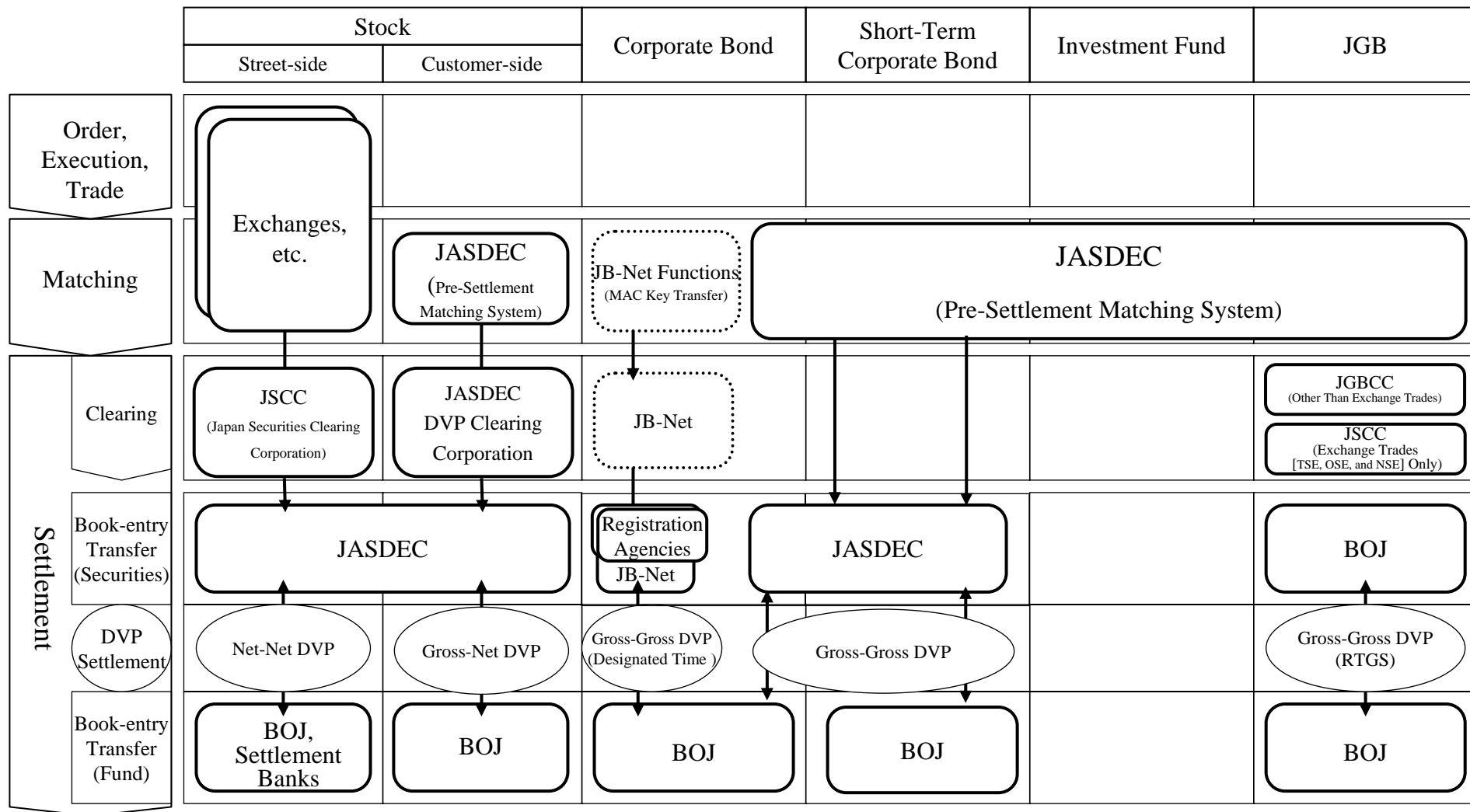
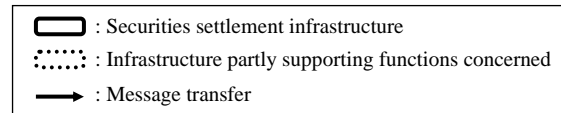


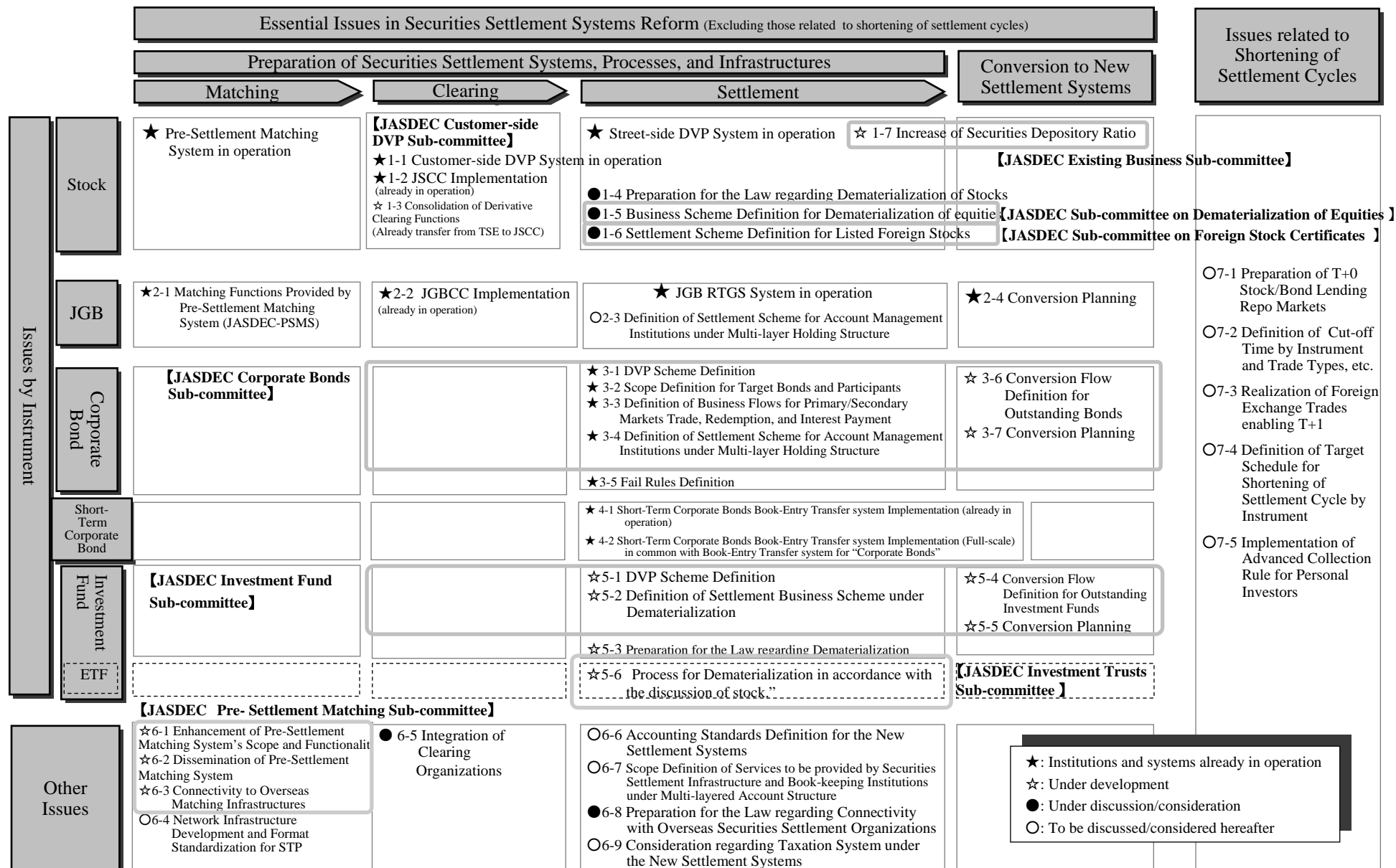
**Figure 4-1 Current Japan Securities Settlement Infrastructure**



\* ETF shares infrastructure with Stock





**Figure 4-2 Major Issues Overview**

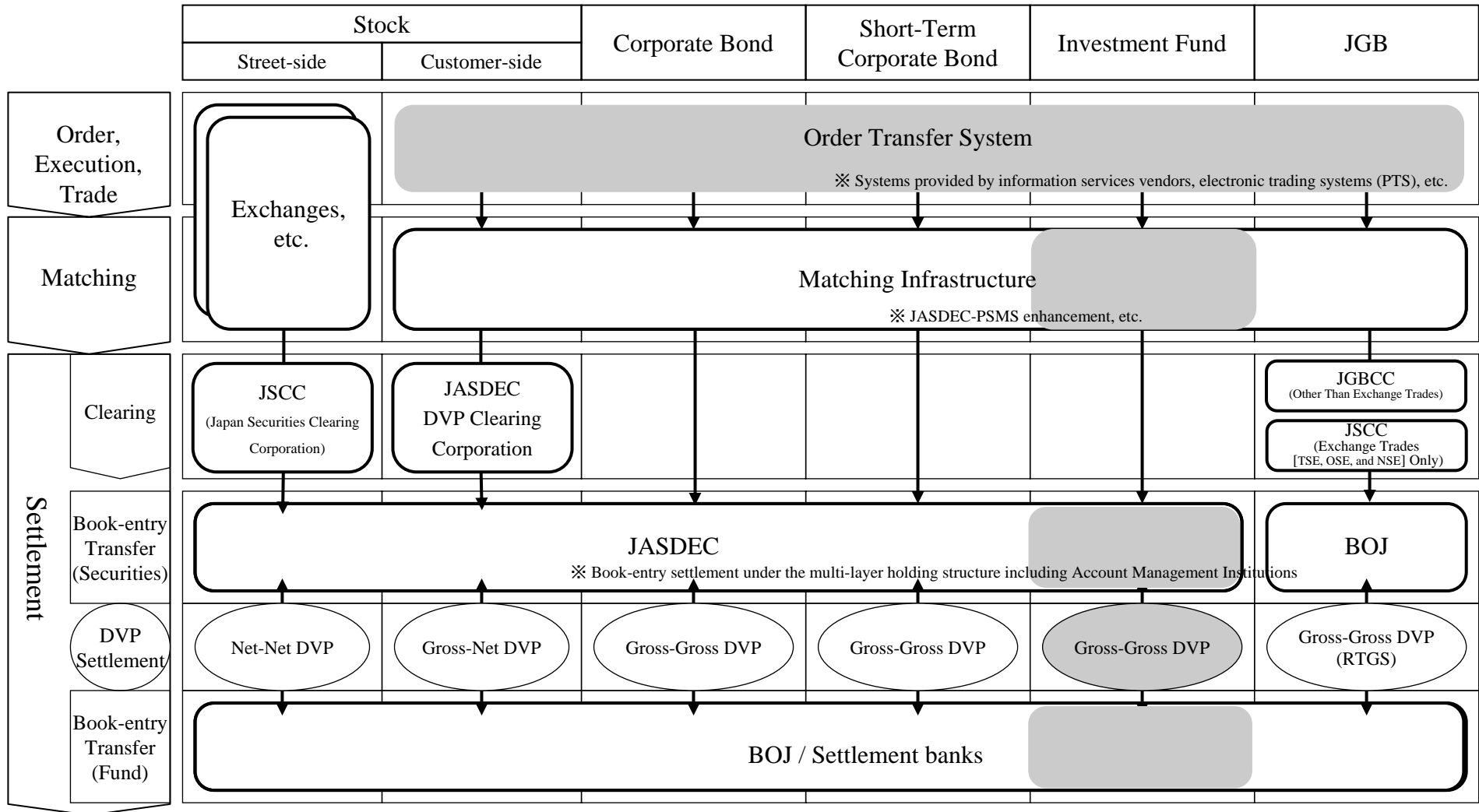
Revised in January 2006



**Figure 5-2 (2) Securities Settlement Systems Overview at Completion of Current and Likely Infrastructure Initiatives**

Revised in January 2006

 : Securities settlement infrastructure  
 : Infrastructure partly supporting functions concerned  
 : Enhancement from the current state (Figure 4-1)  
 : Message transfer



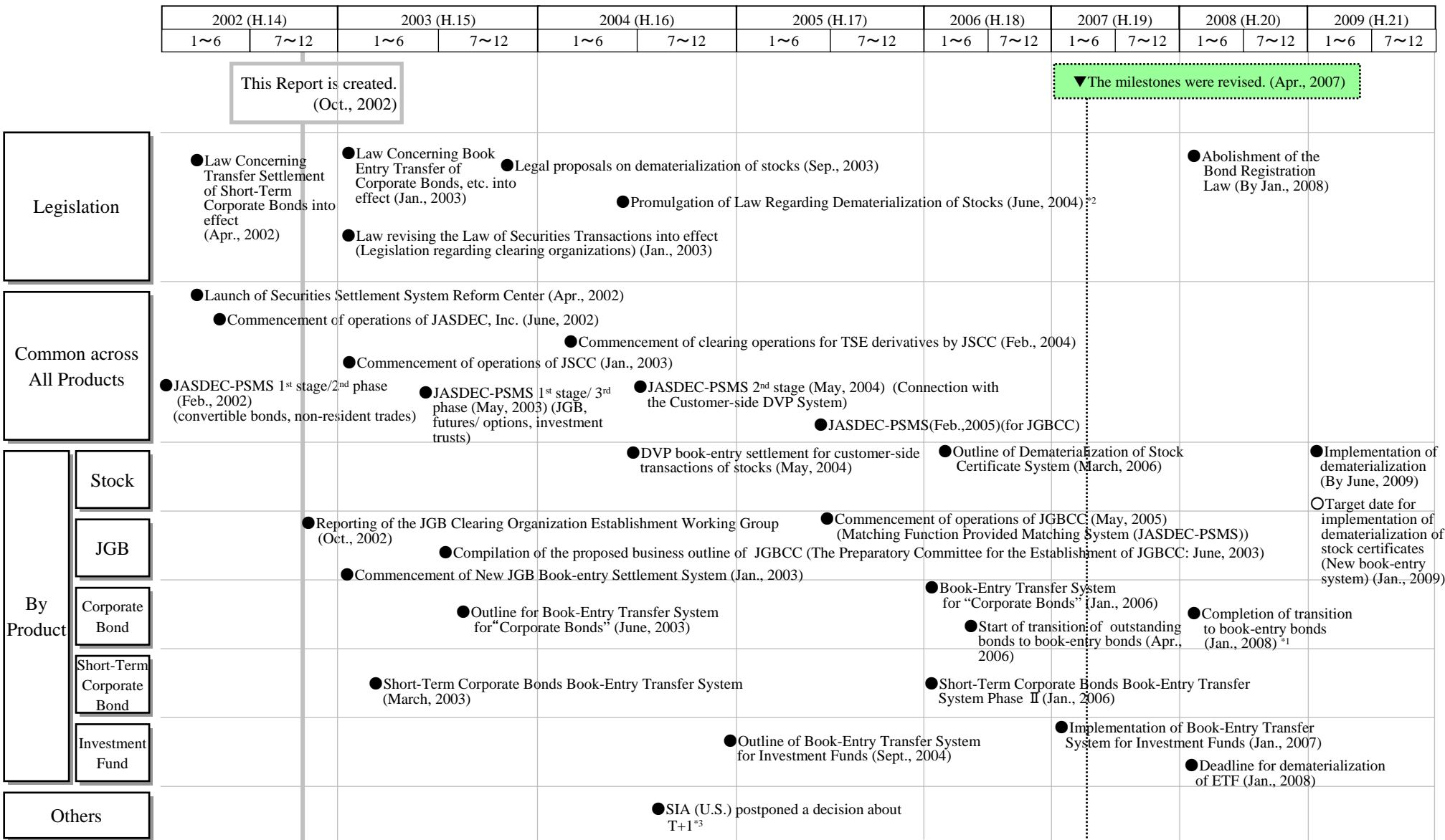
- Dematerialization and DVP settlement for issuance/ redemption based on the Law Concerning Book Entry Transfer of Corporate Bonds, etc. will be implemented
- Matching infrastructure will be implemented
- Dematerialization of ETF will be progressed in accordance with the discussion of stock (ETF)

# Figure 6-1 Securities Settlement Systems Reform Milestones (fixed or planned)

Revised in April 2007

[ Figure 6-1 in the summary ]

● : Major milestone already set  
 ○ : Major milestone currently planned  
 △ : Major milestone tentatively set by JASDEC



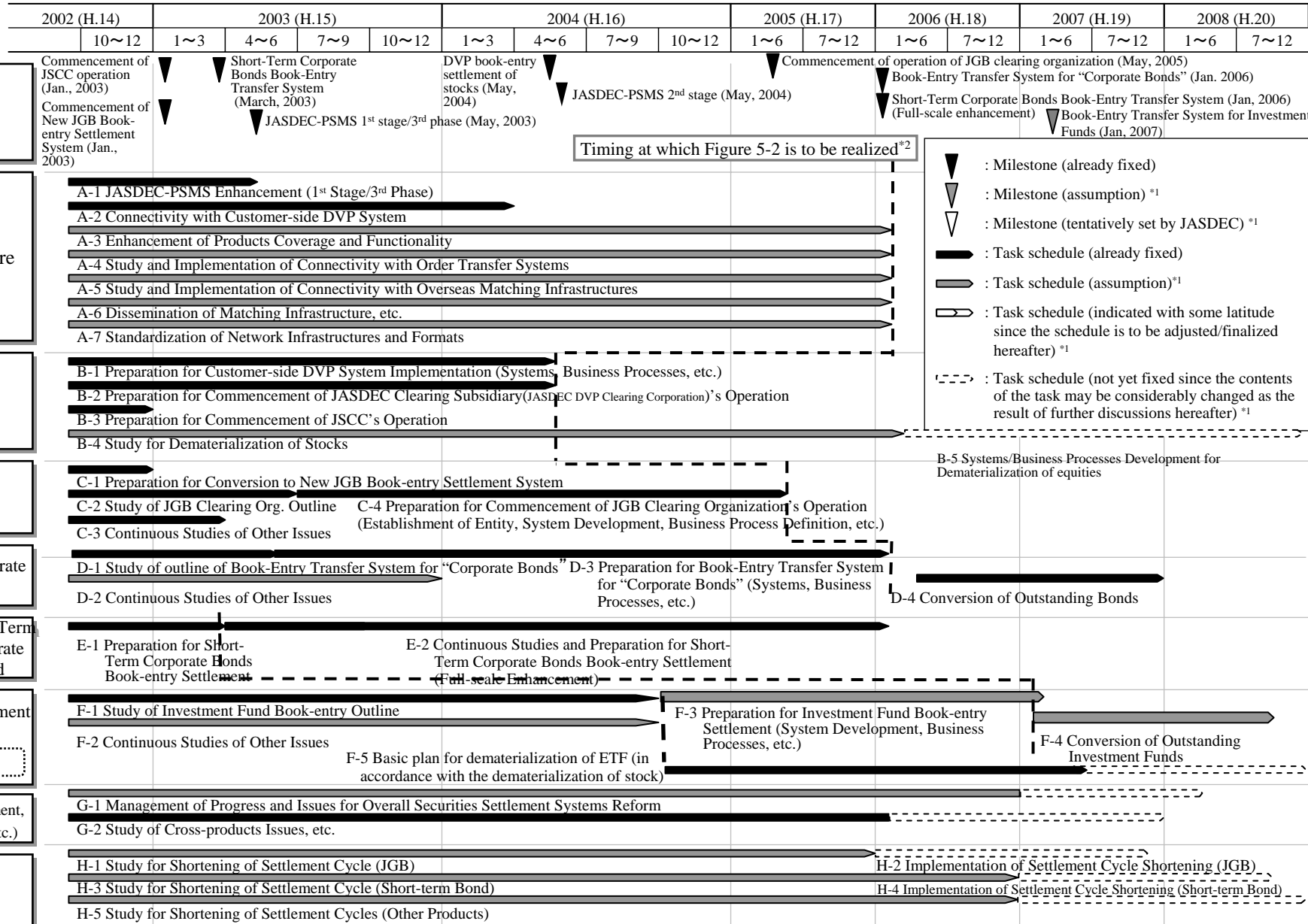
\*1 The target for completion of conversion to Book-Entry Transfer system for "Corporate Bond" is January, 2008 due to taxation of outstanding corporate bonds at abolishment of the Bond Registration Law.

\*2 Stocks of listed companies will be uniformly transferred to the dematerialization of stock certificates system on the day set by the government ordinance within 5 years after promulgation of a new law.

\*3 SIA (U.S.) published that they postponed a decision about T+1 in June 2004

**Figure 6-2 Master Schedule for Securities Settlement Systems Reform (under current assumptions)**

Revised in January 2006



\*1 Infrastructure detailed task schedules should be led by organization(s) that would provide eventual infrastructure, based on users requirements, legislation, and system approaches.

\*2 Refer to the revised version of "(2) Securities Settlement Systems Overview at Completion of Current and Likely Infrastructure Initiatives".