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Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2013



October 29, 2012

Company Name: **Osaka Securities Exchange Co., Ltd.**

Listed on: OSE-JASDAQ

Code No.: 8697

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Scheduled date of filing the quarterly securities report: November 9, 2012

Scheduled date of commencement of dividend payment: December 3, 2012

Supplementary data for quarterly financial results: Yes

Quarterly financial results conference: No

(Amounts less than one million yen are rounded down)

1. Business Performance of the Second Quarter of the Fiscal Year Ending March 31, 2013 (April 1, 2012 - September 30, 2012)

(1) Operating Results (Cumulative Total)

(Percentages shown indicate changes from the same period last year)

	Operating Revenue		Operating Income		Ordinary Income		Net Income	
	mil yen	%	mil yen	%	mil yen	%	mil yen	%
Second Quarter of Fiscal Year ending March 31, 2013	10,795	(5.1)	3,365	(24.5)	3,659	(26.4)	2,012	(34.5)
Second Quarter of Fiscal Year ended March 31, 2012	11,381	2.4	4,458	8.2	4,969	6.0	3,071	(49.5)

	Net Income per Share	Net Income per Share (adjusted)
	yen	yen
Second Quarter of Fiscal Year ending March 31, 2013	7,452.37	-
Second Quarter of Fiscal Year ended March 31, 2012	11,376.06	-

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio
	mil yen	mil yen	%
Second Quarter of Fiscal Year ending March 31, 2013	434,140	55,472	12.8
Fiscal Year ended March 31, 2012	453,203	55,485	12.2

(Ref.) Shareholders' Equity: Second Quarter of Fiscal Year ending March 31, 2013 55,472 mil yen
Fiscal Year ended March 31, 2012 55,485 mil yen

2. Dividends

	Dividend per Share				
	End of First Quarter	End of Second Quarter	End of Third Quarter	Year-End	Annual
Fiscal Year ended March 31, 2012	-	4,500.00 yen	-	7,500.00 yen	12,000.00 yen
Fiscal Year ending March 31, 2013	-	4,500.00			
Fiscal Year ending March 31, 2013 (Forecast)			-	-	-

(Note) Revision of dividend forecast since the latest disclosure : No

* As OSE schedules the business combination with Tokyo Stock Exchange Group, Inc., as effective from January 1, 2013, the Year-End dividend forecast of the combined holding company will be announced after it is determined.

* Breakdown of Year-End Dividend for the Fiscal Year ended March 31, 2012: 4,500.00 yen of Ordinary Dividend and 3,000.00 yen of Commemorative Dividend

3. Earnings Forecast for the Fiscal Year ending March 31, 2013 (April 1, 2012 - March 31, 2013)

OSE schedules the business combination with Tokyo Stock Exchange Group, Inc., as effective from January 1, 2013. The combined holding company's consolidated full-year earnings forecast is currently being estimated and will be announced later.

*** NOTE**

(1) Adoptions of special accounting methods for preparation of quarterly financial statements : Yes

(2) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements

- 1) Changes in accounting policy in accordance with revision of accounting: No
- 2) Changes other than 1) : No
- 3) Changes in accounting estimates : No
- 4) Restatements : No

(3) Number of shares outstanding (Common Shares)

- 1) Number of shares outstanding at term-end (including treasury stock)
 - 2Q of Fiscal Year ending March 31, 2013: 270,000 shares
 - Fiscal Year ended March 31, 2012: 270,000 shares
- 2) Number of treasury stock at term-end
 - 2Q of Fiscal Year ending March 31, 2013: - shares
 - Fiscal Year ended March 31, 2012: - shares
- 3) Average Number of shares outstanding (Quarterly Cumulative Total)
 - 2Q of Fiscal Year ending March 31, 2013: 270,000 shares
 - 2Q of Fiscal Year ended March 31, 2012: 270,000 shares

*** Status of Quarterly Reviewing Processes**

This quarterly financial results are exempt from quarterly reviewing processes based on the Financial Instruments and Exchange Act, and reviewing processes of quarterly financial statements based on the Financial Instruments and Exchange Act has not been completed at the time of disclosure of this quarterly financial results.

*** Explanation for the Proper Use of Earnings Forecast and Other Special Instructions**

Earnings forecast shown in this material is just an outlook judged or assumed based on the information available at the moment, and includes risks and uncertainties. Actual performance is subject to substantial changes due to various factors.

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1. Qualitative Information on Financial Results of the Current Quarter

(1) Qualitative Information on Operating Results

In Japan's equity market during the current second quarter (cumulative), due to Europe's debt crisis and the global fear of economic slowdown, a price of the Nikkei Stock Average fell from the 10,100-yen level to the 8,200-yen level at one point, and ended at the 8,800-yen level.

Under the circumstance, trading value and volume of total derivatives exceeded 2.0% and 8.6% of those for the same period last year. As for Nikkei 225 Futures, Nikkei 225 mini, and Nikkei 225 Options, which are our major products, both of trading value and volume exceeded those for the same period last year. On the other hand, as for cash trading, in both 1st/2nd Section and JASDAQ, trading value and trading volume fell below those for the same period last year. As a result, trading value and trading volume of total cash trading fell by 27.5% and 36.8%.

Operating Revenue for the current second quarter (cumulative) was 10,795 million yen, a decrease by 5.1% compared with the same period last year. This is mainly because Participant Fees received from participants (financial instruments business operators with the trading and/or clearing qualification on markets established by OSE) was 6,138 million yen (a decrease by 6.5% compared with the same period last year), Equipment and Information Services Fees was 3,759 million yen (a decrease by 3.1% compared with the same period last year), and Listing Fees received from listed companies was 862 million yen (a decrease by 3.0% compared with the same period last year).

Selling, General and Administrative Expenses amounted to 7,430 million yen, an increase by 7.3% from the same period last year, due to 2,489 million yen of Occupancy Expenses (an increase by 18.6 % compared with the same period last year), 1,973 million yen of Operating Expenses (an increase by 3.1% compared with the same period last year), 1,554 million yen of Personnel Expense (a decrease by 4.0% compared with the same period last year), and 1,412 million yen of Depreciation Expense (an increase by 9.5% compared with the same period last year).

As a result, Operating Income amounted to 3,365 million yen, a decrease by 24.5% compared with the same period last year, Ordinary Income amounted to 3,659 million yen, a decrease by 26.4% compared with the same period last year, and Net Income amounted to 2,012 million yen, a decrease by 34.5% compared with the same period last year.

(2) Qualitative Information on Financial Position

Total Assets at the end of the current second quarter amounted to 434,140 million yen, a decrease of 19,063 million yen from the end of the previous fiscal year. It is mainly because Special Assets for Clearing Margin decreased by 12,903 million yen and Special Asset for Clearing Deposit decreased by 8,252 million yen, despite of an increase of 4,723 million yen in Stocks of Subsidiaries and Affiliates, which is according to establishment of a subsidiary in September 2012 as a part of the business combination with Tokyo Stock Exchange Group, Inc. Total Liabilities decreased by 19,050 million yen compared with the end of the previous fiscal year and amounted to 378,667 million yen. It is mainly because Clearing Margin decreased by 12,903 million yen and Clearing Deposit decreased by 8,252 million yen. In addition, Net Assets amounted to 55,472 million yen, a decrease of 13 million yen from the end of the previous fiscal year. It is mainly because of a decrease of 2,025 million yen due to Dividends from Surplus, despite of an increase of 2,012 million yen due to Net Income.

Accordingly, Equity Ratio resulted in 12.8%, increased by 0.6 points from the end of the previous fiscal year.

Since our subsidiary is found to have little relevance, we do not develop quarterly consolidated financial statements.

(3) Qualitative Information on Earnings Forecast

OSE schedules the business combination with Tokyo Stock Exchange Group, Inc., as effective from January 1, 2013. The combined holding company's consolidated full-year earnings forecast is currently being estimated and will be announced later.

2. Items Related to Summary Information (NOTE)

(1) Adoptions of Special Accounting Methods for Preparation of Quarterly Financial Statements

Calculation of Tax Expenses

An effective tax rate on an income before income taxes of the current fiscal year after applying tax effect accounting is reasonably estimated, and a tax expense is calculated by multiplying the income before income taxes by this estimated effective tax rate.

(2) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements

Not applicable.

3. Overview of Critical Conditions or Events Relating to Going Concern Assumption

Not applicable.

4. Quarterly Financial Statements

(1) Quarterly Balance Sheets

(yen in millions)

	Previous Fiscal Year (March 31, 2012)	Current Second Quarter (September 30, 2012)
Assets		
Current Assets		
Cash and Deposits	43,222	41,714
Operating Accounts Receivable	2,012	1,443
Short-Term Investment Securities	1,015	1,011
Prepaid Expenses	103	135
Special Assets for Clearing Margin	*1 342,743	*1 329,839
Special Assets for Clearing Deposit	*1 45,692	*1 37,440
Deferred Tax Assets	319	319
Other	417	264
Allowance for Doubtful Accounts	(0)	(0)
Total Current Assets	435,527	412,168
Noncurrent Assets		
Property, Plant and Equipment		
Buildings, net	1,086	1,085
Structures, net	0	0
Information Equipment, net	1,917	1,931
Tools, Furniture and Fixtures, net	121	106
Land	98	98
Lease Assets	15	12
Construction in Progress	467	398
Total Property, Plant and Equipment	3,708	3,633
Intangible Assets		
Software	5,616	6,654
Software in Progress	1,515	221
Other	17	17
Total Intangible Assets	7,149	6,893
Investments and Other Assets		
Investment Securities	950	950
Stocks of Subsidiaries and Affiliates	-	4,723
Long-Term Loans Receivable from Employees	17	16
Long-Term Prepaid Expenses	380	327
Long-Term Deposits	3,000	3,000
Guarantee Deposits	297	296
Special Assets for Guarantee Deposit	*1 375	*1 343
Deferred Tax Assets	1,771	1,771
Other	71	24
Allowance for Doubtful Accounts	(46)	(10)
Investments and Other Assets	6,818	11,443
Total Noncurrent Assets	17,675	21,971
Total Assets	453,203	434,140

(yen in millions)

	Previous Fiscal Year (March 31, 2012)	Current Second Quarter (September 30, 2012)
Liabilities		
Current Liabilities		
Accounts Payable-Other	865	4,793
Accrued Expenses	1,107	1,445
Income Taxes Payable	3,236	1,217
Accrued Consumption Taxes	258	108
Deposits Received	100	79
Clearing Margin	342,743	329,839
Clearing Deposit	45,692	37,440
Lease Obligations	5	5
Provision for Bonuses	182	183
Provision for Directors' Bonuses	45	18
Other	445	510
Total Current Liabilities	394,683	375,641
Noncurrent Liabilities		
Long-Term Loans Payable	0	0
Long-Term Deposits Received	424	411
Guarantee Deposits Received	375	343
Lease Obligations	9	6
Provision for Retirement Benefits	2,170	2,211
Other	52	52
Total Noncurrent Liabilities	3,034	3,025
Total Liabilities	397,717	378,667
Net Assets		
Shareholders' Equity		
Capital Stock	4,723	4,723
Capital Surplus		
Legal Capital Surplus	4,825	4,825
Total Capital Surplus	4,825	4,825
Retained Earnings		
Legal Retained Earnings	322	322
Other Retained Earnings		
Default Compensation Reserve for Cash Transactions	3,569	3,569
Default Compensation Reserve for Futures Trading	7,011	7,011
General Reserve	5,302	5,302
Retained Earnings Brought Forward	29,730	29,717
Total Retained Earnings	45,936	45,923
Total Shareholders' Equity	55,485	55,472
Valuation and Translation Adjustments		
Valuation Difference on Available-for-Sale Securities	0	0
Total Valuation and Translation Adjustments	0	0
Total Net Assets	55,485	55,472
Total Liabilities and Net Assets	453,203	434,140

(2) Quarterly Profit and Loss Statements

[The Current Second Quarter (Cumulative)]

(yen in millions)

	Previous Second Quarter (Cumulative) (From April 1, 2011 To September 30, 2011)	Current Second Quarter (Cumulative) (From April 1, 2012 To September 30, 2012)
Operating Revenue		
Participant Fees	6,568	6,138
Listing Fees	888	862
Equipment and Information Services Fees	3,881	3,759
Other	42	35
Total Operating Revenue	11,381	10,795
Selling, General and Administrative Expenses	*1 6,922	*1 7,430
Operating Income	4,458	3,365
Non-Operating Income		
Interest Income	268	242
Dividends Income	49	46
Amortization of Negative Goodwill	155	-
Other	53	13
Total Non-Operating Income	527	301
Non-Operating Expenses		
Interest Expenses	10	7
Other	6	0
Total Non-Operating Expenses	16	7
Ordinary Income	4,969	3,659
Extraordinary Income		
Fine Paid by Transaction Participants	-	10
Gain on Sale of Investment Securities	0	-
Total Extraordinary Income	0	10
Extraordinary Loss		
Business Combination Expense	-	*2 372
Loss on Retirement of Noncurrent Assets	-	42
Total Extraordinary Loss	-	414
Income Before Income Taxes	4,970	3,255
Income Taxes	1,898	1,243
Net Income	3,071	2,012

(3) Quarterly Statement of Cash Flows

(yen in millions)

	Previous Second Quarter (Cumulative) (From April 1, 2011 To Sept. 30, 2011)	Current Second Quarter (Cumulative) (From April 1, 2012 To Sept. 30, 2012)
Net Cash Provided by Operating Activities		
Income before Income Taxes	4,970	3,255
Depreciation and Amortization	1,289	1,412
Amortization of Negative Goodwill	(155)	-
Loss (Gain) on Sale of Investment Securities	(0)	-
Loss on Retirement of Noncurrent Assets	-	42
Interest and Dividends Income	(318)	(288)
Interest Expenses	10	7
Increase (Decrease) in Allowance for Doubtful Accounts	(16)	(35)
Increase (Decrease) in Provision for Retirement Benefits	28	40
Increase (Decrease) in Provision for Bonuses	(12)	1
Increase (Decrease) in Provision for Directors' Bonuses	(24)	(27)
Decrease (Increase) in Operating Receivables	1,290	568
Increase (Decrease) in Accrued Expenses	(452)	338
Other, net	112	(240)
Subtotal	6,723	5,074
Interest and Dividends Income Received	383	259
Interest Expenses Paid	(7)	(13)
Income Taxes (Paid) Refund	1,770	(3,199)
Net Cash Provided by Operating Activities	8,870	2,120
Net Cash Provided by Investment Activities		
Payments into Time Deposits	(14,550)	(14,000)
Proceeds from Withdrawal of Time Deposits	9,770	11,550
Purchase of Short-Term Investment Securities	(499)	-
Proceeds from Redemption of Securities	1,500	-
Proceeds from Sale of Investment Securities	216	209
Purchase of Property, Plant and Equipment	(80)	(268)
Purchase of Intangible Assets	(884)	(1,545)
Collection of Loans Receivable	0	0
Net Cash Provided by Investment Activities	(4,528)	(4,054)
Net Cash Provided by Financing Activities		
Cash Dividends Paid	(1,619)	(2,024)
Repayment of Long-Term Loans Payable	(0)	(0)
Net Cash Provided by Financing Activities	(1,619)	(2,024)
Net Increase (Decrease) in Cash and Cash Equivalents	2,722	(3,958)
Cash and Cash Equivalents at Beginning of Current Term	8,453	19,472
Cash and Cash Equivalents at End of Current Quarter	*1 11,176	*1 15,514

(4) Notes for Going Concern Assumption

Current Second Quarter (Cumulative) (From April 1, 2012 to September 30, 2012)
Not applicable.

(5) Notes in Case of Significant Changes to Shareholders' Equity

Current Second Quarter (Cumulative) (From April 1, 2012 to September 30, 2012)
Not applicable.

(6) Adopted Special Accounting Methods for Preparation of Quarterly Financial Statements

Current Second Quarter (Cumulative) (From April 1, 2012 to September 30, 2012)
<p>Calculation of Tax Expenses</p> <p>An effective tax rate on an income before income taxes of the current fiscal year after applying tax effect accounting is reasonably estimated, and a tax expense is calculated by multiplying the income before income taxes by this estimated effective tax rate.</p>

(7) Notes

(Quarterly Balance Sheets)

*1 Special Assets for Clearing Margin

We receive deposits such as clearing margin etc. from each clearing participant to collateralize against risks from participants etc's defaults during a period from settlement to clearing. These assets are categorized by their purpose and shown by the categories on the Balance Sheets because the assets are managed separating from other assets under our rules.

2 Value of Received Collateral Financial Assets

The value of collateral securities which are not on the balance sheets, are as follows;

	Previous Fiscal Year As of March 31, 2012	Current Second Quarter As of September 30, 2012
Collateral securities of Clearing Margin	394,862 million yen	366,166 million yen
Collateral securities of Guarantee Deposit	168 million yen	141 million yen
Collateral securities of Clearing Deposit	61,030 million yen	73,802 million yen

We obtain the disposition right of above collateral securities when defaults of agreements of equities trading, etc. incurred.

3 Contingency Liability

Previous Fiscal Year (March 31, 2012)

Under the indemnity agreement with Japan Securities Clearing Corporation (JSCC) and other five companies, as for losses incurred to JSCC because of defaults or risks of defaults of obligations of indemnity by clearing participants of JSCC, we are to compensate with other entities which have obligations of indemnity in accordance with a ratio of investment in JSCC at the time of a default occurred or when JSCC identifies risks of a default. A limitation for the compensation is determined by amounts of default compensation reserve for cash transactions as of September 30, 2002, and the limitation amount for us is 3,569 million yen.

Current Second Quarter (September 30, 2012)

Under the indemnity agreement with JSCC and other five companies, as for losses incurred to JSCC because of defaults or risks of defaults of obligations of indemnity by clearing participants of JSCC, we are to compensate with other entities which have obligations of indemnity in accordance with a ratio of investment in JSCC at the time of a default occurred or when JSCC identifies risks of a default. A limitation for the compensation is determined by amounts of default compensation reserve for cash transactions as of September 30, 2002, and the limitation amount for us is 3,569 million yen.

(Quarterly Profit and Loss Statements)

*1 Selling, General and Administrative Expenses

Major expenses of Selling, General and Administrative Expenses are as follows. All listed expenses belong to General and Administrative Expenses.

	Previous Second Quarter (Cumulative) (From April 1, 2011 to September 30, 2011)	Current Second Quarter (Cumulative) (From April 1, 2012 to September 30, 2012)
Depreciation	1,289 million yen	1,412 million yen
Salaries, Allowances and Bonuses	1,041 million yen	989 million yen
Expenses on Equipment and Information Services	560 million yen	473 million yen
Business Consignment Expenses	584 million yen	585 million yen
Maintenance Expenses	1,506 million yen	1,901 million yen
Rent Expenses	517 million yen	507 million yen
Provision for Bonuses	176 million yen	183 million yen
Provision for Directors' Bonuses	30 million yen	18 million yen
Retirement Benefits Expenses	40 million yen	47 million yen

*2 Business Combination Expense

Current Second Quarter (Cumulative) (From April 1, 2012 to September 30, 2012)

Business Combination Expense is advisory expenses and lawyer expenses for the business combination with Tokyo Stock Exchange Group, Inc.

(Quarterly Statement of Cash Flows)

*1 Relations between amounts of Cash and Cash Equivalents at the term end and amounts on the Quarterly Balance Sheets

	Previous Second Quarter (Cumulative) (From April 1, 2011 to September 30, 2011)	Current Second Quarter (Cumulative) (From April 1, 2012 to September 30, 2012)
Cash and Deposits	34,926 million yen	41,714 million yen
Over-3-Month Term Deposits	(23,750) million yen	(26,200) million yen
Cash and Cash Equivalents	11,176 million yen	15,514 million yen

(Shareholders' Equity)

Previous Second Quarter (Cumulative) (From April 1, 2011 to September 30, 2011)

1. Payments of dividends

Resolution	Type of Shares	Total Dividends Paid (yen in millions)	Dividend per Share (yen)	Dividend Record Date	Effective Date	Source of Dividends
Ordinary General Meeting of Shareholders held on June 22, 2011	Common Shares	1,620	6,000	March 31, 2011	June 23, 2011	Retained Earnings

2. Dividends with the cut-off date falling within the current second quarter and the effective date after the last day of the current second quarter.

Resolution	Type of Shares	Total Dividends Paid (yen in millions)	Dividend per Share (yen)	Dividend Record Date	Effective Date	Source of Dividends
Board of Directors Meeting held on October 25, 2011	Common Shares	1,215	4,500	September 30, 2011	December 1, 2011	Retained Earnings

3. Matters about Significant Changes to Shareholders' Equity
Not applicable.

Current Second Quarter (Cumulative) (From April 1, 2012 to September 30, 2012)

1. Payments of dividends

Resolution	Type of Shares	Total Dividends Paid (yen in millions)	Dividend per Share (yen)	Dividend Record Date	Effective Date	Source of Dividends
Ordinary General Meeting of Shareholders held on June 21, 2012	Common Shares	2,025	7,500	March 31, 2012	June 22, 2012	Retained Earnings

Dividend per Share consists of 4,500yen of Ordinary Dividend and 3,000yen of Commemorative Dividend.

2. Dividends with the cut-off date falling within the current second quarter and the effective date after the last day of the current second quarter.

Resolution	Type of Shares	Total Dividends Paid (yen in millions)	Dividend per Share (yen)	Dividend Record Date	Effective Date	Source of Dividends
Board of Directors Meeting held on October 29, 2012	Common Shares	1,215	4,500	September 30, 2012	December 3, 2012	Retained Earnings

3. Matters about Significant Changes to Shareholders' Equity
Not applicable.

(Financial Instruments)

End of Previous Fiscal Year (March 31, 2012)

The following table presents our financial instruments' balance sheet amount, fair value and the differences at March 31, 2012.

However, financial instruments for which it is difficult to measure their fair value are not included.

(yen in millions)

	Amount on the Balance Sheets	Fair Value	Difference
1. Cash and Deposits	43,222	43,222	-
2. Short-Term Investment Securities / Investment Securities Available-for-Sale Securities	1,005	1,005	-
3. Special Assets for Clearing Margin (Clearing Margin)	342,743	342,743	-
4. Special Assets for Clearing Deposit (Clearing Deposit)	45,692	45,692	-
5. Special Assets for Guarantee Deposit (Guarantee Deposits Received)	375	375	-
6. Income Taxes Payable	3,236	3,236	-

(Note1) The method for measuring fair values of financial instruments and matters relating to securities

1. Cash and Deposits

Cash and Deposits are listed at book value because they are all settled in a short time and their fair value approximates the book value.

2. Short-Term Investment Securities / Investment Securities

The fair value is measured at the quoted price obtained from counterparty financial institutions. Regarding notes for securities by purpose of holding, please see notes for "Securities".

3. Special Assets for Clearing Margin (Clearing Margin)

This item is retained as Cash and Deposit preparing for refund as need, and is listed at book value because their fair value approximates the book value.

4. Special Assets for Clearing Deposit (Clearing Deposit)

This item is retained as Cash and Deposit preparing for refund as need, and is listed at book value because their fair value approximates the book value.

5. Special Assets for Guarantee Deposit (Guarantee Deposits Received)

This item is retained as Cash and Deposit preparing for refund as need, and is listed at book value because their fair value approximates the book value.

6. Income Taxes Payable

This item is listed at book value because they are all settled in a short time and their fair value approximates the book value.

End of Current Second Quarter (September 30, 2012)

Special Assets for Clearing Margin (Clearing Margin), Special Assets for Clearing Deposit (Clearing Deposit), Stocks of Subsidiaries and Affiliates, Accounts Payable-Other and Income Taxes Payable are important for our business operations, and also, we recognize their amounts have significantly changed from the end of previous fiscal year. Those whose fair value is hard to be figured out are not stated in the following table.

(yen in millions)

	Amount on the Balance Sheets	Fair Value	Difference	Method for Measuring Fair Values
Special Assets for Clearing Margin (Clearing Margin)	329,839	329,839	-	Note 1
Special Assets for Clearing Deposit (Clearing Deposit)	37,440	37,440	-	Note 2
Accounts Payable-Other	4,793	4,793	-	Note 3
Income Taxes Payable	1,217	1,217	-	Note 4

(Note 1) Special Assets for Clearing Margin (Clearing Margin)

This item is retained as Cash and Deposit preparing for refund as need, and is listed at book value because their fair value approximates the book value.

(Note 2) Special Assets for Clearing Deposit (Clearing Deposit)

This item is retained as Cash and Deposit preparing for refund as need, and is listed at book value because their fair value approximates the book value.

(Note 3) Accounts Payable-Other

This item is listed at book value because they are all settled in a short time and their fair value approximates the book value.

(Note 4) Income Taxes Payable

This item is listed at book value because they are all settled in a short time and their fair value approximates the book value.

(Note 5) Financial instruments whose fair value is extremely difficult to determine.

(yen in millions)

	Amount on the Balance Sheets
Stocks of Subsidiaries and Affiliates	4,723

This item is not disclosed at fair value because there is no market price and it is extremely difficult to determine their fair value.

(Securities)

End of Previous Fiscal Year (March 31, 2012)

Available-for-Sale Securities with fair value

	Securities Type	Amount on the Balance Sheets (million yen)	Acquisition Cost (million yen)	Difference (million yen)
Those whose amounts on the balance sheets exceed their acquisition costs	Stocks	-	-	-
	Bonds	-	-	-
	Subtotal	-	-	-
Those whose amounts on the balance sheets don't exceed their acquisition costs	Stocks	-	-	-
	Bonds	1,005	1,017	(12)
	Subtotal	1,005	1,017	(12)
Total		1,005	1,017	(12)

End of Current Second Quarter (September 30, 2012)

There is no significant change to amounts of held-to-maturity debt securities and available-for-sale securities on the quarterly balance sheets compared with those at end of previous fiscal year.

(Derivatives Trading)

Not applicable.

(Profit and Loss on Equity Method)

Affiliate Companies

As we do not have any affiliates, there is no applicable matter.

(Business Combinations, etc.)

Current Second Quarter (From July 1, 2012 to September 30, 2012)

A Business Combination, whose major terms were agreed during the previous fiscal year, but which has not been completed by the end of the current second quarter, is as follows.

(1) Overview of the Deal

Name of the Combined Company	Tokyo Stock Exchange Group, Inc.
Businesses of the Combined Company	Management of a Stock Company-Type Financial Instruments Exchange and Management of a Self-Regulatory Corporation, etc.
Date of the Business Combination	January 1, 2013 (current schedule)
A Legal Form of the Business Combination	Absorption-Type Merger Agreement in which Osaka Securities Exchange Co., Ltd. Survives
Name of the Combined New Company	Japan Exchange Group, Inc. (current schedule)
Overview of the Deal Including Purposes of the Deal	OSE and Tokyo Stock Exchange Group, Inc. agreed to a business combination including this absorption-type merger with the aim of establishing a firm position within the domestic cash equities market and derivatives markets and strengthening global competitiveness by means such as expanding of scale, diversifying the financial instruments and reducing costs, and also enhancing the convenience of trading participants/investors by integrating the market functions and trading systems.

(2) Overview of Accounting Procedures to be Implemented

As a result of Tender Offer for Shares of OSE conducted by Tokyo Stock Exchange Group, Inc., OSE converted into a subsidiary of Tokyo Stock Exchange Group, Inc. on August 29, 2012. Accordingly, we will implement accounting procedures for operations of entities under common controls based on "Accounting Standard for Business Combinations" (ASBJ Statement No.21, December 26, 2008) and "Revised Guidance on Accounting Standard for Business Divestitures" (ASBJ Guidance No.10, December 26, 2008).

(Segment Information, etc)

[Segment Information]

As we are in a single segment, we don't state about segment information.

(Information per Share)

Calculation of Net Income per Share is based on followings:

	Previous Second Quarter (Cumulative) (From April 1, 2011 To September 30, 2011)	Current Second Quarter (Cumulative) (From April 1, 2012 To September 30, 2012)
Net Income per Share	11,376.06 yen	7,452.37 yen
(Calculation Base)		
Net Income (million yen)	3,071	2,012
Amount not attributable to shareholders (million yen)	—	—
Net Income related to common shares (million yen)	3,071	2,012
Average number of shares outstanding (common shares)	270,000	270,000

* As we have no dilutive share, amounts of Net Income per Share after full dilution are not stated.

(Important Subsequent Events)

Not applicable.

<Supplementary Data>

1. Operation Circumstance

(1) Earnings Results

(yen in millions)

Category	Previous Second Quarter (Cumulative) From April 1, 2011 To September 30, 2011		Current Second Quarter (Cumulative) From April 1, 2012 To September 30, 2012		
	Amount	Ratio (%)	Amount	Ratio (%)	y/y (%)
Participant Fees	6,568	57.7	6,138	56.9	(6.5)
Trading fees	4,024	35.3	3,762	34.9	(6.5)
Clearing fees	1,412	12.4	1,290	11.9	(8.6)
Access fees	726	6.4	702	6.5	(3.4)
Basic fees	372	3.3	344	3.2	(7.5)
Others	32	0.3	39	0.4	20.5
Equipment and Information Services Fees	3,881	34.1	3,759	34.8	(3.1)
Market information fees	2,026	17.8	1,984	18.4	(2.1)
Network line fees	630	5.6	624	5.8	(0.9)
Co-location service fees	390	3.4	374	3.4	(4.1)
Others	834	7.3	776	7.2	(7.0)
Listing Fees	888	7.8	862	8.0	(3.0)
Annual listing fees	737	6.5	732	6.8	(0.7)
Initial listing fees & fees for issuing new shares	151	1.3	129	1.2	(14.4)
Others	42	0.4	35	0.3	(17.9)
Total	11,381	100.0	10,795	100.0	(5.1)

(2) Trading & Clearing Fees

(yen in millions)

Category	Previous Second Quarter (Cumulative) From April 1, 2011 To September 30, 2011		Current Second Quarter (Cumulative) From April 1, 2012 To September 30, 2012		
	Amount	Ratio (%)	Amount	Ratio (%)	y/y (%)
Nikkei 225 Futures (Note 1)	2,087	38.4	2,220	43.9	6.4
Nikkei 225 Options	1,903	35.0	1,828	36.2	(4.0)
Other derivatives (Note 2)	258	4.8	103	2.1	(59.9)
Stocks etc. (Note 3)	1,186	21.8	900	17.8	(24.1)
Total	5,436	100.0	5,053	100.0	(7.1)

(Note 1) Includes Nikkei 225 mini.

(Note 2) Total of Nikkei 300 Futures, Russell/Nomura Prime Index Futures, Nikkei Stock Average Volatility Index Futures (Nikkei 225 VI Futures), OSE Dow Jones Industrial Average Futures (OSE DJIA Futures), Security Options, and FX Margin Trading (OSE-FX). Trading of Nikkei 225 VI Futures was started on February 27, 2012, and OSE DJIA Futures on May 28, 2012.

(Note 3) Includes ETFs, domestic investment securities, foreign investment securities, covered warrants, investment securities, etc.

(3) Trading Value

(yen in 100 millions)

Category	Previous Second Quarter (Cumulative) From April 1, 2011 To September 30, 2011	Current Second Quarter (Cumulative) From April 1, 2012 To September 30, 2012			
		Trading Value	Trading Value		y/y (%)
			Daily Average		
Derivatives	1,441,487	1,470,892	11,761	2.0	
Total of Nikkei 225 Futures/mini	1,363,862	1,429,078	11,432	4.8	
Nikkei 225 Futures	846,664	854,980	6,839	1.0	
Nikkei 225 mini	517,197	574,098	4,592	11.0	
Nikkei 225 Options	21,908	22,423	179	2.4	
OSE-FX (Note 1)	55,676	19,213	147	(65.5)	
Other derivatives (Note 2)	40	175	1	338.9	
Stocks etc.	87,495	63,456	507	(27.5)	
1st/2nd Section	49,957	29,939	239	(40.1)	
JASDAQ	27,985	22,201	177	(20.7)	
ETFs	9,540	11,306	90	18.5	
Others (Note 3)	11	9	0	(22.3)	

(Note 1) Trading value of non-yen currency pairs is converted to yen at their settlement value on their trading day.

(Note 2) Total of Nikkei 300 Futures, Russell/Nomura Prime Index Futures, Nikkei 225 VI Futures, OSE DJIA Futures, and Security Options. Trading of Nikkei 225 VI Futures was started on February 27, 2012, and OSE DJIA Futures on May 28, 2012.

(Note 3) Total of domestic investment securities, foreign investment securities, covered warrants, investment securities, etc.

(4) Trading Volume

Category	Previous Second Quarter (Cumulative) From April 1, 2011 To September 30, 2011	Current Second Quarter (Cumulative) From April 1, 2012 To September 30, 2012			
		Trading Volume (10,000 units)	Trading Volume (10,000 units)		y/y (%)
			Daily Average (1,000 units)		
Derivatives	9,133	9,914	792	8.6	
Total of Nikkei 225 Futures/mini	6,461	7,369	589	14.0	
Nikkei 225 Futures	909	959	76	5.6	
Nikkei 225 mini	5,552	6,409	512	15.4	
Nikkei 225 Options	2,046	2,323	185	13.6	
OSE-FX	575	213	16	(62.9)	
Other derivatives (Note 1)	49	7	0	(84.8)	

(shares in millions)

Category	Previous Second Quarter (Cumulative) From April 1, 2011 To September 30, 2011	Current Second Quarter (Cumulative) From April 1, 2012 To September 30, 2012			
		Trading Volume	Trading Volume		y/y (%)
			Daily Average		
Stocks etc.	13,293	8,402	67	(36.8)	
1st/2nd Section	6,642	3,282	26	(50.6)	
JASDAQ	6,534	4,918	39	(24.7)	
ETFs	113	200	1	76.5	
Others (Note 2)	2	0	0	(67.1)	

(Note 1) Total of Nikkei 300 Futures, Russell/Nomura Prime Index Futures, Nikkei 225 VI Futures, OSE DJIA Futures, and Security Options. Trading of Nikkei 225 VI Futures was started on February 27, 2012 and OSE DJIA Futures on May 28, 2012.

(Note 2) Total of domestic investment securities, foreign investment securities, covered warrants, investment securities, etc.

(5) Transaction Participants

(companies)

Category	End of Previous Second Quarter as of Sept. 30, 2011	End of Current Second Quarter as of Sept. 30, 2012	
	Participants	Participants	y/y (%)
Transaction Participants of Cash/Futures Trading etc./FX and JASDAQ	11	10	(9.1)
Transaction Participants of Cash/Futures Trading etc. and JASDAQ	61	58	(4.9)
Transaction Participants of Cash/Futures Trading etc.	5	4	(20.0)
Transaction Participants of Cash Trading and JASDAQ	2	2	-
Transaction Participants of Futures Trading etc. and JASDAQ	9	7	(22.2)
Transaction Participants of Futures Trading etc.	2	2	-
Transaction Participants of IPO	2	1	(50.0)
Transaction Participants of FX	7	5	(28.6)
Transaction Participants of JASDAQ	13	12	(7.7)
Total	112	101	(9.8)

(6) Market Information Fee Related

Category		End of Previous Second Quarter as of Sept. 30, 2011	End of Current Second Quarter as of Sept. 30, 2012	
				y/y (%)
Number of Subscribers		144 companies	137 companies	(4.9)
Number of Terminals (Note)	Corporate-Use	110,119 units	107,380 units	(2.5)
	Personal-Use	2,720,858 units	2,602,100 units	(4.4)

(Note) Figures for the End of Previous Second Quarter are as of June 30, 2011 and figures for the End of Current Second Quarter are as of June 30, 2012. Figures for the End of Previous Second Quarter don't include the number of terminals of users who terminated their subscription on June 30, 2011. Figures for the End of Current Second Quarter don't include that on June 30, 2012.

(7) Listed Issues

Category		End of Previous Second Quarter as of Sept. 30, 2011	End of Current Second Quarter as of Sept. 30, 2012	
		Listed issues	Listed issues	y/y (%)
Stocks		1,691 companies	1,627 companies	(3.8)
	1st/2nd Section	721 companies	700 companies	(2.9)
	JASDAQ	970 companies	927 companies	(4.4)
ETFs		16 issues	19 issues	18.8

(Note) Other than a table above, there are covered warrants, domestic investment securities, foreign investment securities, investment securities, etc.

(8) Number of IPOs, etc.

Category		Previous Second Quarter (Cumulative) From April 1, 2011 To Sept. 30, 2011	Current Second Quarter (Cumulative)	
			From April 1, 2012 To September 30, 2012	y/y (%)
IPOs (Note1)	Stocks	6 companies	8 companies	33.3
	1st/2nd Section	0	0	-
	JASDAQ	6 companies	8 companies	33.3
	ETFs	0	2 issues	-
Capital Increase (Note 2)		32 cases	30 cases	(6.3)
	1st/2nd Section	8 cases	4 cases	(50.0)
	JASDAQ	24 cases	26 cases	8.3

(Note 1) Not include IPOs by a already listed company's structure change such as switching to holding companies system etc.

(Note 2) Capital increases through public offerings, allocations of new shares to a third party, or allocations of new shares to shareholders. Not include capital increases through IPO.

(9) Selling, General and Administrative Expenses

(yen in millions)

Category	Previous Second Quarter (Cumulative) From April 1, 2011 To September 30, 2011		Current Second Quarter (Cumulative) From April 1, 2012 To September 30, 2012		
	Amount	Ratio (%)	Amount	Ratio (%)	y/y (%)
	Occupancy Expenses	2,099	30.3	2,489	33.5
Operating Expenses	1,913	27.7	1,973	26.6	3.1
Personnel Expenses	1,620	23.4	1,554	20.9	(4.0)
Depreciation	1,289	18.6	1,412	19.0	9.5
Total	6,922	100.0	7,430	100.0	7.3

(10) Amount already paid for equipment investment, etc.

(yen in millions)

Category	Current Second Quarter From April 1, 2012 To September 30, 2012	
	Amount	Ratio (%)
Clearing system's hardware renewal related	1,271	70.1
Cash trading system's hardware related	290	16.0
Others	252	13.9
Total	1,814	100.0

(Note) As categorization is vary by cumulative term, there is no comparison with the Previous Second Quarter.

2. Changes in Latest Business Performance

The Fiscal Year Ending March 31, 2013 (Individual)

	First Quarter	Second Quarter
	Apr. 2012 - June 2012	July 2012 - Sep. 2012
Operating Revenue	mil. yen 5,664	mil. yen 5,131
Selling, General & Administrative Expenses	3,672	3,757
Operating Income	1,992	1,373
Ordinary Income	2,155	1,504
Income before Income Taxes	2,155	1,099
Net Income	1,334	677
Net Income per Share	yen 4,943.16	yen 2,509.21
Total Assets	mil. yen 444,575	mil. yen 434,140
Net Assets	54,795	55,472
Net Assets per Share	yen 202,944.95	yen 205,453.41

The Fiscal Year Ended March 31, 2012 (Individual)

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter
	Apr. 2011 - June 2011	July 2011 - Sep. 2011	Oct. 2011 - Dec. 2011	Jan. 2012 - Mar. 2012
Operating Revenue	mil. yen 5,414	mil. yen 5,966	mil. yen 5,253	mil. yen 5,860
Selling, General & Administrative Expenses	3,458	3,463	3,628	3,572
Operating Income	1,955	2,502	1,625	2,287
Ordinary Income	2,213	2,756	1,827	2,359
Income before Income Taxes	2,213	2,757	1,847	2,388
Net Income	1,351	1,720	954	1,439
Net Income per Share	yen 5,005.67	yen 6,370.39	yen 3,536.87	yen 5,331.66
Total Assets	mil. yen 511,043	mil. yen 449,914	mil. yen 414,498	mil. yen 453,203
Net Assets	52,580	54,296	54,042	55,485
Net Assets per Share	yen 194,740.84	yen 201,096.66	yen 200,158.54	yen 205,502.46