

(Reference Translation)



November 25, 2021

To whom it may concern

Company Name: Japan Exchange Group, Inc.  
Name of Representative: Kiyota Akira, Director & Representative Executive Officer, Group  
CEO  
(Code No.: 8697, TSE 1st Section)  
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#### Establishment of New Subsidiary

Japan Exchange Group, Inc. (JPX) resolved, at the meeting of the Board of Directors held today, to restructure the organization of the group and establish a new subsidiary, as described below.

##### 1. Reasons and Purposes

Under its 3rd Medium-Term Management Plan, JPX aims to evolve into a total smart exchange where anyone can trade any product in a secure and easy way, and as core strategies within that aim, has worked on diversifying and updating data and index services by utilizing IT innovations and new partnerships, and on bolstering IT system foundations and developing human resources to support the future of our business and society.

Major overseas exchange groups are advancing the diversification of their businesses and sophistication of their services by strengthening these kinds of digital and network-related businesses which utilize data and technologies. In Japan, too, changes in the external environment are rapidly proceeding, such as the movement toward creating a market that is separate from the traditional financial and capital market frameworks using new digital technologies such as blockchain.

In order to respond appropriately to such external changes and further accelerate work toward diversifying our businesses and advancing sophistication of our services, we need to aim for flexible and mobile business development through M&As and leveraging highly-skilled human resources, while fostering a new culture that is different to the conventional "exchange" and without being constrained by the traditional "exchange" framework. In order to establish a group structure which can radically strengthen and accelerate such initiatives, we have decided to restructure the organization of our group to establish a new company.

Alongside our commitment to stable market operation by our exchanges, self-regulatory organization and clearing organization, the entire JPX Group, led by the new company, will pursue the creation of market services that will improve the functionality and efficiency of the whole market, thereby exercising its function of underpinning the sustainable growth of Japan's economy as a core infrastructure of the financial and capital market.

## 2. Outline of New Subsidiary ("the Company")

(1)	Trade Name	JPX Market Innovation & Research, Inc.	
(2)	Location	Chuo-ku, Tokyo	
(3)	Name and Title of Representative	The representative on and after the date of commencement of business is scheduled to be determined along with other officer appointments for the next term based on a proposal to be made by JPX's Nomination Committee.	
(4)	Details of Business	i) Providing data and index services related to financial instruments markets and system-related services, along with other business related to the operation of financial instruments exchange markets ii) Business related to the operation of financial instruments exchange markets iii) Business incidental to that described in ii)	
(5)	Amount of Capital	JPY 100 million	
(6)	Date of Incorporation Date of Commencement of Business	During December 2021 (tentative) April 1, 2022 (tentative)	
(7)	Major Shareholders and Shareholding Ratios	Japan Exchange Group, Inc.	100%
(8)	Relationship between the Listed Company and the Company	Capital Relationship	The Company will be a wholly-owned subsidiary of JPX.
		Personnel Relationship	The Company will establish a personnel relationship with JPX as its subsidiary.
		Business Relationship	The Company will provide solution, operation and other services for JPX Group companies.
(9)	Business Performance and Financial Results of the Company for Past Three Fiscal Years	Not applicable	

## 3. Method of Establishment of New Subsidiary

A new company wholly-owned by JPX will be established to consolidate JPX Group's data and digital-related businesses through reorganization among wholly-owned subsidiaries and other methods.

## 4. Schedule of Establishment of New Subsidiary

(1)	Date of Resolution of the Outline of Incorporation	Thursday, November 25, 2021
(2)	Date of Incorporation	During December 2021 (tentative)
(3)	Date of Commencement of Business	Friday, April 1, 2022 (tentative)

## 5. Future Outlook

The impact on our consolidated financial results is not expected to be significant.

We will disclose in a timely manner when we make any decision on this matter that should be disclosed.