

【Outline of System for Issuing Alerts】

Tokyo Stock Exchange (hereinafter referred to as "TSE") has a system for issuing alerts regarding information about securities or its issuers (hereinafter referred to as "system for issuing alerts") if it deems necessary to inform investors. In particular, TSE will issue an alert in the following situations if it deems necessary to inform investors.

- * When unclear information (i.e. a leak or rumor) that is deemed likely to have material impact on investment decisions (hereinafter referred to as "unclear information") becomes available.
- * When there are other circumstances regarding a security or its issuer deemed to require particular attention.

(Rule 30 of the Business Regulations)

- * The system for issuing alerts is not a penalty or measure to ensure the effectiveness of the listing regulations. It is aimed at allowing TSE to promptly and flexibly issue an alert regarding unclear information to investors in cases where time may be required before appropriate information disclosure can be made or where only certain information can be disclosed immediately.
- * Under the system, an alert are issued for each time TSE deems necessary and will not be removed. As such, multiple alerts may be issued for a single case on the day when the unclear information becomes available, and alerts may be issued on subsequent days for the same unclear information.
- * Decisions on whether to issue an alert are made separately from decisions on whether to halt trading.

a. Cases where alerts are issued

Information "deemed likely to have material impact on investment decisions" includes, but not limited to, information related to equity financing, mergers and/or acquisitions, earnings information that may lead to disclosure requirements for "adjustments to earnings forecasts or figures", bankruptcy or voluntary liquidation, and false statements.

"Other circumstances regarding a security or its issuer deemed to require particular attention" include, but not limited to, when a listed company has not made disclosure regarding its decisions, events, account settlement information, or adjustments to earnings forecasts or figures within a required period, or when TSE deems that a listed company has not clarified the content of the unclear information, which may, without clarification, mislead investors.

As TSE issues an alert "if it deems necessary to inform investors", TSE would not always issue an alert when a situation falls under one of examples above.

b. Means of issuing alerts

Alerts will be issued by means including notices to trading participants, releases to the media, and posts on the TSE website.

c. Daily disclosure of outstanding margin trading

Where a stock, for which margin trading can be made, becomes subject to the alert as prescribed in Rule 30 of the Business Rules, TSE may publicize its outstanding margin transactions on a daily basis.

(Rule 2, Item 1 of the Rules on Regulatory Measures Concerning Securities Trading, etc. or Its Brokerage)

(a) Beginning of daily disclosure

Where a situation falls under 1. or 2. below, and, in addition, where TSE deems that the situation had a large impact on the price or trading volume of the relevant stock in the auction trading session, TSE may make daily disclosure of outstanding margin trading on the issue from the next business day.

1. A listed company has not made disclosure regarding its decisions, events, account settlement information, or adjustments to earnings forecasts or figures within a required period.
2. A listed company has not clarified the content of unclear information.

Even if a listed company makes appropriate disclosure, depending on the time of the disclosure, TSE may publish outstanding margin trading on the issue just for the next business day.

(b) End of daily disclosure

For an issue subject to daily disclosure pursuant to (a) above, if the issue falls under any of the following cases, TSE may end daily disclosure on the next business day.

1. Where the listed company makes appropriate disclosure
2. Where the issue falls under the criteria for removal from daily disclosure specified in the guidelines concerning designation, etc. of daily disclosure issues.
3. Where TSE deems it appropriate to end daily disclosure, including when an appropriate period of time has elapsed since the issue became subject to daily disclosure.