

Japan Securities Clearing Corporation  
Balance Sheet (Japanese GAAP)  
March 31, 2018

	Millions of Yen
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and bank deposits	54,288
Accounts receivable-trade	2,700
Prepaid expenses	956
Deferred tax assets	147
Margin funds for derivatives	1,625,176
Margin funds in trust for derivatives	0
Deposits for initial margin funds for security trades	82,146
Deposits for clearing funds	468,022
Deposits for clearing funds in trust	0
Deposits as collateral for facilitating settlement	34,601
Margin funds for when-issued transactions	100
Margin funds in trust for CDS	18,511
Deposits for clearing funds in trust for CDS	13,567
Margin funds in trust for IRS	711,643
Deposits for clearing funds in trust for IRS	42,078
Margin funds for JGB	359,471
Deposits for clearing funds for JGB	240,881
Other current assets	3
Total current assets	3,654,296
<b>PROPERTY AND EQUIPMENT</b>	64
<b>INTANGIBLE FIXES ASSETS</b>	410
<b>INVESTMENTS AND OTHER ASSETS</b>	
Investment in securities	503
Long-term prepaid expenses	2,016
Investment in capital	1
Other investments and other assets	84
Total investment and other assets	3,079
<b>TOTAL ASSETS</b>	<b>3,657,376</b>
<b>LIABILITIES AND EQUITY</b>	
<b>CURRENT LIABILITIES</b>	
Accounts payable - trade	1,594
Accounts payable - other	62
Accrued expenses	26
Income taxes payable	1,616
Accrued consumption taxes	217
Deposits received	11
Unearned revenue	0
Accrued bonuses	163
Accrued bonuses to directors	70
Margin funds received for derivatives	1,625,176
Deposits received for initial margin funds for security trades	82,146
Deposits received for clearing funds	468,022
Deposits received as collateral for facilitating settlement	34,601
Margin funds received for when-issued transactions	100
Margin funds received for CDS	18,511
Deposits received for clearing funds for CDS	13,567
Margin funds received for IRS	711,643
Deposits received for clearing funds for IRS	42,078
Margin funds received for JGB	359,471
Deposits received for clearing funds for JGB	240,881
Total current liabilities	3,599,964
<b>NON CURRENT LIABILITIES</b>	
Deferred tax liabilities	0
Total non current liabilities	0
<b>TOTAL LIABILITIES</b>	<b>3,599,965</b>
<b>EQUITY</b>	
Shareholders' equity	
Capital stock	8,950
Class A — authorized, 120,000 shares at March 31, 2018 ; issued, 33,543 shares at March 31, 2018	
Class B — authorized, 36,000 shares at March 31, 2018 ; issued, 9,000 shares at March 31, 2018	
Class C — authorized, 40,000 shares at March 31, 2018 ; issued, 10,000 shares at March 31, 2018	
Class D — authorized, 54,000 shares at March 31, 2018 ; issued, 12,341 shares at March 31, 2018	
Capital surplus	9,476
Retained earnings	38,984
Settlement guarantee reserve for security trades and others	29,000
General reserve	4,620
Retained earnings — unappropriated	5,364
Treasury stock	(0)
Total shareholders' equity	57,410
Total equity	57,410
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>3,657,376</b>

※ The figures less than a million yen are rounded down to the nearest million yen.

Japan Securities Clearing Corporation  
Statement of Income (Japanese GAAP)  
Year Ended March 31, 2018

	<u>Millions of Yen</u>
OPERATING REVENUES	
Clearing fees	23,266
Monthly fees	176
Maintenance fees on cash products and derivatives	449
Other operating income	145
Total operating revenues	<u>24,038</u>
OPERATING EXPENSES	<u>16,276</u>
Operating profit	<u>7,761</u>
OTHER INCOME(EXPENSES)	
Interest income	11
Other-net	(12)
Other income-net	<u>(1)</u>
INCOME BEFORE INCOME TAXES	<u>7,759</u>
INCOME TAXES	<u>2,395</u>
NET INCOME	<u><u>5,364</u></u>

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Japan Securities Clearing Corporation  
Statement of Changes in Equity by Operating Segment  
(Japanese GAAP)

(Millions of Yen)

(millions of Yen)

		Shareholders' equity								Total net assets	
		Share capital	Capital surplus		Retained earnings			Treasury shares	Total shareholders'e quity		
					Other retained earnings						
			Legal capital surplus	Total capital surplus	Settlement guarantee reserve for security trades and others	General reserve	Retained earnings brought forward				Total retained earnings
Total	Balance at the beginning of current period	8,950	9,476	9,476	25,000	4,088	4,531	33,620	(0)	52,046	52,046
	Changes of items during the period										
	Transfer to general reserve					531	(531)				
	Transfer to settlement guarantee reserve for security trades and others				4,000		(4,000)				
	Net income						5,364	5,364		5,364	5,364
	Total changes of items during the period	-	-	-	4,000	531	832	5,364	-	5,364	5,364
	Balance at the end of current period	8,950	9,476	9,476	29,000	4,620	5,364	38,984	(0)	57,410	57,410

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