

Japan Securities Clearing Corporation
Balance Sheet (Japanese GAAP)
March 31, 2019

	Millions of Yen
ASSETS	
CURRENT ASSETS	
Cash and bank deposits	58,818
Accounts receivable-trade	2,511
Prepaid expenses	1,058
Margin funds for derivatives	1,533,752
Margin funds in trust for derivatives	0
Deposits for initial margin funds for security trades	125,222
Deposits for clearing funds	343,833
Deposits for clearing funds in trust	0
Deposits as collateral for facilitating settlement	40,101
Margin funds for when-issued transactions	100
Margin funds in trust for CDS	35,471
Deposits for clearing funds in trust for CDS	46,154
Margin funds in trust for IRS	765,428
Deposits for clearing funds in trust for IRS	57,839
Margin funds for JGB	459,025
Deposits for clearing funds for JGB	297,212
Other current assets	50
Total current assets	3,766,580
PROPERTY AND EQUIPMENT	56
INTANGIBLE FIXES ASSETS	615
INVESTMENTS AND OTHER ASSETS	
Investment in securities	502
Long-term prepaid expenses	2,413
Investment in capital	1
Deferred tax assets	158
Other investments and other assets	64
Total investment and other assets	3,139
TOTAL ASSETS	3,770,392
LIABILITIES AND EQUITY	
CURRENT LIABILITIES	
Accounts payable - trade	1,424
Accounts payable - other	33
Accrued expenses	38
Income taxes payable	1,341
Consumption tax payable	200
Deposits received	11
Unearned revenue	3
Accrued bonuses	219
Accrued bonuses to directors	61
Margin funds received for derivatives	1,533,752
Deposits received for initial margin funds for security trades	125,222
Deposits received for clearing funds	343,833
Deposits received as collateral for facilitating settlement	40,101
Margin funds received for when-issued transactions	100
Margin funds received for CDS	35,471
Deposits received for clearing funds for CDS	46,154
Margin funds received for IRS	765,428
Deposits received for clearing funds for IRS	57,839
Margin funds received for JGB	459,025
Deposits received for clearing funds for JGB	297,212
Total current liabilities	3,707,478
NON CURRENT LIABILITIES	
Provision for retirement benefits	4
Total non current liabilities	4
TOTAL LIABILITIES	3,707,482
EQUITY	
Shareholders' equity	
Capital stock	8,950
Class A— authorized, 120,000 shares at March 31, 2019 ; issued, 30,000 shares at March 31, 2019	
Class B— authorized, 36,000 shares at March 31, 2019 ; issued, 9,000 shares at March 31, 2019	
Class C— authorized, 40,000 shares at March 31, 2019 ; issued, 10,000 shares at March 31, 2019	
Class D— authorized, 54,000 shares at March 31, 2019 ; issued, 12,341 shares at March 31, 2019	
Capital surplus	9,476
Retained earnings	44,484
Settlement guarantee reserve for security trades and others	34,000
General reserve	4,984
Retained earnings—unappropriated	5,499
Total shareholders' equity	62,910
Total equity	62,910
TOTAL LIABILITIES AND EQUITY	3,770,392

※ 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, 2019

	Millions of Yen
OPERATING REVENUES	
Clearing fees	24,580
Monthly fees	166
Maintenance fees on cash products and derivatives	461
Other operating income	158
Total operating revenues	<u>25,366</u>
OPERATING EXPENSES	<u>17,473</u>
Operating profit	<u>7,893</u>
OTHER INCOME(EXPENSES)	
Interest income	11
Insurance premiums refunded cancellation	19
Other-net	(10)
Other income-net	<u>21</u>
INCOME BEFORE INCOME TAXES	<u>7,914</u>
INCOME TAXES	<u>2,414</u>
NET INCOME	<u><u>5,499</u></u>

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

(Millions of Yen)

	Shareholders' equity									Total net assets
	Share capital	Capital surplus		Retained earnings				Treasury shares	Total shareholders'e quity	
		Legal capital surplus	Total capital surplus	Other retained earnings			Total retained earnings			
				Settlement guarantee reserve for security trades and others	General reserve	Retained earnings brought forward				
Balance at the beginning of current period	8,950	9,476	9,476	29,000	4,620	5,364	38,984	Δ0	57,410	57,410
Changes of items during the period										
Transfer to general reserve	-	-	-	-	364	Δ 364	-	-	-	-
Transfer to settlement guarantee reserve for security trades and others	-	-	-	5,000	-	Δ 5,000	-	-	-	-
Cancellation of treasury shares	-	-	-	-	-	Δ0	Δ0	0	-	-
Net income	-	-	-	-	-	5,499	5,499	-	5,499	5,499
Total changes of items during the period	-	-	-	5,000	364	135	5,499	0	5,499	5,499
Balance at the end of current period	8,950	9,476	9,476	34,000	4,984	5,499	44,484	-	62,910	62,910

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