

Japan Securities Clearing Corporation
Balance Sheet (Japanese GAAP)
March 31, 2020

	Millions of Yen
ASSETS	
CURRENT ASSETS	
Cash and bank deposits	64,527
Accounts receivable-trade	4,370
Prepaid expenses	935
Margin funds for derivatives	2,685,394
Margin funds in trust for derivatives	0
Deposits for initial margin funds for security trades	194,027
Deposits for clearing funds	467,116
Deposits for clearing funds in trust	0
Deposits as collateral for facilitating settlement	72,956
Margin funds for when-issued transactions	100
Margin funds for CDS	172,835
Margin funds in trust for CDS	12,130
Deposits for clearing funds for CDS	47,252
Deposits for clearing funds in trust for CDS	100
Margin funds for IRS	824,089
Margin funds in trust for IRS	534,100
Deposits for clearing funds for IRS	44,467
Deposits for clearing funds in trust for IRS	5,789
Margin funds for JGB	959,574
Deposits for clearing funds for JGB	198,999
Other current assets	15
Total current assets	6,288,783
PROPERTY AND EQUIPMENT	
Buildings	42
Equipment and furniture	5
Total property and equipment	48
INTANGIBLE FIXES ASSETS	
Software	676
Total intangible fixed assets	676
INVESTMENTS AND OTHER ASSETS	
Investment in securities	501
Long-term prepaid expenses	1,880
Investments in capital	1
Deferred tax assets	157
Other investments and other assets	64
Total investment and other assets	2,604
TOTAL ASSETS	6,292,113
LIABILITIES AND EQUITY	
CURRENT LIABILITIES	
Accounts payable - trade	2,442
Accounts payable - other	66
Accrued expenses	39
Income taxes payable	1,447
Consumption tax payable	284
Deposits received	9
Unearned revenue	8
Accrued bonuses	193
Provision for directors' bonuses	94
Margin funds received for derivatives	2,685,394
Deposits received for initial margin funds for security trades	194,027
Deposits received for clearing funds	467,116
Deposits received as collateral for facilitating settlement	72,956
Margin funds received for when-issued transactions	100
Margin funds received for CDS	184,966
Deposits received for clearing funds for CDS	47,352
Margin funds received for IRS	1,358,189
Deposits received for clearing funds for IRS	50,257
Margin funds received for JGB	959,574
Deposits received for clearing funds for JGB	198,999
Total current liabilities	6,223,522
NON CURRENT LIABILITIES	
Provision for retirement benefits	15
Total non current liabilities	15
TOTAL LIABILITIES	6,223,537
EQUITY	
Shareholders' equity	
Capital stock	8,950
Class A— authorized, 120,000 shares at March 31, 2020 ; issued, 30,000 shares at March 31, 2020	
Class B—authorized, 36,000 shares at March 31, 2020 ; issued, 9,000 shares at March 31, 2020	
Class C—authorized, 40,000 shares at March 31, 2020 ; issued, 10,000 shares at March 31, 2020	
Class D—authorized, 54,000 shares at March 31, 2020 ; issued, 12,341 shares at March 31, 2020	
Capital surplus	9,476
Retained earnings	50,149
Settlement guarantee reserve for security trades and others	38,700
General reserve	5,784
Retained earnings—unappropriated	5,665
Total shareholders' equity	68,575
Total equity	68,575
TOTAL LIABILITIES AND EQUITY	6,292,113

※ 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, 2020

	<u>Millions of Yen</u>
OPERATING REVENUES	
Clearing fees	26,040
Monthly fees	156
Maintenance fees on cash products and derivatives	469
Other operating income	155
Total operating revenues	<u>26,822</u>
OPERATING EXPENSES	<u>18,569</u>
Operating profit	<u>8,253</u>
OTHER INCOME(EXPENSES)	
Interest income	11
Other-net	(42)
Other income-net	<u>(31)</u>
INCOME BEFORE INCOME TAXES	<u>8,221</u>
INCOME TAXES	<u>2,556</u>
NET INCOME	<u><u>5,665</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				Total shareholders' equity	
		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	34,000	4,984	5,499	44,484	62,910	62,910
Changes of items during the period									
Transfer to general reserve	-	-	-	-	799	(799)	-	-	-
Transfer to settlement guarantee reserve for security trades and others	-	-	-	4,700	-	(4,700)	-	-	-
Net income	-	-	-	-	-	5,665	5,665	5,665	5,665
Total changes of items during the period	-	-	-	4,700	799	165	5,665	5,665	5,665
Balance at the end of current period	8,950	9,476	9,476	38,700	5,784	5,665	50,149	68,575	68,575

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