

Japan Securities Clearing Corporation
Statement of Financial Condition
Year Ended March 31, 2015

	<u>Millions of Yen</u>
ASSETS	
CURRENT ASSETS:	
Cash and bank deposits	¥38,381
Accounts receivable - trade	2,539
Marketable securities	769
Margin funds for derivatives	526,869
Margin funds in trust for derivatives	427,692
Deposits for clearing funds	167,396
Deposits for clearing funds in trust	92,308
Deposits as collateral for facilitating settlement	34,000
Margin funds for when-issued transactions	191
Margin funds in trust for CDS	6,960
Deposits for clearing funds in trust for CDS	2,908
Margin funds in trust for IRS	219,569
Deposits for clearing funds in trust for IRS	15,546
Margin funds for JGB	175,002
Deposits for clearing funds for JGB	76,343
Deferred tax assets	135
Other current assets	171
Total current assets	<u>1,786,785</u>
PROPERTY AND EQUIPMENT:	
Buildings	68
Equipment and furniture	39
Constroction in progress	2
Net property and equipment	<u>110</u>
INTANGIBLE FIXED ASSETS:	
Software	1,214
Software in progress	269
Net intangible fixed assets	<u>1,483</u>
INVESTMENTS AND OTHER ASSETS:	
Investments in securities	505
Long-term prepaid expenses	1,086
Deferred tax assets	1
Guarantee money deposits	80
Other investments and other assets	8
Deferred charges	7
Total investments and other assets	<u>1,691</u>
TOTAL	<u><u>¥1,790,069</u></u>

LIABILITIES AND EQUITY

CURRENT LIABILITIES:

Accounts payable - trade	¥1,417
Income taxes payable	1,418
Consumption taxes payable	393
Accrued bonuses	77
Accrued bonuses for directors	22
Margin funds received for derivatives	954,561
Deposits received for clearing funds	259,704
Deposits received as collateral for facilitating settlement	34,000
Margin funds received for when-issued transactions	191
Margin funds received for CDS	6,960
Deposits received for clearing funds for CDS	2,908
Margin funds received for IRS	219,569
Deposits received for clearing funds for IRS	15,546
Margin funds received for JGB	175,002
Deposits received for clearing funds for JGB	76,343
Other current liabilities	20
Total current liabilities	<u>1,748,138</u>
 Total liabilities	 <u>1,748,138</u>

EQUITY

Shareholders' equity	
Capital stock	8,950
Capital surplus	9,476
Retained earnings	23,505
Settlement guarantee reserve for securities trades and others	17,386
General reserve	964
Retained earnings-unappropriated	5,154
Treasury stock	(0)
Total shareholders' equity	<u>41,931</u>
 Total equity	 <u>41,931</u>

TOTAL	<u><u>¥1,790,069</u></u>
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※ The figures less than a million yen are rounded down to the nearest million yen.

Japan Securities Clearing Corporation
Statement of Income
Year Ended March 31, 2015

	<u>Millions of Yen</u>
OPERATING REVENUES:	
Clearing fees	¥19,804
Monthly fees	192
Maintenance fees on cash products and derivatives	437
Other operating revenues	612
Total operating revenues	<u>21,046</u>
OPERATING EXPENSES:	
Outsourcing business costs	10,707
Salaries and compensation	957
Real estate rental fees	149
Facility expenses	28
Other operating expenses	1,219
Total operating expenses	<u>13,061</u>
Operating profit	<u>7,985</u>
OTHER INCOME (EXPENSES):	
Interest income	43
Other-net	4
Other income-net	<u>47</u>
INCOME BEFORE INCOME TAXES	<u>8,033</u>
INCOME TAXES	
Current	2,788
Deferred	90
Total income taxes	<u>2,879</u>
NET INCOME	<u>¥5,154</u>

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

Japan Securities Clearing Corporation
Statement of Changes in Equity
Year Ended March 31, 2015

(Millions of Yen)

	Equity									Total Net Asset
	Capital Stock	Capital Surplus		Retained Earnings				Treasury Stock	Total Equity	
		Additional Paid-In Capital	Total Capital Surplus	Other Retained Earnings			Total Retained Earnings			
				Settlement Guarantee Reserve for Security Trades and Others	General Reserve	Unappropriated				
BALANCE, MARCH 31, 2014	8,950	9,476	9,476	12,800	810	4,741	18,351	△0	36,777	36,777
Transfer to general reserve					154	△ 154				
Transfer to settlement guarantee reserve for security trades and others				4,586		△ 4,586				
Net income						5,154	5,154		5,154	5,154
BALANCE, MARCH 31, 2015	8,950	9,476	9,476	17,386	964	5,154	23,505	△0	41,931	41,931

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