
Disclosure Based on Principles for Financial Market Infrastructures (PFMI)

In accordance with the annex "Principles for financial market infrastructures: Disclosure Frameworks and Assessment Methodology" to Principles for Financial Market Infrastructures (PFMI) published by the Committee on Payment and Settlement Systems of the Bank for International Settlements (BIS/CPSS) and the International

Organization of Securities Commissions (IOSCO), JASDEC assesses and discloses its status to the public.

Note:

The Committee on Payment and Settlement Systems (CPSS) changed its name to the Committee on Payments and Market Infrastructures (CPMI) in September 2014.

The PFMI specifies international standards to be applied to systemically important payment systems, central securities depositories (CSD), securities settlement systems (SSS), central counterparties (CCP) and trade repositories (TR), with the aim of nurturing more robust financial market infrastructures.

Given that JASDEC — as a CSD and SSS for securities such as Japanese listed shares, CP,

corporate bonds, municipal bonds and investment trusts — is expected to conduct its operation in accordance with the PFMI, we consider all areas that need to be improved, including frameworks for governance and risk management, and take necessary actions to comply with all the principles applied to us.

Please refer to the following URL regarding our disclosures based on the PFMI;

<http://www.jasdec.com/en/about/office/disclosure.html>

As a CCP for non-exchange transaction deliveries (NETDs), JASDEC's wholly owned subsidiary — JASDEC DVP Clearing Corporation (JDCC) — assesses and discloses its status to the public based

on the "Principles for Financial Market Infrastructures: Disclosure Framework and Assessment Methodology" and the "Public Quantitative Disclosure Standards for Central Counterparties".

Please refer to the following URL regarding JDCC's disclosures based on the PFMI;

<http://www.jasdec.com/en/about/office/dvp/rss/index.html>