

JASDEC Fee Structure

May 2018

Exchange of Information Task Force
(Japan Securities Depository Center, Inc.)

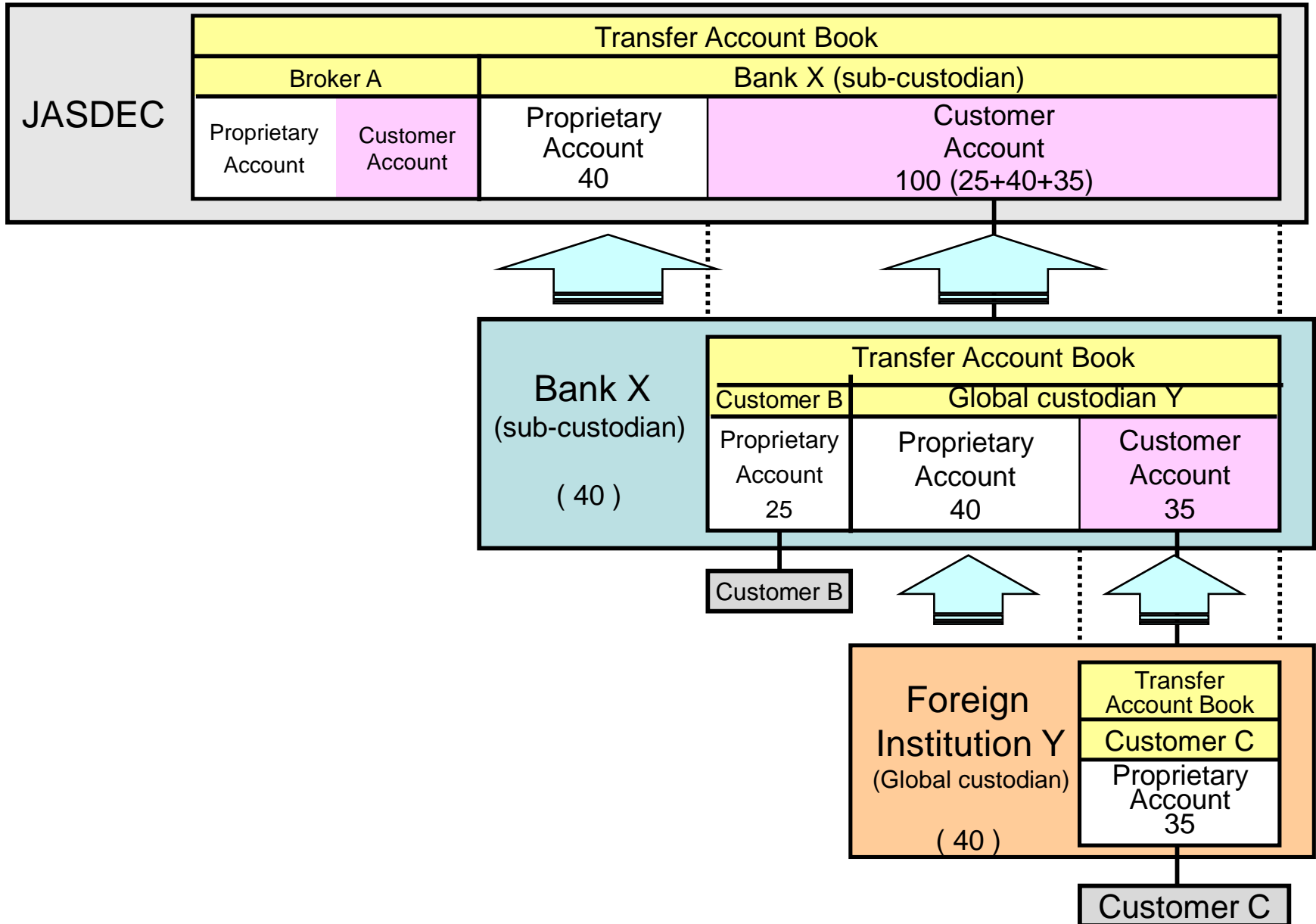
◆ Eligible Securities

Securities	Eligible?	How it is handled	Settlement cycle
Domestic Stocks	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from: 2009) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+3 (T+2 from 2Q, 2019:plan)
Foreign Stocks	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from:) <input type="checkbox"/> (b) Immobilized (from:) <input checked="" type="checkbox"/> (c) Paper certificate *Depends on issuing country.	T+3
Corporate Bonds	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from: 2006) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+3
Commercial Papers	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from: 2003) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+2
Municipal Bonds	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from: 2006) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+3
Agency Bonds	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from: 2006) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+3
Investment Funds (including ETF, REIT)	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from: 2007) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+3
Government Bonds		<input type="checkbox"/> (a) Dematerialized (from:) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+2 (T+1 from May, 2018)
Others (Describe: JDR)	✓	<input checked="" type="checkbox"/> (a) Dematerialized (from: 2009) <input type="checkbox"/> (b) Immobilized (from:) <input type="checkbox"/> (c) Paper certificate	T+3

◆ Services provided at CSD

Services	Provided
Settlement	✓
Trade and settlement matching	✓
Book-entry transfer operation (change record of dematerialized or immobilized securities)	✓
Clearing	
Custody services	✓ (foreign stocks)
Registration	
Corporate action services	✓
e-voting system	
Payment of dividend/coupon	
Others (Describe: General Shareholders Notification)	✓

3. Account Structure



4-1. Fee Structure (CSD Core Business)

Products: Domestic Stocks, ETF, REIT, JDR

1. Transfer Fee	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
	➤ Charge fees per transaction (example: \100/transfer, \10/internal transfer, etc.)
2. Safekeeping Fee	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
	➤ Charge fees monthly according to the safekeeping volume (example: \0.4/unit up to 0.5 mil units, \0.28/unit from 0.5-1.5 mil units...)
3. Volume Discount	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
	➤ Volume discount for both transfer and safekeeping fee.
	➤ Transfer fee: Discount for both high and low volume <ul style="list-style-type: none"> • Transfer over “6,000 * business days of the month”: 50% (\50) • Transfer under “500 * business days of the month”: 50% (\50)
	➤ Safekeeping fee: Gradual decrease according to the safekeeping volume
4. Minimum Charge	<input checked="" type="checkbox"/> Yes (Basic fee) <input type="checkbox"/> No
	➤ Charge \10,000 per classified account / \10,000 per terminal ID
5. Who to Charge	Securities companies, Banks Issuers (Charge per issue, charge when issuing new stock)

4-2. Fee Structure (CSD Core Business)

Products: Corporate Bonds

1. Transfer Fee	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
	➤ Charge fees per transaction (example: \100/DVP transfer, \50/non-DVP transfer, etc.)
2. Safekeeping Fee	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
	➤ Charge fees monthly according to the safekeeping volume (example: 0.065bp (base rate)/account balance up to \500 bil, 60% of base rate/account balance from \500 bil-1trillion...)
3. Volume Discount	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
	➤ Volume discount for safekeeping fee.
	➤ Safekeeping fee: Gradual decrease according to the safekeeping volume
4. Minimum Charge	<input checked="" type="checkbox"/> Yes (Basic fee) <input type="checkbox"/> No
	➤ \100,000 at minimum for safekeeping fee / \10,000 per terminal ID
5. Who to Charge	Securities companies, Banks Issuers (Charge when issuing new bond)

5. Fee Structure (Charged to Other Services)

Trade and settlement matching

- Users can choose fee structure among type A and B.

	Type A	Type B
1. Basic fee	\100,000/month	\10,000/month *Type B is 1/10 of type A.
2. Fee according to the number of matching trades	<ul style="list-style-type: none"> ➤ Trade matching (domestic trades) ➤ Settlement matching (domestic trades) <ul style="list-style-type: none"> • Corporate bonds, stocks: \10-13 • Government bonds: \21-24 	*Type B charges 3 times the fees of type A.

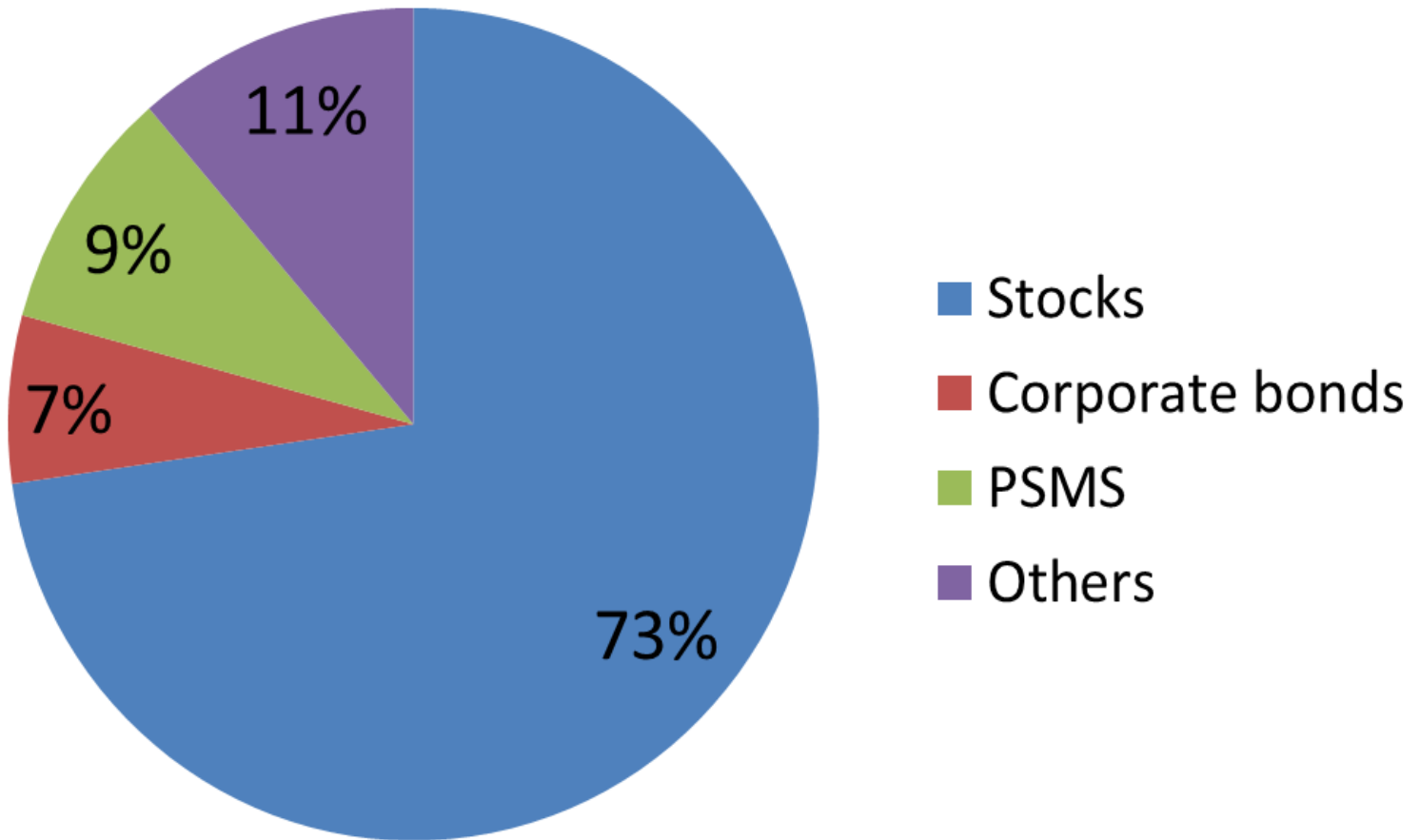


Users with low trade volume choose Fee structure B with lower basic fee and higher matching fee.

Corporate Action

- Charge based on book-entry transfer fees following the move rising from the corporate action.

6. Revenue from each services (FY2016)



Thank you!