(Reference Translation)
(Excerpt Version)
*Please refer to our homepage for the full version.

July 25, 2014

Japan Exchange Group, Inc. and Consolidated Subsidiaries

Consolidated financial results for three months ended June 30, 2014 (Japanese standards), unaudited

Company name: Japan Exchange Group, Inc.
Code number: 8697 URL: http://www.jpx.co.jp/en/index.html
Stock Exchange Listings: Tokyo
Representative: Atsushi Saito, Director & Representative Executive Officer, Group CEO
Contact: Akira Tagaya, Director, Corporate Communications
Scheduled date of filing of quarterly report: August 13, 2014
Scheduled date of start of dividend payment: ―
Preparation of 1Q earnings presentation material: Yes
Holding of 1Q earnings announcement: None

1. Consolidated Financial Results for three months ended June 30, 2014 (April 1, 2014 to June 30, 2014)

(Figures less than a million yen are omitted)

(1) Operating results

(Percentages represent year-on-year change)

	Operating revenue		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended June 30, 2014	24,763	(31.4)	10,848	(39.5)	11,451	(38.6)	7,068	(36.9)
Three months ended June 30, 2013	36,099	―	17,943	―	18,655	―	11,209	―

(Note)
Comprehensive income:
Three months ended June 30, 2014: ¥ 7,821 million / (25.1)%
Three months ended June 30, 2013: ¥10,440 million /―%

	Net income per share	Diluted net income per share
	yen	yen
Three months ended June 30, 2014	25.75	―
Three months ended June 30, 2013	40.83	―

* Due to a 5-for-1 stock split which was conducted with an effective date of October 1, 2013, the net income per share for three months ended June 30, 2013 is calculated as if such stock split was implemented at the beginning of the consolidated accounting year.

(2) Financial position

	Total assets	Total net assets	Equity capital ratio
	million yen	million yen	%
As of June 30, 2014	1,449,497	203,424	13.6
As of March 31, 2014	1,403,713	202,018	14.0

(Reference)
Shareholders' equity:
As of June 30, 2014: ¥ 197,662 million As of March 31, 2014: ¥196,342 million

*Note to financial position
Clearing deposit money, etc. based on various rules which secure the safety of securities trading, etc. are recorded as the JPX group's assets and liabilities. Clearing deposit money, etc. are large in amount and fluctuate daily and, as a result, the above amounts are significantly impacted by such fluctuations.

2. Dividends

	Dividend per share				
	First quarter	Second quarter	Third quarter	Fiscal year end	Annual
	yen	yen	yen	yen	yen
Year ended March 31, 2014	—	80.00	—	27.00	—
Year ending March 31, 2015	—				
Year ending March 31, 2015 (Forecast)		18.00	—	18.00	36.00

(Note) Change in dividend forecasts from the most recent announcement: None

* A 5-for-1 stock split was conducted with an effective date of October 1, 2013. Dividends for the second quarter of the year ended March 31, 2014 are actual amounts before said stock split.

JPX is scheduled to adopt International Financial Reporting Standards (hereafter "IFRS") to its financial reports from the year-end earnings results for the year ending March 31, 2015. The dividend forecasts for said fiscal period were calculated based on net income of ¥24.5 billion with impact from IFRS adoption, and the corresponding dividend payout ratio is 40.3%.

3. Consolidated Earnings Forecast for the Fiscal Year ending March 31, 2015 (April 1, 2014 to March 31, 2015)

(Percentages represent year-on-year change)

	Operating revenue		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
For Year ending March 31, 2015	93,000	(20.0)	34,500	(32.5)	36,500	(30.9)	21,000	(29.6)	76.49

(Note)

Change in performance forecasts from the most recent announcement: None

* The above earnings forecast is based on the Japanese standards. JPX is scheduled to adopt IFRS from the year-end earnings results for the year ending March 31, 2015. If the forecast were to be calculated with impact from IFRS adoption, each income figure is expected to increase by ¥3.5 billion, resulting in net income of ¥24.5 billion.

* Notes

(1) Changes in significant subsidiaries during the period (Changes in specified subsidiaries that caused changes in the scope of consolidation): None

(2) Adoption of peculiar accounting methods for quarterly consolidated financial statements: None

(3) Changes in accounting policies / changes in accounting estimates / restatements
1) Changes pursuant to revision of accounting policies: Yes
2) Changes other than the above: None
3) Changes in accounting estimates: Yes
4) Restatements: None

(4) Number of issued shares (common stock)

1) Number of issued shares at the end of the period (including treasury shares):

As of June 30, 2014:	274,534,550 shares
As of March 31, 2014:	274,534,550 shares

2) Number of treasury shares at the end of period:

As of June 30, 2014:	2,655 shares
As of March 31, 2014:	2,655 shares

3) Average number of shares:

Three months ended June 30, 2014:	274,531,895 shares
Three months ended June 30, 2013:	274,534,214 shares

(Note) Due to a 5-for-1 stock split which was conducted with an effective date of October 1, 2013, the number of shares for three months ended June 30, 2013 is calculated as if such stock split was implemented at the beginning of the consolidated accounting year.

*Disclosure regarding the execution of the quarterly review process

This release is outside the scope of the external auditor's quarterly review procedure which is required by the "Financial Instruments and Exchange Act". Therefore, the quarterly review process has not been completed as of this disclosure in this release.

*Explanation of appropriate use of forecast and other special items

This material contains earnings forecast and other forward-looking statements which are based on available information and certain assumptions that are considered reasonable at the time of preparation. Various factors may cause actual results, etc. to be materially different from those expressed in these forward-looking statements.

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3. CONSOLIDATED FINANCIAL STATEMENTS

(1) Consolidated Balance Sheets

(millions of yen)

	As of March 31,2014	As of June 30,2014
Assets		
Current assets		
Cash and deposits	103,813	89,040
Operating accounts receivable	8,995	11,686
Securities	802	801
Work in process	61	127
Margin funds for derivatives,etc. and when-issued transactions	913,437	1,003,443
Deposits for clearing funds	188,734	151,799
Deposits as collateral for facilitating settlement	10,500	10,500
Other	4,898	9,040
Allowance for doubtful accounts	(12)	(13)
Total current assets	1,231,231	1,276,426
Non-current assets		
Property, plant and equipment	7,066	7,952
Intangible assets		
Goodwill	63,932	63,071
Other	23,878	23,832
Total intangible assets	87,810	86,904
Investments and other assets		
Investment securities	37,344	38,452
Net defined benefit asset	2,914	3,824
Legal guarantee funds	522	513
Special assets for default compensation reserve funds	27,948	27,948
Other	9,013	7,618
Allowance for doubtful accounts	(138)	(142)
Total investments and other assets	77,605	78,214
Total non-current assets	172,482	173,071
Total assets	1,403,713	1,449,497

(millions of yen)

	As of March 31,2014	As of June 30,2014
Liabilities		
Current liabilities		
Operating accounts payable	2,994	2,451
Short-term loans payable	32,500	32,500
Income taxes payable	17,600	2,534
Provision for bonuses	1,420	350
Provision for directors' bonuses	366	7
Margin funds received for derivatives, etc. and when-issued transactions	913,437	1,003,443
Deposits received for clearing funds	188,734	151,799
Deposits received as collateral for facilitating settlement	10,500	10,500
Deposits received as trading participant security money	4,783	7,409
Other	5,937	11,971
Total current liabilities	1,178,274	1,222,969
Non-current liabilities		
Long-term loans payable	10,000	10,000
Net defined benefit liability	7,465	6,798
Returnable legal guarantee funds	522	513
Other	5,431	5,790
Total non-current liabilities	23,420	23,102
Total liabilities	1,201,694	1,246,072
Net assets		
Shareholders' equity		
Capital stock	11,500	11,500
Capital surplus	59,726	59,726
Retained earnings	117,264	117,928
Treasury shares	(5)	(5)
Total shareholders' equity	188,485	189,148
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,006	8,625
Remeasurements of defined benefit plans	(149)	(112)
Total accumulated other comprehensive income	7,857	8,513
Minority interests	5,675	5,762
Total net assets	202,018	203,424
Total liabilities and net assets	1,403,713	1,449,497

(2) Consolidated Statements of Income
and Consolidated Statements of Comprehensive Income
（Consolidated Statements of Income）

（millions of yen）

	Three months ended June 30,2013	Three months ended June 30,2014
Operating revenue		
Trading participant fees	17,317	11,140
Listing fees	2,517	2,875
Income from information services	4,086	4,035
Income from securities settlement	6,430	4,462
Other	5,747	2,248
Total operating revenue	36,099	24,763
Operating expenses		
Personnel expenses	3,601	3,735
System maintenance & operation costs	2,847	2,584
Depreciation	3,537	2,637
Other	8,169	4,956
Total operating expenses	18,156	13,914
Operating income	17,943	10,848
Non-operating income		
Interest income	114	28
Dividend income	228	170
Share of profit of entities accounted for using equity method	372	399
Other	35	32
Total non-operating income	751	630
Non-operating expenses		
Interest expenses	32	11
Other	7	16
Total non-operating expenses	39	28
Ordinary income	18,655	11,451
Extraordinary income		
Gain on sales of investment securities	－	46
Total extraordinary income	－	46
Income before income taxes and minority interests	18,655	11,498
Income taxes	7,343	4,332
Income before minority interests	11,311	7,166
Minority interests in income	102	97
Net income	11,209	7,068

（Consolidated Statements of Comprehensive Income）

（millions of yen）

	Three months ended June 30,2013	Three months ended June 30,2014
Income before minority interests	11,311	7,166
Other comprehensive income		
Valuation difference on available-for-sale securities	(871)	618
Remeasurements of defined benefit plans, net of tax	—	36
Share of other comprehensive income of entities accounted for using equity method	0	(0)
Total other comprehensive income	(871)	655
Comprehensive income	10,440	7,821
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,338	7,724
Comprehensive income attributable to minority interests	102	97