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

January 29, 2016

Japan Exchange Group, Inc. and Consolidated Subsidiaries

Consolidated financial results for the nine months ended December 31, 2015 (Based on IFRS), unaudited

Company name: Japan Exchange Group, Inc. Stock Exchange Listings: Tokyo
Code number: 8697 URL: http://www.jpx.co.jp/english/
Representative: Akira Kiyota, Director & Representative Executive Officer, Group CEO
Contact: Akira Tagaya, Director, Corporate Communications
Scheduled date of filing of quarterly report: February 10, 2016
Scheduled date of start of dividend payment: ―
Preparation of 3Q earnings presentation material: Yes
Holding of 3Q earnings announcement: None

1. Consolidated financial results for nine months ended December 31, 2015 (from April 1, 2015 to December 31, 2015)

(Figures less than a Millions of yen are omitted)

(1) Consolidated operating results (cumulative)

(Percentages represent year-on-year change)

	Operating revenue		Operating income		Income before income tax		Net income		Net income attributable to owners of the parent company		Comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2015	85,284	8.1	51,745	28.9	52,971	28.4	35,784	32.3	35,504	32.6	33,739	5.6
Nine months ended December 31, 2014	78,900	―	40,132	―	41,261	―	27,054	―	26,780	―	31,957	―

	Basic earnings per share	Diluted earnings per share
	yen	yen
Nine months ended December 31, 2015	64.66	―
Nine months ended December 31, 2014	48.77	―

* Due to a 2-for-1 stock split which was conducted with an effective date of October 1, 2015, the basic earnings per share is calculated as if such stock split was implemented at the beginning of the previous consolidated accounting year.

(2) Consolidated financial position

	Total assets	Total equity	Total equity attributable to owners of the parent company	Ratio of total equity attributable to owners of the parent company to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of December 31, 2015	25,030,860	254,976	248,750	1.0
As of March 31, 2015	27,746,771	241,565	235,611	0.8

* Sizable amounts of "Clearing business financial assets and liabilities" and "Deposits from clearing participants" pertaining to clearing business conducted by consolidated subsidiary Japan Securities Clearing Corporation are included in assets and liabilities of the Group.

2. Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	yen	yen	yen	yen	yen
Year ended March 31, 2015	—	18.00	—	32.00	50.00
Year ending March 31, 2016	—	42.00	—		
Year ending March 31, 2016 (Forecast)				21.00	—

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

* Due to a 2-for-1 stock split which was conducted with an effective date of October 1, 2015, the year-end dividend forecast for the fiscal year ending March 31, 2016 is calculated based on the number of shares after the stock split.

If the stock split is not considered, the year-end dividend forecast for the fiscal year ending March 31, 2016 will be ¥42.00.

3. Consolidated earnings forecast for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

(Percentages represent year-on-year change)

	Operating revenue		Operating income		Income before income tax		Net income		Net income attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Year ending March 31, 2016	108,000	1.7	56,500	5.5	58,000	5.7	38,700	11.5	38,500	11.8	70.12

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

* Due to a 2-for-1 stock split which was conducted with an effective date of October 1, 2015, the basic earnings per share of the consolidated earnings forecast for the year ending March 31,2016 is calculated based on the average number of shares after the stock split.

If the stock split is not considered, the basic earnings per share of the consolidated earnings forecast for the year ending March 31, 2016 will be ¥140.24.

* Notes

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

(2) Changes in accounting policies / changes in accounting estimates
1) Changes in accounting policies due to revisions in accounting standards under IFRS: None
2) Changes in accounting policies other than the above: None
3) Changes in accounting estimates: Yes

(3) Number of issued shares (common share)

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

As of December 31, 2015:	549,069,100 shares
As of March 31, 2015:	549,069,100 shares

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

As of December 31, 2015:	7,252 shares
As of March 31, 2015:	5,310 shares

3) Average number of shares:

Nine months ended December 31, 2015:	549,063,232 shares
Nine months ended December 31, 2014:	549,063,790 shares

* Due to a 2-for-1 stock split which was conducted with an effective date of October 1, 2015, the number of shares is calculated as if such stock split was implemented at the beginning of the previous 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 review process of condensed consolidated financial statements which is required by the "Financial Instruments and Exchange Act" has not been completed as of this disclosure in this release.

* Explanation on 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.

DISCLAIMER: This translation may be used for reference purposes only. This English version is not an official translation of the original Japanese document. In cases where any differences occur between the English version and the original Japanese version, the Japanese version shall prevail. This translation is subject to change without notice. Japan Exchange Group, Inc., and/or its affiliates shall individually or jointly accept no responsibility or liability for damage or loss caused by any error, inaccuracy, misunderstanding, or changes with regard to this translation.

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(1) Condensed Consolidated Statement of Financial Position

	As of March 31, 2015	As of December 31, 2015
	Millions of yen	Millions of yen
Assets		
Current assets		
Cash and cash equivalents	60,114	60,310
Trade and other receivables	10,300	12,551
Clearing business financial assets	25,635,085	22,616,773
Specified assets for deposits from clearing participants	1,795,095	2,089,127
Specified assets for legal guarantee funds	492	489
Income tax receivables	4,693	5,268
Other financial assets	42,869	51,700
Other current assets	1,844	1,216
Total current assets	27,550,495	24,837,436
Non-current assets		
Property and equipment	8,573	6,850
Goodwill	67,374	67,374
Intangible assets	27,631	30,981
Retirement benefit assets	5,424	5,431
Investments accounted for using the equity method	6,806	7,738
Specified assets for default compensation reserve funds	27,948	27,948
Other financial assets	39,682	38,340
Other non-current assets	5,605	6,129
Deferred tax assets	7,230	2,629
Total non-current assets	196,276	193,424
Total assets	27,746,771	25,030,860

	As of March 31, 2015	As of December 31, 2015
	Millions of yen	Millions of yen
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	4,712	3,165
Loans payable	32,500	32,500
Clearing business financial liabilities	25,635,085	22,616,773
Deposits from clearing participants	1,795,095	2,089,127
Legal guarantee funds	492	489
Trading participant security money	7,437	7,431
Income tax payables	7,852	3,878
Other current liabilities	5,626	6,023
Total current liabilities	27,488,802	24,759,388
Non-current liabilities		
Retirement benefit liabilities	7,039	7,261
Other non-current liabilities	2,488	3,347
Deferred tax liabilities	6,875	5,886
Total non-current liabilities	16,403	16,495
Total liabilities	27,505,206	24,775,884
Equity		
Share capital	11,500	11,500
Capital surplus	59,726	59,726
Treasury shares	(5)	(9)
Other components of equity	14,828	12,782
Retained earnings	149,562	164,750
Total equity attributable to owners of the parent company	235,611	248,750
Non-controlling interests	5,954	6,226
Total equity	241,565	254,976
Total liabilities and equity	27,746,771	25,030,860

(2) Condensed Consolidated Statement of Income

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
	Millions of yen	Millions of yen
Revenue		
Operating revenue	78,900	85,284
Other revenue	173	1,726
Total revenue	79,073	87,010
Expenses		
Operating expenses	39,842	36,103
Other expenses	21	234
Total expenses	39,863	36,338
Share of income of investments accounted for using the equity method	921	1,073
Operating income	40,132	51,745
Financial income	1,161	1,253
Financial expenses	32	27
Income before income tax	41,261	52,971
Income tax expense	14,206	17,186
Net income	27,054	35,784
Net income attributable to		
Owners of the parent company	26,780	35,504
Non-controlling interests	274	280
Net income	27,054	35,784
Earnings per share		
Basic (Yen)	48.77	64.66
Diluted (Yen)	—	—

(3) Condensed Consolidated Statement of Comprehensive Income

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
	Millions of yen	Millions of yen
Net income	27,054	35,784
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net gain (loss) on revaluation of financial assets measured at fair value through other comprehensive income	4,903	(2,045)
Share of other comprehensive income of investments accounted for using the equity method	(0)	(0)
Other comprehensive income, net of tax	4,903	(2,045)
Comprehensive income	31,957	33,739
Comprehensive income attributable to		
Owners of the parent company	31,683	33,458
Non-controlling interests	274	280
Comprehensive income	31,957	33,739

(4) Condensed Consolidated Statement of Changes in Equity

	Equity attributable to owners of the parent company			
	Share capital	Capital surplus	Treasury shares	Other components of equity
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Balance as of April 1, 2014	11,500	59,726	(5)	9,225
Net income	–	–	–	–
Other comprehensive income, net of tax	–	–	–	4,903
Total comprehensive income	–	–	–	4,903
Dividends paid	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	–	(29)
Total transactions with the owners	–	–	–	(29)
Balance as of December 31, 2014	11,500	59,726	(5)	14,099
Balance as of April 1, 2015	11,500	59,726	(5)	14,828
Net income	–	–	–	–
Other comprehensive income, net of tax	–	–	–	(2,045)
Total comprehensive income	–	–	–	(2,045)
Acquisitions of treasury shares	–	–	(3)	–
Dividends paid	–	–	–	–
Total transactions with the owners	–	–	(3)	–
Balance as of December 31, 2015	11,500	59,726	(9)	12,782

	Equity attributable to owners of the parent company		Non-controlling interests	Total equity
	Retained earnings	Total		
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Balance as of April 1, 2014	126,655	207,101	5,675	212,777
Net income	26,780	26,780	274	27,054
Other comprehensive income, net of tax	–	4,903	–	4,903
Total comprehensive income	26,780	31,683	274	31,957
Dividends paid	(12,353)	(12,353)	(10)	(12,364)
Transfer from other components of equity to retained earnings	29	–	–	–
Total transactions with the owners	(12,324)	(12,353)	(10)	(12,364)
Balance as of December 31, 2014	141,111	226,431	5,939	232,370
Balance as of April 1, 2015	149,562	235,611	5,954	241,565
Net income	35,504	35,504	280	35,784
Other comprehensive income, net of tax	–	(2,045)	–	(2,045)
Total comprehensive income	35,504	33,458	280	33,739
Acquisitions of treasury shares	–	(3)	–	(3)
Dividends paid	(20,315)	(20,315)	(8)	(20,324)
Total transactions with the owners	(20,315)	(20,319)	(8)	(20,327)
Balance as of December 31, 2015	164,750	248,750	6,226	254,976

(5) Notes on Condensed Consolidated Financial Statements

(Note on Going-concern Assumption)

Not applicable

(Operating Revenue)

The breakdown of “Operating revenue” is as follows:

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
	Millions of yen	Millions of yen
Trading services revenue	36,134	38,774
Clearing services revenue	14,931	17,158
Listing services revenue	9,205	10,051
Information services revenue	12,000	13,192
Other	6,628	6,107
Total	78,900	85,284

(Operating Expenses)

The breakdown of “Operating expenses” is as follows:

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
	Millions of yen	Millions of yen
Personnel expenses	11,034	11,378
System maintenance and operation expenses	7,499	7,077
Depreciation and amortization	8,835	6,733
Other	12,473	10,914
Total	39,842	36,103

DISCLAIMER: This translation may be used for reference purposes only. This English version is not an official translation of the original Japanese document. In cases where any differences occur between the English version and the original Japanese version, the Japanese version shall prevail. This translation is subject to change without notice. Japan Exchange Group, Inc., and/or its affiliates shall individually or jointly accept no responsibility or liability for damage or loss caused by any error, inaccuracy, misunderstanding, or changes with regard to this translation.