

The Action Plan for the New Growth Strategy Timetable (1/4)

(Provisional translation)

FY2010	FY2011	FY2012	FY2013
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(1) Appropriate Supply of Funds Related to the Company's Size and Growth stage

[1] Facilitated Supply of Funds for Small- and Medium- sized Enterprises (SMEs), etc.

<ul style="list-style-type: none"> Promotion of Region-based Relationship Banking 	<p>(Revise supervisory guidelines, etc.)</p> <p>(Study and reach a conclusion on enhancement measures to motivate and develop environment)</p>			
<ul style="list-style-type: none"> Review of Guidelines of Accounting Standards for SMEs and Internal Controls Reporting System, including that for SMEs 	<p>Operation of accounting standards to suit the actual circumstances of SMEs</p> <p>(Support activities of the Accounting Standards Board of Japan (ASBJ) and other private sector accounting bodies)</p> <p>Review of Internal controls reporting system to suit the actual circumstances of SMEs</p> <p>(Review related ordinances, review reporting standards and practical standards of the internal controls, and create a casebook)</p>			
<ul style="list-style-type: none"> Expansion of a Scope of the Act on Specified Commitment Line Contract 	<p>(Urgently submit a related bill to the Diet)</p>			
<ul style="list-style-type: none"> Lifting a Ban on Finance Leases and related Transactions by Banks, Insurance Companies, etc. 	<p>(Urgently submit a related bill to the Diet)</p>			
<ul style="list-style-type: none"> Review of Habitual Practice of the Third Party Joint and Several Guarantee (except managers) 	<p>(Revise supervisory guidelines, etc.)</p>			

[2] Appropriate Supply of Risk Money for Growing Companies, etc.

<ul style="list-style-type: none"> Restoring Confidence in and Stimulation of Markets for Growing Companies 	<p>(Market participants establish and publish a timetable which clarifies deadlines for specific initiatives)</p>			
<ul style="list-style-type: none"> Lifting a Ban on Subordinated Loans, etc. by Subsidiaries of Banks and Insurance Companies which invest in Venture Companies, etc. 	<p>(Amend related Cabinet Office Ordinances)</p>			
<ul style="list-style-type: none"> Promotion of Financial Institutions' Efforts Such as Loans in Consideration of Growth Potential of Companies 	<p>(Revise supervisory guidelines, etc.)</p>			
<ul style="list-style-type: none"> Encouragement of Proactive Utilization of the "Fund-Provisioning Measure to Support Strengthening the Foundations for Economic Growth(BOJ's scheme)" 	<p>(Understand the proper use of the system through holding hearings with financial institutions)</p>			
<ul style="list-style-type: none"> Clarification of Application of the Financial Instruments and Exchange Act to Partnerships based on the Civil Code 	<p>(Amend related Cabinet Office Ordinances)</p>			

The Action Plan for the New Growth Strategy Timetable (2/4)

(Provisional translation)

FY2010	FY2011	FY2012	FY2013
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[3] Flexible Supply of Funds, etc.

<ul style="list-style-type: none"> Development of Debt Capital Markets for Professional Investors 	<p>(When TOKYO AIM exchange submits an application for authorization, the FSA will examine it promptly to promote the establishment of a new market.)</p>		
<ul style="list-style-type: none"> Review of Disclosure Rules and Operations 	<p>(Urgently submit a related bill to the Diet)</p> <p>(Amend related Cabinet Orders & Cabinet Office Ordinances)</p>		
<ul style="list-style-type: none"> Promotion of Addressing and Consideration about the Disclosure of Earnings Forecast by Stock Exchanges and Participants 	<p>(Perform study)</p> <p>(Recommend execution of initiatives for results forecast disclosure in exchanges)</p>		
<ul style="list-style-type: none"> Broader Simplification of Quarterly Securities Reports 	<p>(Amend related Ordinances together with the amendment of accounting standards)</p>		
<ul style="list-style-type: none"> Development of the Disclosure Rules for Smooth Implementation of "Rights Offering" 	<p>(Urgently submit a related bill to the Diet)</p> <p>(Amend related Ordinances)</p>		
<ul style="list-style-type: none"> Vitalization of the Corporate Bond Market 	<p>(The FSA actively supports initiatives by market participants)</p>		
<ul style="list-style-type: none"> Transition to the Notification System Concerning Representative and Alternate Services in the Insurance Group 	<p>(Urgently submit a related bill to the Diet)</p>		

The Action Plan for the New Growth Strategy Timetable (3/4)

(Provisional translation)

FY2010	FY2011	FY2012	FY2013
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(2) Financial Sector Serving as a Bridge between Asia and Japan

[1] Establishing Japan's Status as a Main Financial Market in Asia

<ul style="list-style-type: none"> Development of Systems and Measures to Promote the Establishment of Integrated Exchanges Handling Securities and Other Financial Instruments as well as Commodities 	(Discuss in the Integrated Exchange Study Team)				
<ul style="list-style-type: none"> Development of System to Expand the Scope of English Language Disclosure by Foreign Companies, etc. 	(Urgently submit a related bill to Diets as necessary, based on results of study in Disclosure System Working Group)				
	(Amend related Cabinet Orders & Cabinet Office Ordinances as necessary, based on results of study in Disclosure System Working Group)				
<ul style="list-style-type: none"> Promotion of Utilization of Accountants in Businesses 	(Continue to act towards further development of accounting audit and accounting practices, etc)				
<ul style="list-style-type: none"> Facilitation of Block Trading 		(Amend related Cabinet Orders and Cabinet Office Ordinances)			
<ul style="list-style-type: none"> Change of Tax System on Cross-border Transactions 	(Requesting as a FY2011 tax reforms request item)				
<ul style="list-style-type: none"> Perpetuation and Expansion of the Japanese Bond Income Tax Exemption Scheme (J-BIEM) 	(Requesting as a FY2011 tax reforms request item)				
		(Aim to perpetuate a temporary measure for book-entry transfer corporate bonds in FY2013 tax reforms request)			
<ul style="list-style-type: none"> Support for the Activities towards the International Convergence of Accounting Standards 			(Decide whether to apply the standards)		
<ul style="list-style-type: none"> Active Engagement in International Financial Regulatory Reforms 	(Participate in international meetings more actively)				
<ul style="list-style-type: none"> Enhancement of Surveillance on Cross-border Trading 	(Develop human resources & the current structure of the Securities and Exchange Surveillance Commission)				

[2] Expansion of Japanese Financial Institutions' Activities in Asia

<ul style="list-style-type: none"> Promoting Policy Coordination regarding Financial and Capital Markets in Asia 	(Conduct a survey on the current status of financial and capital markets in Asian countries)	(Disseminate financial regulatory and supervisory frameworks of Japan, etc.)			
	(Further promote dialogues with the financial authorities of Asian countries)	(Continue to promote dialogues)			
<ul style="list-style-type: none"> Development and Strengthening System of Support by Financial Institutions for Small and Medium Enterprises' Entry into Asia 	(Study a policy of encouraging financial institutions to propose solutions)				

The Action Plan for the New Growth Strategy Timetable (4/4)

(Provisional translation)

	FY2010	FY2011	FY2012	FY2013
<ul style="list-style-type: none"> Review of Regulations Barriers to Overseas Real Estate Investment and Acquisition of Foreign Insurance Companies by Insurance Companies 	<ul style="list-style-type: none"> Overseas real estate investment → (Revise related regulatory notices) 			
	<ul style="list-style-type: none"> Purchase of overseas insurance companies ↓ (Perform study) 			
			(Implement required system developments based on study)	→

(3) Asset Management Capable of Effectively Utilizing the Nation's Assets

● Development of an Environment for Higher Quality, Reliable Asset Management

<ul style="list-style-type: none"> More Flexible Rules for Asset Securitization Schemes 	→ (Urgently submit a related bill to the Diet)				
<ul style="list-style-type: none"> Clarification of Tasks and Consideration of Review of Investment Trust and Investment Corporation System 	(Examine actual states and issues, etc.)				→ (Implement required system developments)
<ul style="list-style-type: none"> Relaxing the Regulation of Investment Management Businesses 	→ (Urgently submit a related bill to the Diet)				
<ul style="list-style-type: none"> Abolishment of the Regulation of the Asset Management Ratio of Insurance Companies 		→ (Amend related Cabinet Office Ordinances)			
<ul style="list-style-type: none"> Extension of Reduced Tax Rate on Securities 	(Requesting as a FY2011 tax reforms request item)				
<ul style="list-style-type: none"> Expansion of Profit/loss Offset Scope and Loss Carryforward Period for Financial Instruments 	(Requesting as a FY2011 tax reforms request item)				
<ul style="list-style-type: none"> Change to Separate Self-assessment Taxation for OTC Derivative Transactions, etc. 	(Requesting as a FY2011 tax reforms request item)				
<ul style="list-style-type: none"> Measures Required to Enhance Convenience of Designated Accounts 	(Requesting as a FY2011 tax reforms request item)				
<ul style="list-style-type: none"> Steady Implementation of the Financial Services ADR (Alternative Dispute Resolution) 	(Actively perform public relations for solid and wide implementation of this system, and periodically perform follow-ups on the situation of its operation. Investigate points for further improvements as needed.)				