

December 20, 2022
SMBC Nikko Securities Inc.

Disposition Imposed by Tokyo Stock Exchange and Osaka Exchange

For the acts subject to administrative actions (Business Suspension Order and Business Improvement Order) imposed by the Financial Services Agency on October 7 this year, SMBC Nikko Securities Inc. received today disposition from Tokyo Stock Exchange, Inc.: suspension of own-account trading of securities (except transactions that are individually approved by the TSE such as those associated with the performance of contracts existed before the announcement of this disposition) from January 16 to 20, 2023 and a fine of three hundred million yen, as well as an admonition from Osaka Exchange Inc.

We take this disposition very seriously and would like to express our deepest apologies for causing the situation that led to the disposition. We will steadily implement measures to make improvements and prevent recurrence* announced in the press release on November 4 and restore the trust of customers and other parties concerned.

*November 4 press release titled "Submission of Report Based on Administrative Actions Imposed by the Financial Services Agency"

-> https://www.smbcnikko.co.jp/en/news/2022/pdf/221104_01e.pdf

[Impact on customers]

- There will be no impact on buy/sell orders (agency trade) for spot and margin transactions of Japanese shares.
- There is a possibility of impact on some Japanese share transactions other than agency trade that involve proprietary trading of our company. Details of affected transactions will be announced on the company website immediately once confirmed.
- There will be no impact on trading or services of foreign shares, investment trusts, fund wraps, and bonds.

If there are any questions, please contact the person/branch in charge or the contact center. We apologize for the inconvenience caused.

This material is an English translation of Japanese announcement made on December 20, 2022. Although the company intended to faithfully translate the Japanese document into English, the accuracy and correctness of this translation are not guaranteed and thus you are encouraged to refer to the original Japanese document.

[Contact]

Main phone number of each branch	SMBC Nikko website>retail customers>branch information>branch list (search from list) https://www.smbcnikko.co.jp/cgi-bin/service/office/list.cgi (Weekdays 8:30-17:30)
Contact center	0120-236-250 (Weekdays and Saturdays 9:00-17:00)