Guidelines for the Implementation of the JCM in Japan

Chapter 1 General Principles

Article 1
(Purpose)
These Guidelines are aimed at facilitating the efficient implementation of the Joint Crediting Mechanism (hereinafter referred to as "JCM") in Japan by stipulating the necessary matters for the preparation and operation of the JCM registry of Japan, the issuance of the JCM credits in the JCM registry of Japan, and the management of the issued JCM credits, as well as procedures and forms related thereto, in line with bilateral document of the JCM (hereinafter referred to as "bilateral document") and the rules and guidelines adopted by the Joint Committee established on the basis of the bilateral document (hereinafter referred to as "rules and guidelines").

Article 2
(Terms and definitions)
Terms as used in these Guidelines are defined as follows.

<table>
<thead>
<tr>
<th>Term</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transfer</td>
<td>To move all or part of the JCM credits in a holding account opened in the JCM registry of Japan to other accounts in the said registry by an account holding entity or the government of Japan</td>
</tr>
<tr>
<td>Acquiring account</td>
<td>The account in which increase of JCM credits are to be recorded as a consequence of transaction</td>
</tr>
<tr>
<td>Carbon offsetting</td>
<td>Offsetting whole or the part of entity’s greenhouse gas emissions that are difficult to reduce, through retirement and/or voluntarily cancelation of credits, while recognizing its own greenhouse gas emissions and proactively making efforts to reduce such emissions</td>
</tr>
<tr>
<td>Foreign entities</td>
<td>Legal entities other than Japanese entities</td>
</tr>
<tr>
<td>Rules and guidelines</td>
<td>Documents adopted by the Joint Committee between Japan and the partner country that stipulates standards, requirements and procedures for the implementation of the JCM</td>
</tr>
<tr>
<td>Mandatory cancellation</td>
<td>A transaction by which the JCM implementing authorities transfer JCM credits to the mandatory cancellation account so that the JCM credits are not further transferred</td>
</tr>
<tr>
<td>Mandatory cancellation</td>
<td>A type of account in the JCM registry of Japan used for the</td>
</tr>
</tbody>
</table>

1
<table>
<thead>
<tr>
<th>Term</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>account</td>
<td>mandatory cancellation of JCM credits</td>
</tr>
<tr>
<td>Credit block</td>
<td>A unit for handling the credits of a minimum 1 tCO₂ as a block which is defined by a serial number from the starting number of the credits to the ending number of the credits within the unit</td>
</tr>
<tr>
<td>Suspension of use of an account</td>
<td>To make it impossible for the account holding entity to change entity holding account information and to have transaction or issuance of JCM credits in the JCM registry of Japan</td>
</tr>
<tr>
<td>Account holding entity</td>
<td>An entity that has had an entity holding account opened in the JCM registry of Japan</td>
</tr>
<tr>
<td>Joint Committee</td>
<td>A committee that is established on the basis of bilateral document of the JCM, and consists of representatives of Japan and of the partner country which adopts rules and guidelines of the JCM, approves methodology, registers projects and notifies Japan and the partner country of the amount of JCM credits to be issued</td>
</tr>
<tr>
<td>Identification number</td>
<td>A number that is recorded for a JCM credit when it is issued in the JCM registry of Japan, which comprises alphabetical letters, symbols, and numerical figures, and indicates the scheme identifier, host country identifier, JCM credit issuing country identifier, starting number of JCM credit block unit, ending number of JCM credit block unit, JCM project number, number of issuances of JCM credit, year of issuance of JCM credit, and year of emission reductions</td>
</tr>
<tr>
<td>Voluntary cancellation</td>
<td>The account holding entity or the government of Japan transferring JCM credits to the voluntary cancellation account so that the JCM credits are not further transferred</td>
</tr>
<tr>
<td>Voluntary cancellation account</td>
<td>A type of account in the JCM registry of Japan used for the voluntary cancellation of JCM credits</td>
</tr>
<tr>
<td>Acquisition</td>
<td>The account holding entity or the government of Japan receiving JCM credits in its account opened in the JCM registry of Japan, which have been transferred from other holding accounts in the registry.</td>
</tr>
<tr>
<td>Government holding account</td>
<td>A type of account in the JCM registry of Japan used for the government of Japan to hold JCM credits in the JCM registry of Japan</td>
</tr>
<tr>
<td>Japanese entity</td>
<td>Legal entity that has a head office or main office in Japan</td>
</tr>
<tr>
<td>Joint Crediting</td>
<td>A mechanism operated by Japan and the partner country in line of the Joint Crediting Committee.</td>
</tr>
<tr>
<td>Mechanism (JCM)</td>
<td>with the bilateral document of the JCM, which may be alternatively called the Bilateral Offset Credit Mechanism (BOCM) depending on the partner country</td>
</tr>
<tr>
<td>-----------------</td>
<td>----------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Bilateral document</td>
<td>Document by Japan and the partner country for establishing the JCM</td>
</tr>
<tr>
<td>JCM registry of Japan</td>
<td>An electromagnetic registry prepared and operated by the JCM implementing authorities for the purpose of managing JCM credits in line with the bilateral document and the rules and guidelines</td>
</tr>
<tr>
<td>Government of the partner country</td>
<td>The government of a country that signs bilateral document of the JCM with the government of Japan and implements the JCM with the government of Japan</td>
</tr>
<tr>
<td>Issuance</td>
<td>The JCM implementing authorities recording an increase in the amount of JCM credits as indicated in a notification from the Joint Committee in a holding account opened in the JCM registry of Japan</td>
</tr>
<tr>
<td>Transaction</td>
<td>The JCM implementing authorities conducting operations for the transfer and acquisition of JCM credits in an account opened in the JCM registry of Japan</td>
</tr>
<tr>
<td>Entity holding account</td>
<td>A type of account in the JCM registry of Japan used by a legal entity to manage its JCM credits in the JCM registry of Japan</td>
</tr>
<tr>
<td>Retirement</td>
<td>The account holding entity or the government of Japan transferring JCM credits to the retirement account for the purpose of evaluating its own efforts on greenhouse gas emission reductions while making the JCM credits not to be further transferred</td>
</tr>
<tr>
<td>Retirement account</td>
<td>A type of account in the JCM registry of Japan used for the retirement of JCM credits</td>
</tr>
<tr>
<td>Unit number</td>
<td>A number assigned to each single tCO₂ of emissions, the minimum basic unit for handling JCM credits in the JCM registry of Japan, which formulates a part of the identification number for JCM credits</td>
</tr>
<tr>
<td>JCM credits</td>
<td>Indicates the amount of greenhouse gases as issued in the JCM registry of Japan (greenhouse gases other than carbon dioxide are converted into the amount of carbon dioxide based on their effect on global warming), which indicates verified emission reduction</td>
</tr>
</tbody>
</table>
overseas, as stipulated in Item 6, Article 1 of the order for reporting of carbon dioxide equivalent greenhouse gas emissions

<table>
<thead>
<tr>
<th>Provisional Translation</th>
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</thead>
<tbody>
<tr>
<td>overseas, as stipulated in Item 6, Article 1 of the order for reporting of carbon dioxide equivalent greenhouse gas emissions</td>
</tr>
<tr>
<td>Restriction of the transfer of JCM credits</td>
</tr>
<tr>
<td>The JCM implementing authorities temporarily prohibiting the transfer of the whole or part of JCM credits in the JCM registry of Japan</td>
</tr>
<tr>
<td>JCM implementing authorities</td>
</tr>
<tr>
<td>Relevant ministries and agencies in Japan which are in charge of the implementation of the JCM</td>
</tr>
<tr>
<td>JCM project</td>
</tr>
<tr>
<td>A project that is registered by the Joint Committee in line with the bilateral document and the rules and guidelines</td>
</tr>
</tbody>
</table>

Article 3
(Document for the implementation of the JCM in Japan)

1 The JCM in Japan is implemented as per these Guidelines and other documents that are developed as specified in the following Paragraphs in line with the bilateral document signed by Japan and the partner country and the rules and guidelines.

2 In line with these Guidelines, the JCM implementing authorities develop the Terms and Conditions for the Use of the JCM in Japan (hereinafter referred to as "Terms and Conditions") in order to establish rules that are observed by the JCM implementing authorities and each legal entity that has had an entity holding account opened in the JCM registry of Japan (hereinafter referred to as "account holding entity").

3 Following the formulation of these Guidelines and the Terms and Conditions, the JCM implementing authorities may establish other documents to stipulate additionally required matters.

4 The JCM implementing authorities may revise or abolish these Guidelines, Terms and Conditions, and other documents established in line with the preceding Paragraph (hereinafter referred to as "document changes").

Article 4
(Purposes of the JCM)

The JCM is implemented for the purposes specified in Sub-Paragraphs below.

1) To appropriately evaluate contributions from Japan to GHG emission reductions or removals in a quantitative manner achieved through the diffusion of low carbon technologies, products, systems, services, and infrastructure as well as implementation of mitigation actions in developing countries, and to use them to achieve Japan’s emission reduction target.

2) To contribute to the ultimate objective of the United Nations Framework Convention on
Climate Change by facilitating global actions for GHG emission reductions or removals.

**Article 5**
(Purposes of use of JCM credits)

1. The government of Japan use retired JCM credits to achieve Japan’s emission reduction target.

2. The account holding entity that holds JCM credits may use its JCM credits for the purposes specified in the Sub-Paragraphs below.
   1) For adjustment on post-adjustment greenhouse gas emissions through retirement as stipulated in Item 4, Article 1 of the Order for reporting of carbon dioxide equivalent greenhouse gas emissions
   2) Utilization for carbon offsetting and other purposes

**Chapter 2 JCM registry of Japan**

**Article 6**
(Preparation and operation of the JCM registry of Japan)

1. The JCM implementing authorities prepare and operate the JCM registry of Japan in line with the rules and guidelines.

2. The entire JCM registry of Japan is prepared in magnetic discs (including other equivalent media capable of securely recording certain matters).

3. The JCM implementing authorities record accounts and matters concerning management of JCM credits in the JCM registry of Japan.

4. Records in the JCM registry of Japan and notices to account holding entities are in English.

5. Notices to an account holding entity from the JCM implementing authorities are sent to the individual in charge of the acquisition, holding, and transfer of JCM credits as recorded in the holding account of the account holding entity.

6. The JCM implementing authorities may specify the following matters.
   1) Hours for accepting applications concerning the JCM registry of Japan
   2) Operating hours of the JCM registry of Japan

7. When the JCM implementing authorities specify matters as indicated in Sub-Paragraph 1) and 2) in the preceding paragraph, they publish them without delay.

8. The JCM implementing authorities suspend the operation of the JCM registry of Japan when there are specific reasons, including the maintenance and inspection of operating equipment for the JCM registry of Japan, system change, measures to prevent unauthorized
accesses, and other unavoidable reasons.

Article 7
(Recorded information in the JCM registry of Japan)
1 The JCM implementing authorities open accounts as listed below for the purpose of the acquisition, holding, and transfer of JCM credits.
   1) Entity holding accounts
   2) Government holding account
   3) Retirement account
   4) Mandatory cancellation account
   5) Voluntary cancellation account
2 Entity holding accounts specified in Sub-Paragraph 1) in the preceding paragraph are divided by the account holding entity.
3 In each account as specified in Sub-Paragraph 1) through 5) in Paragraph 1, the following matters are recorded.
   1) Account number
   2) The identification number and amount of JCM credits held in the account

Article 8
(Abolition of the JCM registry of Japan)
1 The JCM implementing authorities may abolish the JCM registry of Japan when the JCM implementing authorities have changed its policy or when there are other unavoidable reasons.
2 When the JCM registry of Japan is to be abolished in line with the preceding paragraph, the JCM implementing authorities notify account holding entities of the following matters in advance.
   1) That the JCM registry of Japan is to be abolished
   2) Reasons for Sub-Paragraph 1) above
   3) Other necessary information
3 The JCM implementing authorities make reasonable efforts to provide account holding entities with an adequate grace period from the notification specified in the preceding paragraph to the abolition of the JCM registry of Japan.

Article 9
(Correction of errors)
When the JCM implementing authorities find an error in records in the JCM registry of
Japan, they may take measures to correct the error after notifying the relevant account holding entity of the correction to be made and the reasons therefor.

Article 10  
(Information disclosure)

1 The JCM implementing authorities make names of the account holding entities and the locations of the head offices for all entity holding accounts opened in the JCM registry of Japan publicly accessible for the purpose of ensuring transparency in the implementation of the JCM in Japan.

2 The JCM implementing authorities periodically provide publicly accessible information on the amount of JCM credits recorded in each type of accounts specified in Paragraph 1 of Article 7.

Chapter 3 Entity Holding Accounts

Article 11  
(Opening of an entity holding account)

1 A legal entity that seeks to acquire, hold, and transfer JCM credits issued by the government of Japan has an entity holding account opened in the JCM registry of Japan by the JCM implementing authorities.

2 Only one entity holding account may be opened for each legal entity.

3 The legal entity that seeks to have an entity holding account opened in the JCM registry of Japan attaches materials as listed in the right column of Attached Table 1, based on the type of legal entity indicated in the left column of said table, to Form No. 1 in which the following matters shall be written, and submit them to the contact address indicated in the JCM registry of Japan.

1) The name of the legal entity that seeks to have an entity holding account opened, the name of its representative, and the location of its head office indicated in English
2) In the case of a Japanese entity, the same items as in Sub-Paragraph 1) indicated in Japanese
3) The name of the individual in charge of the acquisition, holding, and transfer of JCM credits, and the name and location of the department indicated in English
4) In the case of a Japanese entity, the same items as in Sub-Paragraph 1) indicated in Japanese
5) The main telephone number of the legal entity that seeks to have an entity holding account opened, and e-mail address and telephone number of the individual in charge of
the acquisition, holding, and transfer of JCM credits

4 When an application for the opening of an entity holding account is received as specified in the preceding paragraph, the JCM implementing authorities open an entity holding account, except when there is an inadequacy in the application form or attached materials.

5 When there is an inadequacy in the application form or attached materials, the JCM implementing authorities request, without delay, the applicant to correct such an inadequacy within a reasonable specified period, or decline to open the requested entity holding account.

6 Once the JCM implementing authorities open an entity holding account in line with Paragraph 4, they notify, without delay, the account holding entity of necessary matters for the acquisition, holding, and transfer of JCM credits in the entity holding account.

Article 12

(Changes in the recorded information)

1 When there is a change in the information specified below, the account holding entity reports the change, without delay, by attaching materials as listed in the right column of Attached Table 2, based on the type of legal entity indicated in the left column of said table, to Form No. 2 and submitting them to the contact address indicated in the JCM registry of Japan.

1) The name of the account holding entity, the name of its representative, and the location of its head office indicated in English

2) In the case of a Japanese entity, the same items as in Sub-Paragraph 1) indicated in Japanese

3) The main telephone number of the account holding entity

2 When an application as specified in the preceding paragraph is received, the JCM implementing authorities change the records without delay.

3 The provision in Paragraph 6 of the preceding article is applied to changes in records in line with the preceding paragraph mutatis mutandis.

Article 13

(Application for a certificate of recorded information)

1 The account holding entity may request the JCM implementing authorities to issue a written certificate of matters recorded in its entity holding account.

2 To submit an application in line with the preceding paragraph, the account holding entity attaches materials as listed in the right column of Attached Table 2, based on the type of legal entity indicated in the left column of said table, to Form No. 3 and send them to the
contact address indicated in the JCM registry of Japan.

3 When an application as specified in Paragraph 1 is received, the JCM implementing authorities issue, without delay, a requested written certificate of matters recorded in the said entity holding account.

**Article 14**

(Voluntary closure of an account)

1 When the account holding entity has transferred all JCM credits recorded in its entity holding account, the account holding entity may request the closure of its entity holding account.

2 To submit an application in line with the preceding paragraph, the account holding entity shall attach materials as listed in the right column of Attached Table 2, based on the type of legal entity indicated in the left column of said table, to Form No. 4 and send them to the contact address indicated in the JCM registry of Japan.

3 When an application as specified in Paragraph 1 is received, the JCM implementing authorities close the requested entity holding account.

**Article 15**

(Suspension of use of an account)

1 When any of the following conditions applies to the account holding entity, the JCM implementing authorities may suspend the use of an account in the JCM registry of Japan by the relevant account holding entity.

1) The account holding entity has submitted an untrue application.

2) The account holding entity has failed to submit a necessary application.

3) The account holding entity has otherwise seriously violated these Guidelines or other applicable regulations.

2 Once the JCM implementing authorities have suspended the use of an account in line with the preceding paragraph, they notify, without delay, the relevant account holding entity of the suspension.

**Article 16**

(Mandatory closure of an account)

1 When any of the following conditions applies to the account holding entity, the JCM implementing authorities may close the account of the account holding entity.

1) The JCM implementing authorities are to abolish the JCM registry of Japan in line with Paragraph 1 of Article 8.
2) The account holding entity has failed to correct the violation that led to the suspension of use of its entity holding account in line with the preceding article within 30 days from the date when the notification of the suspension is issued.

2 When the JCM implementing authorities are to close an entity holding account in line with the preceding paragraph, they notify the relevant account holding entity thereof.

3 When Sub-Paragraph 2) in Paragraph 1 applies, the notified account holding entity takes measures for transaction as specified in the Article 21 of JCM credits recorded in the account to be closed within 30 days from the date when the notice as specified in the preceding paragraph is issued. When the transaction of JCM credits is not made within said period, the JCM implementing authorities take measures for transaction of the relevant JCM credits for retirement.

Article 17
(Procedures before the mandatory closure of an account)
When the JCM implementing authorities seek to close an entity holding account as per Sub-Paragraph 2) in Paragraph 1 of Article 16, they take procedures to hold an interview with the account holding entity in interest except in cases specified in the following Sub-Paragraphs.

1) It is urgently required, for public interest, to close the entity holding account in question.

2) The account holding entity cannot be contacted despite substantial efforts.

Chapter 4 JCM credits
Article 18
(Issuance of JCM credits)

1 To issue JCM credits, the JCM implementing authorities record an increase in the amount of JCM credits, as indicated in a notification from the Joint Committee, in an entity holding account or the government holding account which is designated for the issuance of JCM credits.

2 For the issuance of JCM credits in line with the preceding paragraph, the JCM implementing authorities record identification numbers as specified below for JCM credits to be recorded in the account.

1) Scheme identifier
2) Host country identifier
3) JCM credit issuing country identifier
4) Starting number of JCM credit block unit  
5) Ending number of JCM credit block unit  
6) JCM project number  
7) Number of issuances of JCM credit  
8) Year of issuance of JCM credit  
9) Year of emission reductions

**Article 19**  
(Applicable Period for issuance of JCM credits)  
1 Until determination as described in the subsequent paragraph is made, the applicable period for issuance of JCM credits covers by December 31, 2020, or when a new international framework takes effect under the United Nations Framework Convention on Climate Change, whichever the earlier.  
2 The government of Japan examines and determines on the extension of the period covered for the issuance of JCM credits, prior to the end date specified in the preceding paragraph.

**Article 20**  
(Transfer, retirement, voluntary cancellation and mandatory cancellation of JCM credits)  
1 The account holding entity or the government of Japan may transfer JCM credits recorded in its holding account by conducting transaction to another holding account designated as the acquiring account.  
2 The account holding entity or the government of Japan may retire JCM credits recorded in its holding account by conducting transaction to a retirement account designated as the acquiring account.  
3 The account holding entity or the government of Japan may voluntarily cancel JCM credits recorded in its holding account by conducting transaction to a voluntary cancellation account designated as the acquiring account.  
4 The JCM implementing authorities may mandatorily cancel JCM credits by conducting transaction to a mandatory cancellation account designated as the acquiring account, for the purpose of correcting an error.

**Article 21**  
(Transaction of JCM credits)  
1 To make transaction of JCM credits, the JCM implementing authorities record decrease and increase of the JCM credits in the relevant accounts opened in the JCM registry of Japan.
The transaction as described in the preceding paragraph is to be applied by the account holding entity that seeks to transfer JCM credits recorded in its holding account to the JCM implementing authorities.

The account holding entity may retire its JCM credits on behalf of another entity.

The account holding entity that seeks to submit an application in line with Paragraph 2 indicates the following information in an electronic means on the JCM registry of Japan:

1) The type of transaction, and acquiring account
2) The JCM credit block and the amount of JCM credits therein, to be recorded as decrease and increase by the requested transaction
3) When the transaction is applied for the purpose of retirement on behalf of another entity, as specified in the preceding paragraph, the indication to that effect, and the name of the designated entity and the location of its head office

When an application as specified in Paragraph 2 is received, the JCM implementing authorities take the following procedures without delay.

1) Record decrease of the JCM credits, as specified in Sub-Paragraph 2) of the preceding paragraph, in the holding account of the account holding entity
2) Record increase of the JCM credits, as specified in Sub-Paragraph 2) of the preceding paragraph, in the acquiring account
3) Also record when matters in line with Sub-Paragraph 3) of the preceding paragraph is indicated

**Article 22**

*(Attribution of JCM credits)*

The attribution of JCM credits is determined based on records in the JCM registry of Japan.

**Article 23**

*(Conditions for effectuation of the alienation of JCM credits)*

The alienation of JCM credits does not take effect unless increase of JCM credits is recorded in the account that has been opened for the entity who acquires the JCM credits, as the result of the transaction specified in Paragraph 1 of Article 21.

**Article 24**

*(Presumption of possession)*

1 It is presumed that the account holding entity is in legal possession of JCM credits recorded in its entity holding account.

2 It is presumed that the government of Japan is in legal possession of JCM credits recorded
in accounts listed in Sub-Paragraph 2) through 5) under Paragraph 1 of Article 7.

Article 25
(Prohibition on pledges)
No pledges may be established on JCM credits.

Article 26
(Bona fide acquisition)
When increase in JCM credits is recorded in an account listed in Paragraph 1 of Article 7 as a result of transaction specified in Paragraph 1 of Article 21, the government of Japan or the account holding entity thereof acquires the said JCM credits. This does not apply when the government of Japan or the account holding entity has been in bad faith or with gross negligence.

Article 27
(Restriction of the transfer of JCM credits)
1 The JCM implementing authorities may decline to process the requested transaction of JCM credits in line with Article 21, when any of the following conditions applies.
   1) The court has issued an order to seize or otherwise restrict the transfer of JCM credits of the account holding entity.
   2) There has been a serious defect in the issuance of the JCM credits.
   3) Serious violation of these Guidelines or other applicable regulations has been uncovered concerning the transfer or acquisition of JCM credits.
2 When the JCM implementing authorities have restricted the transfer of JCM credits in an entity holding account in line with the preceding paragraph, they notify, without delay, the relevant account holding entity of the restriction.

Article 28
(Procedures before the restriction of transfer of JCM credits)
When the JCM implementing authorities seek to restrict the transfer of JCM credits as per Sub-Paragraph 3) in Paragraph 1 of the preceding article, they take procedures to hold an interview with the account holding entity in interest, except in cases specified in the following Sub-Paragraphs.
   1) It is urgently required, in the public interest, to restrict the transfer of JCM credits.
   2) The account holding entity cannot be contacted despite substantial efforts.
Chapter 5 Publication of Documents

Article 29
(Publication)

1 When the JCM implementing authorities seek to develop documents in line with Paragraph 3 of Article 3, they publish the documents without delay.

2 When the JCM implementing authorities seek to undertake document changes in line with Paragraph 4 of Article 3, they publish the planned change with adequate time for preparation.

3 When the JCM implementing authorities have undertaken document changes in line with Paragraph 4 of Article 3, they publish the post-change documents without delay.

Article 30
(Retrospective application)

Changes in the documents in line with Paragraph 4 of Article 3 are not applied retrospectively unless otherwise specified in the said documents.

Chapter 6 Supplementary Provisions

Article 31
(Date of enforcement)

These Guidelines take effect on November 13th, 2015.

Attached Table 1 (related to Article 11)

<table>
<thead>
<tr>
<th>Japanese entity</th>
<th>The certificate of registered matters, the certificate of seal impression, and the articles of incorporation of the legal entity, indicated in Japanese</th>
</tr>
</thead>
<tbody>
<tr>
<td>Foreign entity</td>
<td>A document that indicates, either in English or in Japanese, the name, the name of the representative, and address of the legal entity and that the legal entity is legitimately established and present in the country where its head office is located (hereinafter referred to as &quot;home country&quot;), which is certified by the authority of the home country; a notarized or certified true copy of the passport or other certificates of signature issued by a public agency, of the representative of the legal entity either in English or in Japanese; and the articles of incorporation or equivalent documents that indicate, either in English or in Japanese, the purpose of establishment and businesses of the legal entity; When documents not in English or in Japanese are to be attached, also attach English</td>
</tr>
</tbody>
</table>


or Japanese translation thereof, and a written oath for the translation certified by a notary public

**Attached Table 2 (related to Articles 12, 13 and 14)**

<table>
<thead>
<tr>
<th>Japanese entity</th>
<th>The certificate of registered matters and the certificate of seal impression of the account holding entity, indicated in Japanese</th>
</tr>
</thead>
<tbody>
<tr>
<td>Foreign entity</td>
<td>A document that indicates, either in English or in Japanese, the name, the name of the representative, and address of the account holding entity and that the account holding entity is legitimately established and present in the home country, which is certified by the authority of the home country; and a notarized or certified true copy of the passport or other certificates of signature issued by a public agency, of the representative of the account holding entity either in English or in Japanese; When documents not in English or in Japanese are to be attached, also attach English or Japanese translation thereof, and a written oath for the translation certified by a notary public</td>
</tr>
</tbody>
</table>

**Forms**

No. 1 Application form for opening an entity holding account
No. 2 Application form for changing entity account information
No. 3 Application form for issuing a certificate of entity account information
No. 4 Application form for closing an entity holding account
Appendix

Terms and Conditions concerning the Use of the JCM in Japan

Article 1

General principles

1 The JCM implementing authorities and the account holding entity comply with law, the Guidelines, these Terms and Conditions, and other documents that are established in line with Paragraph 3, Article 3 of the Guidelines (hereinafter collectively referred to as the "Guidelines and other documents"), as well as with matters specified in documents revised in line with Paragraph 4, Article 3 of the Guidelines.

2 Unless otherwise specified in the Guidelines and other documents, the account holding entity observes the instructions from the JCM implementing authorities.

Article 2

Alienation of the position as account holding entity and offering as collateral

The account holding entity may not alienate, transfer, offer as collateral or otherwise dispose of its position as account holding entity or its rights and duties to a third party or lend its name as the account holding entity.

Article 3

Information provision

1 When the account holding entity is required by the JCM implementing authorities to provide information, it promptly observes instructions from the JCM implementing authorities as far as the instructions are required for the implementation of the JCM in Japan.

2 When the account holding entity finds an error in records related to its entity holding account in the JCM registry of Japan, it reports, without delay, the error and the contents to be corrected to the JCM implementing authorities.

3 In the case of non-delivery or delayed delivery, of a notification from the JCM implementing authorities based on the Guidelines, caused by the negligence of information provision by the account holding entity, the notification that ended in non-delivery or delayed delivery is regarded as delivered at the time when it should have been normally delivered.

Article 4

Personal information
The JCM implementing authorities comply with the Act on the Protection of Personal Information, referring to the Guidelines for the Economic and Industrial Sectors concerning the Act on the Protection of Personal Information, or to the Guidelines concerning the Protection of Personal Information in the Business Sectors Governed by the Ministry of the Environment.

The account holding entity accepts in advance that the JCM implementing authorities provide the information of the account holding entity to stakeholders as far as it is required for the implementation of the JCM in Japan.

**Article 5**

**Indemnity**

1 When a problem arises with relation to the implementation of the JCM in Japan by the account holding entity, it is handled on the sole responsibility of the account holding entity. Even if damages are incurred to the account holding entity through the implementation of the JCM in Japan, the account holding entity may not claim the sharing of responsibility by the JCM implementing authorities unless there has been gross negligence with the JCM implementing authorities.

2 The JCM implementing authorities do not take any responsibility even if the abolition of the JCM registry of Japan in line with Article 8 of the Guidelines causes damage to the account holding entity.

3 The JCM implementing authorities do not take any responsibility even if document changes in line with Paragraph 4, Article 3 of the Guidelines cause damage to the account holding entity.

4 When the JCM implementing authorities receive a court order to seize the JCM credits of the account holding entity and take action accordingly, they do not take any responsibility for damage caused to the account holding entity or other third parties.

5 The JCM implementing authorities do not take any responsibility for damage incurred to the account holding entity due to the delayed or disabled recording or related improper operation caused by or associated to a natural disaster or other force majeure, failure of communication equipment (temporary or permanent), failure in a communication line with the account holding entity (wired or wireless), failure in the provision of service by an Internet service provider, interference by a computer virus, illegitimate use of the account by an unauthorized third party, or application failure in the Internet browser, unless there has been gross negligence with the JCM implementing authorities.

6 The JCM implementing authorities do not take any responsibility for damage caused by acts related to the implementation of the JCM in Japan in cases other than specified in
Paragraphs 1 through 5, unless there has been gross negligence with the JCM implementing authorities.

Article 6

**Exclusion of organized crime group**

When any of the following conditions applies to an account holding entity, the JCM implementing authorities may close the holding account of the account holding entity, restrict the transaction of JCM credits involving the account holding entity, and publish the measures implemented.

1) The account holding entity is an organized crime group (as defined in Item 2, Article 2 of the Act on Prevention of Unjust Acts by Organized Crime Group Members (Law No. 77 of 1991); the same applies hereinafter), or an executive officer of the legal entity (referring to an executive officer, the representative of a branch or sales office, or other individuals who are substantially related to business administration; the same applies hereinafter) is a member of an organized crime group (as specified in Item 6, Article 2 of the Act; the same applies hereinafter).

2) An executive officer utilizes an organized crime group or a member thereof for the purpose of making illicit profit to him/herself, to his/her company, or to any other third party or for the purpose of causing damage to a third party.

3) An executive officer directly or proactively cooperates in, or is related to, the maintenance and operation of an organized crime group, by funding them or by providing facilities thereto.

4) An executive officer knowingly has a socially condemnable relation with an organized crime group or a member thereof.

Article 7

**Governing law and the court with jurisdiction**

1 These Terms and Conditions are governed by the laws of Japan.

2 The JCM implementing authorities and the account holding entity endeavor to dissolve any doubt or dispute arising with relation to these Terms and Conditions, or to matters that are not specified herein, through reasonable consultation between the two entities.

3 The Tokyo District Court has the exclusive jurisdiction of the first instance over matters that cannot be dissolved through consultation as specified in the preceding paragraph with respect to rights and duties based on these Terms and Conditions and related special agreements.
**Supplementary provisions**

1. These terms and conditions take effect on the date of enforcement of the Guidelines.