

February 2, 2016

To whom it may concern

Yahoo Japan Corporation
Manabu Miyasaka, President & CEO
Stock code: 4689

Removal of Customer Information
by a Former Employee of Our Consolidated Subsidiary

We have found out that a former employee of our consolidated subsidiary, YJFX, Inc. ("YJFX") has taken out from the company's premises, without permission, over 180,000 customer information related to YJFX services and trade secrets, and that it could have been publicly viewed since it was saved on the Internet. After the discovery of this incident, YJFX made an immediate investigation and cut off the Internet access to this information. In addition, it demanded the deletion of this information that was saved in the devices privately possessed by the former employee. These devices are now in the custody of YJFX.

As a result of the access log analysis, we have found out that the effects on the 185,626 pieces of information that were taken out are as follows:

-128,220 pieces of information were in a status in which public browsing was possible, but were not accessed.

-56,665 pieces of information were accessed through search engine crawlers *.

-741 pieces of information were viewed by third parties (name and transaction information, etc.: 2; only transaction information, etc.: 739).

*Search engine crawlers mechanically gather information on the Internet for the purpose of displaying search results. It is different from specific users intentionally accessing the information, thus does not indicate that the information of the customers itself was viewed by third parties.

We would like to express our sincerest apologies to our customers, shareholders, investors and to everyone concerned.

We take the current incident extremely seriously and we will do our utmost to prevent the recurrence of such incident by entirely reviewing the information security management system of our subsidiaries.

1. Overview of facts

- Types and pieces of customer information taken out

<Users of “Gaika ex” / former MT4 service>

1	Name, address, bank account, telephone number, date of birth, e-mail address and transaction information, etc.	11
2	Name, address, bank account, date of birth, e-mail address and transaction information, etc.	49,211
3	Name, address, bank account, e-mail address and transaction information, etc.	1
4	Name, bank account, telephone number, e-mail address and transaction information, etc.	43
5	Name, address, bank account, telephone number, date of birth, name of employer and transaction information, etc.	1
6	Name, name of employer	31
7	Name, e-mail address and transaction information, etc.	10
8	Name and transaction information, etc.	14,558
9	Transaction information, etc. only	121,547
	Total	185,413

<C-NEX Service>

1	Name, bank account and transaction information, etc.	169
2	Name, address, bank account, date of birth, occupation, name of employer and transaction information, etc.	44
	Total	213

Total: Maximum 185,626 pieces (Gross basis)

*Transaction information, etc. includes transaction ID, date of account opening, information on deposits and withdrawals, order/contract information, balance information, information on campaigns, inquiry information.

**“Gaika ex” (Foreign exchange)

A standard FX transaction service for beginners to advanced customers

*Former MT4

An FX transaction service formerly provided by YJFX, in which programmed automatic transactions can be conducted

(The provision of MT4 service has been terminated on March 13, 2015)

*C-NEX

An FX transaction service for professionals that made high ratio of contracts with no limitation on transaction volume possible

*An overlap of user registration is possible for “Gaika ex”, former MT4 service and C-NEX service, thus the gross number of pieces of information is expressed as “Maximum”.

- Damage that has been identified at this time
There is no report from customers or damages identified within YJFX at this time.

- Support to our customers
Relevant customers will be individually notified by YJFX.

- Contact points for inquiries
YJFX! Inquiry form:
<https://www.yjfx.jp/inquiry/>

YJFX! Temporary inquiry desk (Japanese only) :

Tel: 0120-700-180

Reception hours:

Monday	07:00 – 24:00
Tuesday – Friday	00:00 – 24:00
Saturday	00:00 – 07:00

2. Sequence of events

January 28 (Thu) Night: YJFX received a report from external sources and began investigation of the facts.

January 29 (Fri): Identified that a former employee of YJFX had taken customer information and trade secrets out of the company's premises without permission, and had saved the information on the Internet. Requested the immediate cut-off of access to the information on the Internet and by night time, confirmed the cut-off of access to this information. Also, requested the search engine operators to delete the information from the search results.

January 30 (Sat): Visited the house of the former employee and questioned the former employee directly. Demanded the deletion of information that was saved in the devices privately possessed by the former employee and confirmed that the deletion was complete on the spot.

January 31 (Sun): Brought back and stored the devices in YJFX. Completed the identification of customer information that was removed.

February 1 (Mon): With the cooperation of the former employee, acquired the access logs to the removed information from the rental server operator, and began analysis on the logs.

February 2 (Tue): Completed analysis on the access logs to the information taken out. Confirmed that the deletion from the search results is complete.

3. Impact on our business results

At this moment, the impact on our consolidated business results is not yet determined. However, we expect that it will not have a material effect.

Disclaimer

This is an English translation of the captioned release. This translation is prepared and provided for the purpose of the reader's convenience. All readers are recommended to refer to the original version in Japanese of the release for complete information.