

20th May 2019

Dear Customers

Economic Sanctions on North Korea and Iran

Following are the economic sanctions imposed on North Korea & Iran by the Japanese Government as of date. You are kindly requested to submit additional documents if necessary to comply with the local regulations in relation to the economic sanctions.

North Korea

- 1) Ban on payments to North Korea such as remittance in favour of
 - (1) Natural person living in North Korea
 - (2) Juridical person or other group having its main office in North Korea
 - (3) Branch office or representative office of (2) located in a foreign country
 - (4) Juridical person, etc. substantially controlled by (1) or (2)
 - (5) Branch office, etc. of (4) located in a foreign country

Please note, as mentioned in (3) (4) (5) above, that location of beneficiary is not restricted to North Korea. Remittance to beneficiary in a third country other than North Korea will be also applicable to this regulation.

“Substantially controlled by” in (4) above means;

- More than 50% of issued shares are owned by (2)
- More than 50% of board members live in North Korea

Payment of JPY100,000 or less for humanitarian purpose only may be permitted.

- 2) Ban on import of goods of North Korean origin/import of goods shipped from North Korea
- 3) Ban on intermediary trade of goods of North Korean origin/import of goods shipped from North Korea
- 4) Ban on exports from Japan to North Korea without METI¹ approval
- 5) Ban on exports from a third country to North Korea without METI approval
- 6) Prior approval² required for payments, trades of means of payments/securities, capital transactions, service transactions providing support for North Korea’s nuclear related/ballistic missile related/other weapons of mass destruction related programmes and activities.

Iran

- 1) Ban on payments (trade related & non-trade related) for the purpose of supporting Iran’s nuclear activities.
- 2) Ban on payments (trade related & non-trade related) for the purpose of supporting Iran’s activities relating to supply of large conventional weapons etc.

¹ Ministry of Economy, Trade and Industry of Japan.

Effectively ban on all exports to North Korea as METI will not give approval.

² Effectively ban on these transactions as approval will not be given.