



Escrow for Money to Purchase Vessels

INFORMATION GUIDE

>>> Escrow for Money to Purchase Vessels

We provide big safety.

Transactions go with various anxieties, especially so if it is a large volume transaction of purchasing vessels.

EAJ Trust Escrow for Money to Purchase Vessels provides complete safety both to buyer and seller, including secure management of purchase money, its delivery after confirming delivery of vessel※, and its refund if the breach of contract occurs.

Our system is to provide necessary safety for business, securing right judgement and quick decision.

※ Vessel delivery will be confirmed by payment instruction executed jointly by both buyer and seller. Therefore, EAJ Trust does not confirm nor guarantee actual delivery, registration or enrolment of the vessel.



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“Safety” from various angles

- With money to purchase vessel in trust, it is kept in safety until delivery of the vessel.
- Without consents both by seller and buyer, purchase money will not be released.
- Even if the trustee goes bankrupt, purchase money will be protected as trust estate based on Trust Act.

Furthermore, the system can be used “reasonably”.

- You can use the system by \$10,000 per transaction.
- The fee is a fixed amount regardless of purchase money volume.
※ The above fee amount is applicable with a trust term of within one year and one time payment.

Escrow Agent Japan Trust, Inc.

We were established as a 100 percent subsidiary of Escrow Agent Japan, Inc., which is listed on JASDAQ. Our main service is to provide escrow service for purchase money at transactions, and to manage deposit money from clients to lawyers and certified public accountant.

Name	Escrow Agent Japan Trust, Inc.
Address	4th Fl., Dia Yaesuguchi Bldg., 2-2-1 Yaesu, Chuo-ku, Tokyo, Japan 104-0028
Phone	81-3-6703-0507
Email	info_trust@ea-j.jp
Capital	100 million Japanese Yen (Capital Reserve 50 million Japanese Yen)
Incorporated	15 May, 2014
Registration	Registered Number 11 as Custodian Type Custodian Trust Business on August 25, 2014, by Director General of Kanto Finance Bureau

Escrow Agent Japan, Inc.

Escrow Agent Japan, Inc is providing escrow service and also BPO(Business Process Outsourcing) service.

>Escrow Service
Escrow service at real estate transaction settlement and service for specialists engaged in the settlement.

>BPO Service
Mainly for business processing at banks and other financial institutions.

Name	Escrow Agent Japan Trust, Inc.
Address	4th Fl., Dia Yaesuguchi Bldg., 2-2-1 Yaesu, Chuo-ku, Tokyo, Japan 104-0028
Phone	81-3-6703-0500
Email	info@ea-j.jp
Capital	243.192 million Japanese Yen
Incorporated	April, 2007
Ticker symbol	6093(JASDAQ)

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Escrow for Money to Purchase Vessels provides peace of mind and safety.

Escrow for Money to Purchase Vessels serves to provide secure and safe transaction utilizing trust.

In case of vessel sales, purchase money will be settled amid a broad range of actions like registration, enrolment, delivery of the vessel to the buyer, and this escrow system is to secure certainty and safety of purchase money delivery under the situation.

When a vessel sales contract signed, deposit money and the balance payment sum will be temporary entrusted to our trust account and managed safely.

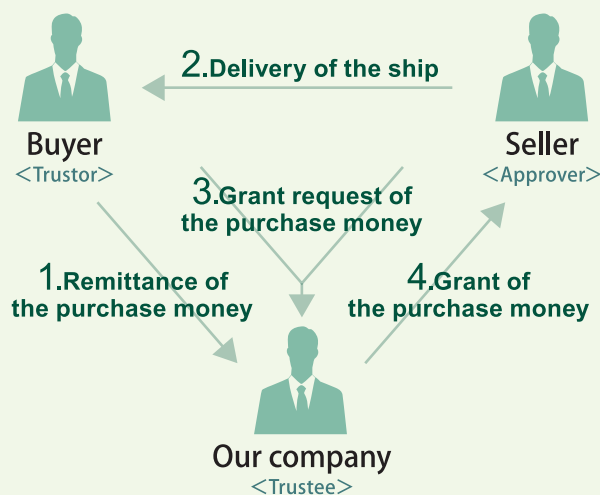
When the vessel's registration finished and delivery completed, purchase money will be remitted to seller by consent of both seller and buyer.

Thus, we are a neutral party to promote safe and reliable transaction.

Structure of Escrow Trust Agreement (Money to Purchase Vessels)

Trust agreement

concluded between buyer, seller and our company



What is escrow?

Escrow is a service provided by a neutral third party to secure safe delivery of purchase money at the time of products or real estate sales transactions. The system is widely used in the U.S. and other countries as a means to separate risks such as contract breach, non payment, etc.

Benefit to buyer

If purchased product is not delivered by seller, or if it is different from the product agreed in the sales contract, buyer can cancel the agreement and can get back purchase money.

Benefit to seller

Since seller can deliver product after confirming buyer payment of purchase money, seller can secure money payment by buyer for sure.

What is trust?

Trust is a system in which seller's asset be transferred to the trustee, and then that asset be managed by the trustee according to the purpose of trust.

Trust system has bankruptcy remoteness, and creditor of the trustee cannot compulsory execute or seize trusted asset.

In other words, even when the trustee (trust company) goes bankrupt, the trusted asset will be protected.

Bankruptcy remoteness

- The trusted asset will belong to the trustee, not to the buyer, and will not be affected by bankruptcy of the buyer.
- The trusted asset will not be compulsory executed by creditors of the trustee (stipulated in the Article 25 of Trust Act). Therefore, it will not be affected by bankruptcy of trustee.

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Product Overview

Product name	Escrow Trust Agreement (Money to Purchase Vessels)
Eligible party	Corporation in and out of Japan (including affiliated company located in the flag of convenience). Transactions with corporations in certain countries and areas cannot be applicable.
Trust fee	\$ 10,000 (excluding tax), if the trust term is within one year and one time delivery instruction. In addition, various handling fees like lifting charge, remittance charge, etc. will incur separately.
Midterm cancellation	This agreement cannot be cancelled during the term, except under the consent between trustor and approver based on following reasons stipulated in the trust agreement. 1. When public document which decides to whom trust principal be delivered, such as court final decision, mediation record, is submitted either by trustor or approver and followed by trustee delivering entire trust principal; 2. When no delivery instruction made until the set date, and seller or buyer has no objection as to ending trust agreement. 3. When involvement of anti-social force be found.
Trust term	Until the day of termination of the trust agreement upon terms stipulated in the agreement
Type of trust asset	Cash (US Dollars)
Management	Manage cash in the trust account (no investment activities)

Question in English

We can respond to your questions in English (by email only). You may ask our legal counsel about your questions via e-mail, and he will reply to your question in English. The contact information of our legal counsel is as follows:

Name: Masato Yamanaka (attorney at law, Baker & McKenzie)

Email: Masato.Yamanaka@bakermckenzie.com

Escrow Agent Japan Trust, Inc.

Number 11 as Custodian Type Custodian Trust Business
by Director General of Kanto Finance Bureau

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