

Enforcement Rules for Business Regulations

(as of May 9, 2011)

Tokyo Stock Exchange, Inc.

Rule 1. Purpose

These Regulations shall prescribe matters specified by the Exchange pursuant to Business Regulations (hereinafter referred to as the “Regulations”).

Rule 1-2. Securities Finance Company Designated by the Exchange

The securities finance company designated by the Exchange as prescribed by Rule 1-3, Paragraph 3 of the Regulations shall be Japan Securities Finance Co., Ltd.

Rule 1-3. Issues Specified by the Exchange

Issues specified by the Exchange as prescribed by Rule 2, Paragraph 1, Item 2 of the Regulations are, out of issues which meet all of the following items, issues which are deemed necessary by the Exchange.

- (1) The number of shareholders at the time of listing is expected to be 500,000 or more; and
- (2) An issue to be newly listed in conjunction with conversion from a mutual corporation to a stock corporation based on the Insurance Business Act (Act No. 105 of 1995).

Rule 2. Transactions Other Than Transactions through Trading System

1. Transactions specified by the Exchange as prescribed in the proviso of Rule 6 of the Regulations shall be cash transactions in stocks, bonds (excluding government bonds), convertible bonds and exchangeable corporate bonds.
2. Notwithstanding the provisions of the preceding paragraph, the Exchange may make trading participants temporarily carry out transactions other than transactions specified in the preceding Paragraph through non-trading system trading if the Exchange deems this necessary from the viewpoint of the state of trading system transactions, etc. In this case, the Exchange shall notify trading participants of the details in advance.

Rules 3 and 4. Deleted.

Rule 5. Period of When-Issued Transactions

The day specified by the Exchange as prescribed by Rule 9, Paragraph 7 of the Regulations shall be a day which is three days prior (excluding holidays; the same shall apply in calculating the number of days) to the day on which a new registration is made for new stocks at JASDEC, except as otherwise specified by the Exchange on a case by case basis as deemed especially necessary by the Exchange.

Rule 6. Order of Simultaneous Quotes

1. The order of quotes made simultaneously as prescribed by Rule 10, Paragraph 2, Item 2, Sub-item b of the Regulations and quotes where the order of the time at which they are made is not clear (hereinafter collectively referred to as “simultaneous quotes”) shall be in

the order from a trading participant with a greater quantity of a quote to a trading participant with a smaller quantity of a quote (in the order of the record in the trading system if the quantity of the quote is the same; provided, however, that in cases where a market order is deemed the quote at the price at the limit of the price range pursuant to Rule 10, Paragraph 4 of the Regulations, the order shall be in the order of the record in the trading system from a market order to the quote in such price) for each trading participant who makes a simultaneous quote, and quotes in the quantity for the trading unit (hereinafter referred to as the “minimum unit”) of the stock shall have precedence sequentially over quotes in quantity other than the minimum unit.

2. Notwithstanding the provisions of the preceding paragraph, the order of quotes made simultaneously for bonds shall be as provided in each of the following items.

(1) Quotes in the quantity for the trading unit of the stock shall have precedence sequentially over quotes in quantity other than the quantity five (5) times the minimum unit until they reach the quantity five (5) times the minimum unit in the order from a trading participant with a greater quantity of a quote to a trading participant with a smaller quantity of a quote (in the order of the record in the trading system if the quantity of the quote is the same; the same shall apply in the following item) by the unit of a trading participant who makes a simultaneous quote.

(2) The order of quotes of the quantities of the parts other than the quantity five (5) times the minimum unit shall be as prescribed in the following, by the unit of a trading participant in the order of a trading participant with a greater quantity of a quote to a trading participant with a smaller quantity of a quote.

a. The first order

The quantity obtained by multiplying the quantity of the quote by one third (if a fraction less than the minimum unit occurs, it shall be rounded up to the nearest minimum unit; the same shall apply hereinafter in this item).

b. The second order

The quantity obtained by multiplying the quantity (excluding the quantity in the preceding a.) by one half.

c. The third order

All quantities excluding the quantities in the preceding a. and b.

Rule 7. Deleted.

Rule 8. Suspension of Trading

The cases where trading is suspended as prescribed in Rule 10, Paragraph 3 of the Regulations and Rule 12, Paragraph 2, Item 2 of the Regulations means cases where trading is suspended pursuant to the provisions of Items 2 through 5 of Rule 29 of the Regulations.

Rule 9. Deleted.

Rule 10. Matched Quantity in Cases that Contract Prices are Determined

The quantity of quotes on the other side determined by the Exchange as prescribed by Rule 12, Paragraph 3, Item 3, Sub-item b of the Regulations shall be quantities greater than or equal to the minimum unit.

Rule 11. Quote Indications

Quote indications prescribed in Item 4, Paragraph 2 and the brackets of Paragraph 6 of Rule

12, the brackets of Rule 43, and the brackets of Paragraph 1, Rule 46 of the Regulations shall be special quote displays prescribed in Rule 10 of the Rules Concerning Quotes, or sequential trade quote displays prescribed in Rule 11 of the same regulations.

Rule 12. Price Range of Transactions Which Determine Contract Prices at Closing of Trading Session

In accordance with the classification of securities referenced in each of the following items, a price range specified by the Exchange as prescribed in Rule 12, Paragraph 7 of the Regulations shall be as prescribed in each of such items; provided, however, that a price range shall be specified by the Exchange on a case by case basis if the following range is not appropriate due to changes in quotes, etc.:

(1) Stocks

In accordance with the classification of the following base prices, the range shall be as follows.

Base Price		Range	
		Up/Down	
Less than 200 yen			5 yen
200 yen or more	to less than 500 yen	“	8 yen
500 yen or more	to less than 700 yen	“	10 yen
700 yen or more	to less than 1,000 yen	“	15 yen
1,000 yen or more	to less than 1,500 yen	“	30 yen
1,500 yen or more	to less than 2,000 yen	“	40 yen
2,000 yen or more	to less than 3,000 yen	“	50 yen
3,000 yen or more	to less than 5,000 yen	“	70 yen
5,000 yen or more	to less than 7,000 yen	“	100 yen
7,000 yen or more	to less than 10,000 yen	“	150 yen
10,000 yen or more	to less than 15,000 yen	“	300 yen
15,000 yen or more	to less than 20,000 yen	“	400 yen
20,000 yen or more	to less than 30,000 yen	“	500 yen
30,000 yen or more	to less than 50,000 yen	“	700 yen
50,000 yen or more	to less than 70,000 yen	“	1,000 yen
70,000 yen or more	to less than 100,000 yen	“	1,500 yen
100,000 yen or more	to less than 150,000 yen	“	3,000 yen
150,000 yen or more	to less than 200,000 yen	“	4,000 yen
200,000 yen or more	to less than 300,000 yen	“	5,000 yen
300,000 yen or more	to less than 500,000 yen	“	7,000 yen
500,000 yen or more	to less than 1,000,000 yen	“	10,000 yen
700,000 yen or more	to less than 1,000,000 yen	“	15,000 yen
1,000,000 yen or more	to less than 1,500,000 yen	“	20,000 yen
1,500,000 yen or more	to less than 2,000,000 yen	“	30,000 yen
2,000,000 yen or more	to less than 3,000,000 yen	“	40,000 yen
3,000,000 yen or more	to less than 5,000,000 yen	“	50,000 yen
5,000,000 yen or more	to less than 7,000,000 yen	“	100,000 yen
7,000,000 yen or more	to less than 10,000,000 yen	“	150,000 yen
10,000,000 yen or more	to less than 15,000,000 yen	“	300,000 yen
15,000,000 yen or more	to less than 20,000,000 yen	“	400,000 yen
20,000,000 yen or more	to less than 30,000,000 yen	“	500,000 yen
30,000,000 yen or more	to less than 50,000,000 yen	“	700,000 yen

50,000,000 yen or more

1,000,000 yen

(2) Bonds

10/100 yen

Rule 13. Cancellation of Transactions

1. Cancellation of transactions carried out pursuant to the provisions of Rule 13, Paragraph 1 of the Regulations shall be as prescribed in each of the following items:

(1) Where a transaction with a quantity or an amount in excess of a quantity or an amount specified in the following a. through d. is effected due to an erroneous order and settlement of such transaction is extremely difficult, the trading participant who has placed the erroneous order may apply for cancellation of the transaction using the form predetermined by the Exchange only before 60 minutes, as a general rule, have lapsed following the time when trading is suspended pursuant to the provisions of Rule 29, Item 5 of the Regulations, when trading pertaining to ToSTNeT transactions is suspended pursuant to the provisions of Rule 19, Item 5 of Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning ToSTNeT Market or when announcement is made as to such erroneous order pursuant to the provisions of Rule 77-2 of the Regulations, whichever is earlier.

a. Domestic stocks (meaning stocks issued by domestic corporations, subscription warrant securities issued by domestic corporations, investment trust beneficiary certificates, and investment securities; the same shall apply hereinafter) and domestic commodity trust beneficiary certificates:

The quantity obtained by multiplying the quantity specified in Rule 22, Paragraph 1, Item 1 by two (2) (the quantity specified in the same item if the state of making the settlement of such transaction extremely difficult is recognized).

b. Foreign stocks:

(a) A foreign stock listed on multiple markets (meaning (i) a foreign stock listed or continuously traded on a financial instruments exchange or an organized over-the-counter market in a foreign country (hereinafter referred to as a “foreign financial instruments exchange, etc.”), (ii) a foreign stock whose foreign stock depositary receipts representing its rights are listed or continuously traded on a foreign financial instruments exchange, etc., (iii) a foreign stock depositary receipt whose underlying foreign stock pertaining to represented rights is listed or continuously traded on a foreign financial instruments exchange, etc., and (iv) beneficiary certificates of a beneficiary certificate issuing trust in cases where its trust assets are foreign stocks or foreign stock depositary receipts representing rights to such foreign stocks, or where its trust assets are foreign indicator-tracking securities are listed or continuously traded on a foreign financial instruments exchange, etc.; the same shall apply hereinafter).

The quantity prescribed in Rule 22, Paragraph 1, Item 2, Sub-item a.

(b) Foreign stocks other than those in the preceding (a):

The quantity obtained by multiplying the quantity prescribed in Rule 22, Paragraph 1, Item 2, Sub-item b by two (2) (the quantity prescribed in the same item in cases where settlement of such transaction is deemed to be particularly difficult)

c. A convertible bond or an exchangeable corporate bond:

The amount of value prescribed in Rule 22, Paragraph 1, Item 3

- (2) In case that an application in the preceding item has been made, if the Exchange conducts hearings about circumstances with a trading participant who has made such application, and deems that settlement of a transaction pertaining to such application is extremely difficult, thereby likely disrupting the market of the Exchange, the Exchange cancels the transaction.
2. In addition to the provisions of the preceding paragraph, if the Exchange deems that settlement of a transaction effected due to an erroneous order is extremely difficult and that it is necessary to avoid disruption in the market of the Exchange, the Exchange cancels the transaction pursuant to the provisions of Rule 13, Paragraph 1 of the Regulations.

Rule 14. Scope of Cancellation of Transactions

Transactions specified by the Exchange as prescribed in Rule 13, Paragraph 1 of the Regulations shall be all transactions (limited to transactions of the stock for which such erroneous order has been placed) which have been effected during the period from the time when the first transaction pertaining to the erroneous order is effected to the time when trading is suspended pursuant to the provisions of Rule 29, Item 5 of the Regulations (in the case that trading is not suspended, to the time when such erroneous order is publicized pursuant to the provisions of Rule 77-2 of the Regulations).

Rule 15. Trading Unit of Stock

The trading unit of an issue prescribed in the provisions of Rule 15, Item 1, Sub-item a (c) of the Regulations shall be the number of shares specified by the Exchange on a case by case basis in response to declaration by the issuer when the Exchange deems necessary in cases where the issuer of such issue has announced a policy that it will lower the number of shares in the Share Unit within a certain period of time in disclosure made pursuant to the provisions of Rule 409 of the Securities Listing Regulations or in other cases.

Rule 16. Trading Units of Bonds Other Than Government Bonds

The trading unit of a bond prescribed in Rule 15, Item 5, Sub-item a of the Regulations shall be a face value.

Rule 17. Trading Unit of Convertible Bond

The trading unit of a convertible bond or an exchangeable bond prescribed in Rule 15, Item 6, Sub-item a of the Regulations shall be a face value.

Rule 18. Ex-Dividend Date, etc.

Ex-dividend dates, etc. prescribed in Rule 25, Paragraph 1 of the Regulations shall be days specified in each of the following items:

(1) Cash transactions

A day (hereinafter referred to as the “Record Date for Rights”) following the day specified in the following a to c in accordance with the classification of securities specified in such a to c.

a. Domestic stocks

A record date to fix persons who receive dividends, subscription warrants, and other rights or persons who exercise voting rights as shareholders (including preferred equity investors and investors) at a general shareholders meeting (including a general meeting of preferred equity investors and a general meeting of investors)

b. Foreign stocks (excluding foreign securities trust beneficiary certificates)

In cases of registered stocks, a record date to fix persons who receive dividends, subscription warrants, or other rights, or a day preceding a day on which a shareholder register (including beneficiary registers, investor registers, and holder registers) closes. In cases of bearer stocks, a day preceding a day on which dividend payment begins, a day preceding a day on which a period for applying for new stock (including beneficiary rights of foreign investment trusts, investing units of foreign investment securities, and rights represented on foreign stock depositary receipts) begins or the final date of the share deposit period, etc. However, where the Exchange deems that it is necessary to separately decide such dates with respect to foreign stocks, it shall be a day designated by the Exchange on a case by case basis.

c. Beneficiary certificates of a beneficiary certificates issuing trust

A day to fix persons who receive the right to receive payment of benefits pertaining to trust assets or other rights.

(2) Regular transactions

A day two (2) days prior to the Record Date for Rights (where the Record Date for Rights falls on a non-business day, it shall be a day three (3) days prior to the Record Date for Rights).

Rule 18-2. Date on which Trading Starts for Stock after Reverse Stock Split

The date on which trading starts for stock after the reverse stock split as prescribed in Rule 25-2 of the Regulations shall be the day specified in each of the following Items.

(1) Cash transactions

Effective date of said reverse stock split (it shall be a day following such effective date if the date falls on a non-business day)

(2) Regular transactions

Day which is three days prior to the effective date of such reverse stock split

Rule 19. Day of Change in Acquisition Value, etc.

The day of change in acquisition value, the day of change in the represented number of shares, the day of change in the terms for exercise, and the day of change in the terms for exchange shall be days set forth in each of the following items:

(1) Cash transactions

A day following; (i) a day immediately prior to a day on which an acquisition price set forth by a listed company changes (If commissioning of acquisition requests on said day is suspended at JASDEC, it shall be the final day of a period during which acquisition requests can be made on the condition applied before such change); (ii) a day (where the Exchange deems it necessary to set a different day, a day designated by the Exchange on a case by case basis) immediately prior to a day on which the number of represented shares set forth by a depository pertaining to foreign stock depositary receipts (where a period in which exchange of foreign stock depositary receipts with the foreign stock pertaining to rights represented on such foreign stock depositary receipts is suspended or restricted is set by such depository, the commencement day of such period); (iii) a day immediately prior to a day on which the terms for exercise determined by an issuer of a convertible bond, etc. changes (If commission of exercise requests is suspended on said day at JASDEC, it shall be the final day of a period during which exercise requests can be made on the condition applied before such change); and (iv) a day immediately prior to a day on which the terms for exchange determined by an issuer of an exchangeable corporate bond changes (hereinafter referred to as the “old terms final application day”),

respectively.

(2) Regular transactions

It shall be as specified in the following a. or b.

- a. Date of change in the acquisition value or date of change in the represented number
A day two (2) days prior to the old terms final application day (where the old terms final application day falls on a non-business day, a day three (3) days prior to the old terms final application day). However, where, with regard to trading of interest-bearing convertible bonds and interest-bearing exchangeable corporate bonds, a day (where it falls on a non-business day, it shall be moved backward in order; the same shall apply hereinafter) immediately prior to the old terms final application day falls on a day immediately prior to an interest payment day, a day four (4) days prior to the old terms final application day (where the old terms final application day falls on a non-business day, it shall be a day five (5) days prior to the old terms final application day).

Rule 19-2. Days on Which Transactions are Made as Ex-Rights Related to Rights to Claim Redemption before Maturity

A day on which a transaction is made as ex-rights pertaining to rights to claim redemption before maturity as prescribed in Rule 26-2 of the Regulations shall be a day specified in each of the following items:

(1) Cash transactions

A day following a day on which the period for claiming redemption before maturity ends

(2) Regular transactions

A day three (3) days prior to a day on which the period for claiming redemption before maturity ends (where the day on which said period ends falls on a holiday, it shall be a day four (4) days prior to a day on which said period). However, , where, with regard to trading of interest-bearing convertible bonds and interest-bearing exchangeable corporate bonds, a day immediately prior to a day on which the period for claiming redemption before maturity ends falls on a day immediately prior to an interest payment day, it shall be a day four (4) days prior to a day on which a period of rights to claim for redemption before maturity ends (where the day on which said period ends falls on a holiday, it shall be a day five (5) days prior to a day on which said period ends)

Rule 20. Amount Corresponding to Amount of Tax Deducted in Calculation of Accrued Interest

An amount set forth by the Exchange as an amount corresponding to an amount of tax as prescribed in Rule 28 of the Regulations shall be an amount (rounding down a fraction less than one (1) yen) produced by multiplying an interest by 20/100.

Rule 21. Trading Halt

Trading halt implemented pursuant to the provisions of Rule 29 of the Regulations shall be as prescribed in each of the following items.

- (1) Trading halt in such bonds or convertible bonds in the cases enumerated in Rule 29, Item 1 of the Regulations shall, as a general rule, be effective for a period from a day three (3) days prior to an announcement day of a lottery number of a redemption by lot (where an announcement day of a lottery number falls on a holiday, it shall be a day four (4) days prior to such day) to an announcement day of a lottery number.
- (2) Trading halt in the cases enumerated in Rule 29, Item 2 of the Regulations shall, if

information is available concerning a fact for which disclosure is required pursuant to the Securities Listing Regulations regarding a security or its issuer, etc., be effective for a period from the time when the Exchange deems it necessary, to the time whereby fifteen (15) minutes have passed since the Exchange confirms whether the issuer has made announcement regarding authenticity and details of such information, etc. (in cases where it falls under a reason for designation as a Security Under Supervision or Security To Be Delisted or there deems to be such likelihood, to the time whereby fifteen (15) minutes have passed since the Exchange makes an announcement concerning a decision of designation as a Security Under Supervision or a Security To Be Delisted,); Provided, however, that the Exchange may extend the trading halt if the Exchange has decided to designate such stock as a Security to be Delisted, or if the Exchange deems that continuation of the trading halt is appropriate.

- (3) Trading halt in the cases enumerated in Rule 29, Items 3 and 4 of the Regulations shall be effective for a period deemed necessary by the Exchange on a case by case basis.
- (4) Trading halt in the cases enumerated in Rule 29, Item 5 of the Regulations shall be effective for a period set forth in the following a or b.
 - a. Where the Exchange cancels a transaction;
A period that the Exchange deems necessary on a case by case basis
 - b. Where the Exchange does not cancel the transactions
A period from the time of starting the trading halt to the time whereby fifteen (15) minutes have passed since the Exchange announces that it does not cancel the transactions

Rule 22. The Cases Where the Exchange Deems It Necessary to Make a Public Announcement as to Possibility of Cancellation

1. In accordance with the classification of securities enumerated in each of the following items, the Exchange shall implement trading halts in the cases set forth in Rule 29, Item 5 of the Regulations, as a general rule, in the event that a transaction(s) exceeding a quantity or an amount of value specified in each of such items is effected due to the erroneous order:
 - (1) Domestic stocks and domestic commodity trust beneficial certificates
A quantity corresponding to 10% of the number of listed shares (meaning the number of units of listed preferred equity investments in the case of preferred equity investment securities; the number of units of listed beneficiary rights in the cases of investment trust beneficiary certificates and domestic commodity trust beneficiary certificates; and the number of listed investment units in the case of investment securities)
 - (2) Foreign stocks
 - a. A multiply listed foreign stock
A quantity corresponding to a 20,000-fold trading unit
 - b. A foreign stock other than the foreign stock in the preceding a.
The quantity corresponding to 10% of the total number of listed shares (meaning (i) the number of listed beneficiary right units in the cases of foreign securities trust beneficiary certificates and beneficiary certificates of foreign beneficiary certificate issuing trust, (ii) the number of listed investing units in the case of foreign investment securities (meaning the quantity of foreign investment securities in the case of foreign investment securities similar to investment corporation bonds), and (iii) the number of listed depositary receipts in the case of foreign stock depositary receipts)
 - (3) Convertible bonds or exchangeable corporate bonds
A face value of two (2) billion yen

2. In addition to the provisions of the preceding paragraph, the Exchange shall implement trading halts in the cases enumerated in Rule 29, Item 5 of the Regulations pertaining to bonds if the Exchange deems it necessary.

Rule 23 to Rule 26. Deleted.

Rule 27. Application for Approval of Transactions for Correcting Errors, etc.

A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 41 of the Regulations shall make an application in a form predetermined by the Exchange.

Rule 27-2. Transactions for Reinstatement

1. A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 41-2 of the Regulations shall make an application in a form predetermined by the Exchange.
2. Where an application in the preceding paragraph meets all of the following items, the Exchange shall grant the approval:
 - (1) Any of the following transactions (hereinafter referred to as a “sequence transactions”) has been made during the period from the time when the first transaction pertaining to the erroneous order was made to the time when the trading halt was implemented pursuant to Rule 29, Item 5 of the Regulations (in the case that a trading halt was not implemented, the time when such erroneous order was publicized pursuant to the provisions of Rule 77-2 of the Regulations):
 - a. A purchase with sale proceeds after a sale pertaining to the canceled transaction or a sale of said securities bought after the purchase that has been made by a customer who entrusted an order pertaining to such cancelled transaction through entrusting to the identical trading participant to whom the customer entrusted the order pertaining to such canceled transaction,
 - b. A transaction for obligation fulfillment of purchase value loaned or security sold through margin transactions (limited to the obligation fulfillment on a day which falls on the deferred deadline for obligation fulfillment), and
 - c. A transaction for settlement of a transaction in the underlying securities effected due to an exercise of rights in securities options trading.
 - (2) A sale or a purchase pertaining to the cancelled transaction is not made on a trading discretionary agreement or for a principal account of a financial instruments firm (limited to firms who have registered for business pertaining to acts enumerated in Rule 28, Paragraph 1, Item 1 of the Act) or an exchange trading authorized firm.
 - (3) A person who entrusted the order becomes not able to settle sequence transactions because the transaction is canceled.
3. Transactions for reinstatement may be made up to a quantity per customer specified in each of the following items in accordance with the classification of securities referenced in each of the following items; provided, however, that when the trading participant makes an application prescribed in Rule 18, Paragraph 1 of the Enforcement Rules for Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning ToSTNeT Market, such ceiling shall be applied to the total of transactions for reinstatement and transactions in Rule 21, Paragraph 1 of Special Regulations of Business Regulations and Brokerage Agreements Standards Concerning ToSTNeT Market:

(1) Stocks

The quantity (any fraction less than 10 shall be rounded up.) obtained by the following formula:

$$(20 \text{ million yen} / A) / B$$

A: The base price (in the case that there is no base price, it shall be a price specified by the Exchange on a case by case basis; the same shall apply in the next item) on the day on which the transaction in the stock pertaining to the cancelled transaction was made.

B: The trading unit of such stock

(2) Bonds, convertible bonds, and exchangeable corporate bonds

The quantity (any fraction less than 10 shall be rounded up.) obtained by the following formula:

$$(20 \text{ million yen} / C) / D \times 100$$

C: The base price on the day on which the transaction in the issue pertaining to the cancelled transaction was made.

D: The face value of such issue

Rule 27-3. Cases that the Exchange Deems It Inappropriate From the Viewpoint of Trading Supervision

The cases where the Exchange deems it inappropriate from the viewpoint of trading supervision as prescribed in Rule 42, Paragraph 1 of the Regulations shall be cases prescribed in each of the following items:

- (1) The case where, with regard to a security pertaining to an off-auction distribution, four (4) weeks have not yet passed from a day on which the last off-auction distribution was conducted (excluding cases where an off-auction distribution is conducted within the scope of a quantity in which no transaction was effected in the last off-auction distribution);
- (2) The case where 10 days have not yet passed from a day on which an issuer of a security pertaining to an off-auction distribution made, pursuant to the Securities Listing Regulations, disclosure concerning matters prescribed in Article 166, Paragraph 2, Items 1 through 3 and Items 5 through 7 of the Act (equivalent matters in cases of investment trust beneficiary certificates, foreign investment trust beneficiary certificates, investment securities, foreign investment securities, beneficiary certificates of a beneficiary certificate-issuing trust (excluding foreign securities trust beneficiary certificates whose trust assets are stocks issued by a foreign corporation), and beneficiary certificates of a foreign beneficiary certificates issuing trust,);
- (3) The case where no confirmation can be made that securities pertaining to an off-auction distribution are not such securities as have been acquired within a year in a method other than general offering, share allotment to shareholders, secondary offering, buying in a financial instruments exchange market or any other method deemed appropriate by the Exchange; and
- (4) The case where the state of trading in a trading session for a security pertaining to an off-auction distribution is deemed to be unusual or there deems to be such likelihood, and the Exchange deems that it is inappropriate to carry out an off-auction distribution.

Rule 28. Quantity of Off-Auction Distribution

1. The customer's sale order quantity specified by the Exchange as prescribed in Rule 42, Paragraph 1 of the Regulations (meaning, in the case where two (2) or more customers

entrust off-auction distributions simultaneously on the same terms, the total of the quantity of sale orders of said customers) shall be the quantity enumerated in each of the following items based on a daily average trading volume (trading volume of regular transactions) for the last six (6) months in trading sessions of such issue (where the day on which the Exchange receives notification concerning to an off-auction distribution falls on a day between the 1st and 20th of a month, it shall be the six (6) month period starting from the month two (2) months prior to the month of such reception, and where the day falls on a day between 21st and the end of a month, it shall be the six (6) month period starting from the month one month prior to the month of such reception); provided, however, that necessary matters concerning a daily average trading volume of an issue for which six (6) months has not yet elapsed shall be prescribed by the Exchange on a case by case basis.

- (1) Domestic stocks (excluding preferred equity investment securities, investment trust beneficiary certificates, and investment securities)
- a. Stocks whose trading unit exceeds one hundred (100) shares

Daily average trading volume	Quantity	
	Stocks on the First Section Market	Stocks on the Second Section Market (including stocks listed on Mothers; the same shall apply in this item)
Less than 50,000 shares	200,000 shares	100,000 shares
50,000 shares or more, but less than 100,000 shares	300,000 shares	150,000 shares
100,000 shares or more, but less than 500,000 shares	500,000 shares	250,000 shares
500,000 shares or more, but less than 1 million shares	800,000 shares	400,000 shares
1 million shares or more, but less than 2 million shares	1,000,000 shares	500,000 shares
2 million shares or more, but less than 3 million shares	2,000,000 shares	1,000,000 shares
3 million shares or more	3,000,000 shares	1,500,000 shares

b. Stocks whose trading unit is more than one (1) share but less than 100 shares

Daily average daily trading volume	Quantity	
	Stock on the First Section Market	Stock on the Second Section Market
Less than 50,000 shares	40,000 shares	20,000 shares
50,000 shares or more, but less than 100,000 shares	60,000 shares	30,000 shares
100,000 shares or more, but less than 500,000 shares	100,000 shares	50,000 shares
500,000 shares or more, but less than 1 million shares	160,000 shares	80,000 shares
1 million shares or more, but less than 2 million shares	200,000 shares	100,000 shares
2 million shares or more, but less than 3 million shares	400,000 shares	200,000 shares
3 million shares or more	600,000 shares	300,000 shares

c. Stocks whose trading unit is one (1) share

Daily average trading volume	Quantity	
	Stock on the First Section Market	Stock on the Second Section Market
Less than 50 shares	200 shares	100 shares
50 shares or more, but less than 100 shares	300 shares	150 shares
100 shares or more, but less than 500 shares	500 shares	250 shares
500 shares or more, but less than 1,000 shares	800 shares	400 shares
1,000 shares or more, but less than 2,000 shares	1,000 shares	500 shares
2,000 shares or more, but less than 3,000 shares	2,000 shares	1,000 shares
3,000 shares or more	3,000 shares	1,500 shares

- (2) Foreign stocks (excluding foreign investment trust beneficiary certificates, foreign investment securities, foreign stock depositary receipts, foreign securities trust beneficiary certificates, and beneficiary certificates of a foreign beneficiary certificate issuing trust)

a. Stocks whose trading unit is a thousand (1,000) shares

Daily average trading volume	Quantity
Less than 50,000 shares	100,000 shares
50,000 shares or more, but less than 100,000 shares	150,000 shares
100,000 shares or more, but less than 500,000 shares	250,000 shares
500,000 shares or more, but less than 1 million shares	400,000 shares
1 million shares or more, but less than 2 million shares	500,000 shares
2 million shares or more, but less than 3 million shares	1,000,000 shares
3 million shares or more	1,500,000 shares

b. Stocks whose trading unit is five hundred (500) shares

Daily average trading volume	Quantity
Less than 25,000 shares	50,000 shares
25,000 shares or more, but less than 50,000 shares	75,000 shares
50,000 shares or more, but less than 250,000 shares	125,000 shares
250,000 shares or more, but less than 500,000 shares	200,000 shares
500,000 shares or more, but 1 million shares	250,000 shares
1 million shares or more, but less than 1,5 million shares	500,000 shares
1,5 million shares or more	750,000 shares

c. Stocks whose trading unit is a hundred (100) shares

Daily average trading volume	Quantity
Less than 5,000 shares	10,000 shares
5,000 shares or more, but less than 10,000 shares	15,000 shares
10,000 shares or more, but less than 50,000 shares	25,000 shares
50,000 shares or more, but less than 100,000 shares	40,000 shares
100,000 shares or more, but less than 200,000 shares	50,000 shares
200,000 shares or more, but less than 300,000 shares	100,000 shares
300,000 shares or more	150,000 shares

d. Stocks whose trading unit is fifty (50) shares

Average daily trading volume	Quantity
Less than 2,500 shares	5,000 shares
2,500 shares or more, but less than 5,000 shares	7,500 shares
5,000 shares or more, but less than 25,000 shares	12,500 shares
25,000 shares or more, but less than 50,000 shares	20,000 shares
50,000 shares or more, but less than 100,000 shares	25,000 shares
100,000 shares or more, but less than 150,000 shares	50,000 shares
150,000 shares or more	75,000 shares

e. Stocks whose trading unit is ten (10) shares

Daily average trading volume	Quantity
Less than 500 shares	1,000 shares
500 shares or more, but less than 1,000 shares	1,500 shares
1,000 shares or more, but less than 5,000 shares	2,500 shares
5,000 shares or more, but less than 10,000 shares	4,000 shares
10,000 shares or more, but less than 20,000 shares	5,000 shares
20,000 shares or more, but less than 30,000 shares	10,000 shares
30,000 shares or more	15,000 shares

f. Stocks whose trading unit is one (1) share

Daily average trading volume	Quantity
Less than 50 shares	100 shares
50 shares or more, but less than 100 shares	150 shares
100 shares or more, but less than 500 shares	250 shares
500 shares or more, but less than 1,000 shares	400 shares
1,000 shares or more, but less than 2,000 shares	500 shares
2,000 shares or more, but less than 3,000 shares	1,000 shares
3,000 shares or more	1,500 shares

2. The provisions of the preceding paragraph (excluding the part in Item 1 pertaining to stocks in the First Section Market and Item 2) shall apply mutatis mutandis to preferred equity investment securities, investment trust beneficiary certificates, investment securities, and domestic commodity trust beneficiary certificates.
3. The provisions of Paragraph 1 (excluding Item 1) shall apply mutatis mutandis to foreign investment trust beneficiary certificates, foreign investment securities, foreign stock depositary receipts, foreign securities trust beneficiary certificates, and beneficiary certificates of a foreign beneficiary certificates issuing trust.

Rule 29. Notification of Off-Auction Distribution

Notification as prescribed in Rule 42, Paragraph 2 of the Regulations shall be made immediately after the closing of a trading session in a form predetermined by the Exchange.

Rule 30. Base Prices Pertaining to Off-Auction Distribution

The base prices specified by the Exchange as prescribed in the brackets of Rule 43 of the Regulations shall be prices calculated, using the schedule of Rules Concerning Quote Price Limits titled "Table Concerning Calculation of Base Prices."

Rule 31. Purchase Application for Off-Auction Distribution

Purchase application for an off-auction distribution prescribed in Rule 44, Paragraph 1 of the Regulations shall be made as prescribed in each of the following items:

(1) Method of purchase application

Purchase application for an off-auction distribution shall be made by giving notice to the Exchange in a method of inputting its details through the trading participant terminal.

(2) Unit of the quantity of purchase application

The unit of the quantity of purchase application shall be equivalent to the trading unit of such stock in trading sessions.

(3) Limit on the quantity of purchase application

Where the Exchange deems it necessary to set a limit on the quantity of purchase application for an off-auction distribution as well as where the customer who entrusted the off-auction distribution has determined its limit, a trading participant may not receive purchase application of a quantity exceeding such limit from the same customer.

Rule 32. Matching Order in Off-Auction Distribution

The order defined by the Exchange as prescribed in Rule 45 of the Regulations shall be as prescribed in each of the following items:

(1) The matching order shall be as follows:

a The first order

A quantity of purchase application based on the entrustment by customers (excluding financial instruments firms (limited to entities who have registered for business pertaining to acts enumerated in Rule 28, Paragraph 1, Item 1 of the Act; the same shall apply hereinafter) and exchange trading authorized firms)

b The second order

A quantity of purchase application for a principal account of financial instruments firms and exchange trading authorized firms

(2) The order in matching respective quantities of purchase applications prescribed in a. and b. in the preceding item shall be as follows. In this case, where a quantity of purchase application of the same trading participant exceeds the total quantity of the distribution, such quantity of purchase application shall be equal to the total quantity of the distribution:

a The Exchange shall conduct matching, preferring the minimum unit to other part of a quantity in the order from a trading participant with a larger quantity of application to a trading participant with a smaller quantity of application (in the order of the record in the trading system in cases of trading participants who have made the same quantity of application) by trading participant who have made application for a

- purchase, and
- b With respect to a quantity other than the minimum unit, the Exchange shall conduct matching by prorating it to the quantity by trading participant; provided, however, that where a fraction less than the minimum unit occurs, it shall be rounded down.
- (3) With regard to the part rounded down pursuant to the provisos in Sub-item b of the preceding item, the Exchange shall match the minimum units in the order form a trading participant with a larger quantity rounded down; provided, however, that, with regard to trading participants with the same quantity rounded down, the Exchange shall conduct matching in the order of the record in the trading system.

Rule 32-2. Foreign ETF , etc. Support Member System

1. The designation prescribed in Rule 68 of the Regulations shall be made, as prescribed by the Exchange, per issue in accordance with the classification of Foreign ETF, etc. Support Members and Quasi-Support Members, after the Exchange receives applications from trading participants.
2. With respect to the preceding paragraph, in making an application for a Foreign ETF, etc. Support Member, the trading participant shall submit a written document to the effect that it will make its effort for any of the following items.
 - (1) Placing both a bid(s) and an offer(s) for the issue
 - (2) Placing a bid(s) or offer(s) that matches a quote(s) already made for the issue as far as the trading participant deems appropriate in consideration of the trading condition including prices, in light of smooth execution of transactions
3. The Exchange may cancel the designation in Paragraph 1, as prescribed by the Exchange.
4. The Exchange shall publish the designation of the Foreign ETF, etc. Support Member or its cancellation, and notify that to each trading participant.
5. The Exchange provides for matters necessary for the Foreign ETF, etc. Support Member system, in addition to what are prescribed in the preceding four paragraphs

Rule 32-3. Reporting Matters Concerning Trading Participant Terminals, etc.

1. Reporting in Rule 77, Paragraph 2 of the Regulations on matters enumerated in each of the following items concerning trading participant terminals shall be made for matters provided in Item 1 when conducting quotes related to transactions during auction trading, and for matters provided in Items 2 through 5, it shall be made when the Exchange deems it necessary:
 - (1) Difference between automatic-entry and manual-entry, regarding trading participant terminal entry related to quotes.
 - (2) Matters concerning the number of orders;
 - (3) Matters concerning the number of orders that can be placed;
 - (4) Schedule of change in the number of the orders referenced in the preceding item; and
 - (5) Matters deemed necessary by the Exchange for the purpose of the market operation other than those referenced in each of the preceding items.
2. Where the Exchange requests explanation on a report made pursuant to Rule 77, Paragraph 2 of the Regulations, deeming it necessary for the stable operation of trading systems, trading participants shall cooperate with this.

Rule 33. Publicized Matters Pertaining to Erroneous Orders

Matters specified by the Exchange as prescribed in Rule 77-2 of the Regulations shall be

matters prescribed in each of the following items concerning erroneous orders:

- (1) Name of the stock/bond
- (2) Name of the trading participant who has placed the erroneous order
- (3) Details:
 - a Whether it is a sell order or a buy order,
 - b Price, and
 - c Quantity.
- (4) State of execution of transactions, etc.:
 - a Time when the erroneous order was placed;
 - b Time when executed transactions are canceled (where transactions were effected with respect to all quantities, that time);
 - c Contract price (limited to prices pertaining to the first and the final executions after the erroneous order was placed); and
 - d Executed Quantity