Enforcement Rules for Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning ToSTNeT Market

(as of July 26, 2010)

Tokyo Stock Exchange Inc.

CHAPTER 1
GENERAL PROVISIONS

Rule 1. Purpose

These rules shall prescribe matters specified by the Exchange pursuant to the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning ToSTNeT Market (hereinafter referred to as the "ToSTNeT Special Regulations").

CHAPTER 2
TOSTNET TRANSACTIONS PERTAINING TO STOCKS AND CONVERTIBLE BONDS

Rule 2. Quantity, etc. of Single-Issue Transactions

The quantity and the amount of money specified by the Exchange as prescribed in Rule 4, Paragraph 1 of the ToSTNeT Special Regulations shall be as prescribed by each of the following items:

(1) Stocks:

Quantities specified in Rule 15, Item 1 through Item 4 of Business Regulations; and

(2) Convertible bonds:

The amount of money specified in Rule 15, Item 6 of Business Regulations.

Rule 3. Number of Issues, etc. of Basket Transactions

The number of issues specified by the Exchange as prescribed in Rule 4, Paragraph 2 of the ToSTNeT Special Regulations shall be fifteen (15), and the amount specified by the Exchange shall be one hundred (100) million yen.

Rule 4. Transaction Volume Weighted Average Prices

1. The trading volume weighted average price computed by the Exchange as prescribed in Rule 4, Paragraph 3 of the ToSTNeT Special Regulations shall be a price computed by the Exchange as a price (to be rounded to the nearest ten-thousandth of a Japanese yen; provided, however, that treatment of fractional numbers pertaining to securities designated by the Exchange shall be as specified by the Exchange on a case-by-case basis) obtained by dividing [the total of the amounts obtained by multiplying respective contract prices by volumes traded at such contract prices] by [the total quantities of such trading volumes], with respect to all contract prices in regular transactions in trading during a trading session of securities which are subject to the closing price transactions.
2. Any fraction of less than a yen of the trading value of a closing transaction at the trading volume weighted average price in the preceding paragraph shall be rounded down.

Rule 5. Prices of Single-Issue Transactions

1. Prices specified by the Exchange as prescribed in Rule 9, Paragraph 3, Item 1 of the ToSTNeT Special Regulations shall be those specified in each of the following items:

(1) Stock:
The price shall be as specified in any of the following sub-items a through c:

a. The price shall be integral multiples of 1/10,000 of 1 (one) yen within the range between the price obtained by deducting the amount computed by multiplying the last contract price in regular transactions by 7/100 from said contract price and the price obtained by adding such contract price to the price computed by multiplying such contract price by 7/100.

In this instance, if a special quote is displayed pursuant to Rule 10 of the Rules Concerning Bids/Offers or a sequential trade quote is displayed pursuant to Rule 11 of the same Rules, the last contract price shall be said special quote price or said sequential trade quote. In cases where there was no contract price (including prices of special quotes displayed pursuant to Rule 10 of the same Rules) in regular transactions on the previous day (if it falls on a holiday, it shall be moved up in order; the same shall apply hereinafter) or where the Exchange deems otherwise that it is inappropriate to employ said last contract price, the multiplied price shall be a base price for the price limits on bids and offers prescribed in Rule 4 of the Rules Concerning Price Limits On Bids and Offers until the first contract price of a regular transaction in the trading session on the day of the transaction (including prices of special quotes displayed pursuant to Rule 10 of the Rules Concerning Bids/Offers) is determined. With respect to the last contract price in regular transactions, the same shall apply hereinafter in this rule and the next rule.

Moreover, in the above case, any fraction less than a yen in the trading value shall be rounded down.

b. In the event that a cross transaction (limited to a cross transaction in which an offer or bid entrusted by a customer is matched with a bid or offer made for own account; the same shall apply in the next sub-item c.) is for guaranteeing the trade execution according to on a trading volume weighted average price and will be executed at a price obtained by adding an amount corresponding to commissions to said trading volume weighted average price or deducting said amount from said trading volume weighted average price, the price shall be any of prices specified in the following (a) to (c) in accordance with the classification of trading hours referenced in said (a) to (c). In this case, said price shall be integral multiples of 1/10,000 of one (1) yen, and any fraction of less than one (1) yen of the trading value shall be rounded down:

(a) From 8:20 a.m. to 9:00 a.m.:
A price obtained by (i) adding an amount corresponding to commissions agreed to beforehand with a customer to, or (ii) deducting said amount from, the trading volume weighted average price on the previous day as prescribed in Rule 9, Paragraph 3, Item 3, Sub-item d of the ToSTNeT Special Regulations;

(b) From 11:00 a.m. to 12:30 p.m.:
A price obtained by (i) adding an amount corresponding to commissions agreed to beforehand with a customer to, or (ii) deducting said amount from, the trading

volume weighted average price in the morning session as prescribed in Rule 9, Paragraph 3, Item 3, Sub-item e of the ToSTNeT Special Regulations; and

(c) From 3:00 p.m. to 5:30 p.m.:

A price obtained by (i) adding an amount corresponding to commissions agreed to beforehand with a customer to, or (ii) deducting said amount from, the trading volume weighted average price in the afternoon session as prescribed in Rule 9, Paragraph 3, Item 3, Sub-item f of the ToSTNeT Special Regulations or the trading volume weighted average price on the trade day as prescribed in sub-item g of said item.

c. In cases of a cross transaction which is agreed beforehand with a customer to be executed at either price of the following (i) or (ii), the price shall be a price specified in the following (a) or (b) in accordance with the classification of the trading hours referenced in the following (a) or (b) (including a price obtained by adding an amount corresponding to commissions agreed beforehand with a customer to or deducting said amount from):

(i) a price obtained by dividing [the total sales proceeds of the securities which the trading participant has sold in installments by trades in a trading session in advance, targeting a trading volume weighted average price] by [the total sales volume]; or

(ii) a price obtained by dividing [the total purchase consideration of the securities which the trading participant has purchased in installments by trades in a trading session in advance, targeting a trading volume weighted average price] by [the total purchase volume]

In this case, such prices shall be integral multiples of 1/10,000 of one (1) yen, and any fraction less than a yen of the trading value shall be rounded down.

(a) From 11:00 a.m. to 12:30 p.m.:

(i) a price obtained by dividing [the total sales proceeds of the securities which the trading participant has sold in installments in a trading session in advance, targeting the trading volume weighted average price of the morning session as prescribed in Rule 9, Paragraph 3, Item 3, Sub-item e of the ToSTNeT Special Regulations] by [the total sales volume]; or

(ii) a price obtained by dividing [the total purchase consideration of the securities which the trading participant has purchased in installments in a trading session in advance, targeting the trading volume weighted average price of the morning session as prescribed in the same sub-item] by [the total purchase volume]

(b) From 3:00 p.m. to 5:30 p.m.:

(i) a price obtained by dividing [the total sales proceeds of the securities which the trading participant has sold in installments by trades in a trading session in advance targeting the trading volume weighted average price of the afternoon session as prescribed in Rule 9, Paragraph 3, Item 3, Sub-item f of the ToSTNeT Special Regulations] by [the total sales volume]; or

(ii) a price obtained by dividing [the total purchase consideration of the securities which the trading participant has purchased in installments by trades in a trading session in advance, targeting the trading volume weighted average price of the morning session as prescribed in the same sub-item] by [the total purchase volume]

(2) Convertible bonds:
The provisions of the preceding paragraph shall apply mutatis mutandis to convertible bonds. In this case, the term “The price shall be integral multiples of 1/10,000 of one (1) yen” shall be deemed to be replaced with “the price shall be integral multiples of 1/100 of 0.01 yen per face value of one hundred (100) yen”.

2. Notwithstanding the provisions of the preceding paragraph, prices during the period specified in each of the following items of transactions whose settlement is carried out on the day prescribed in Rule 8, Item 1 of the ToSTNeT Special Regulations shall be specified by the Exchange on a case-by-case basis:

(1) A period from {(i) an ex-dividend, etc. date prescribed in Rule 25, Paragraph 1 of Business Regulations for regular transactions, (ii) a date on which trading starts for stock after a reverse stock split prescribed in Rule 25-2 of the same Regulations, (iii) a date of change in the acquisition value or (iv) a date of change in the represented number of shares} to {the time when the first contract price in a trading session of regular transactions on or after the fourth day (excluding holidays; the same shall apply hereinafter in calculation of the number of days.) counting from such date is determined}

(2) A period from {(i) a date of change in exercise conditions as prescribed in Rule 26 of the Business Regulations or (ii) a date on which a transaction is effected as an ex-rights pertaining to the rights to claim for redemption before maturity as prescribed in the provisions of Rule 26-2 of the same Regulations} to {the time when the first contract price in a trading session of regular transactions on or after the fourth day (excluding holidays; the same shall apply hereinafter in calculation of the number of days.) counting from such date (if it is specified in Rule 9, Paragraph 5 of the Business Regulations with respect to trading in interest-bearing convertible bonds, the fifth day counting from such date.) is determined}

3. Notwithstanding the provisions of Paragraph 1, prices of transactions whose settlement is carried out on the day prescribed in Rule 8, Item 2 of the ToSTNeT Special Regulations for the following period shall be specified by the Exchange on a case-by-case basis:

A period {from 8:00 a.m. on (i) an ex-dividend, etc. date prescribed in Rule 25, Paragraph 1 of Business Regulations for regular transactions, (iii) a date on which trading starts for stocks after the reverse stock split as prescribed in Rule 25-2 of the same Regulations, (iii) a date of changing the acquisition value, the represented number of shares, or exercise conditions as prescribed in Rule 26 of the same special regulations, or (iv) a date on which a transaction is effected as an ex-rights transaction pertaining to the rights to claim for redemption before maturity as prescribed in the provisions of Rule 26-2 of the same special regulations} to {the time when the first contract price in a trading session of regular transactions is determined}

Rule 6. Consideration of Basket Transactions

1. Trading values pertaining to basket transactions specified by the Exchange as prescribed in Rule 9, Paragraph 3, Item 2 of the ToSTNeT Special Regulations shall be as specified in each of the following items:

(1) Stocks:
The amount shall be within the range from the following amount (A) to the following amount (B) with regard to issues for which basket transactions are effected (hereinafter referred to as the “basket component issues”):
(A) An amount obtained by deducting [an amount obtained by 5/100 of the total of

amounts obtained by multiplying the immediate prior contract price of a regular transaction by a sale quantity or purchase quantity pertaining to each issue] from [said total of amounts]

(B) An amount obtained by adding [an amount obtained by multiplying said total of amounts by 5/100] to [said total of amounts]

In this case, the price of each security of the basket component issues shall be a price of integral multiples of 1/10,000 of one (1) yen per share, unit or security, and any fraction less than a yen of a trading value of each issue shall be rounded off; and

(2) Convertible bonds:

The provisions of the preceding paragraph shall apply mutatis mutandis to convertible bonds. In this case, the term “sale quantity” shall be deemed to be replaced with “1/100 of the sale face value”; the term “purchase quantity” with “1/100 of the purchase face value”; the term “a price of integral multiples of 1/10,000 of one (1) yen per share, unit or security” with “a price of integral multiples of 1/10,000 of 1/100 of one (1) yen per face value of one hundred (100) yen”, respectively.

2. The provisions of Paragraphs 2 and 3 of the preceding rule shall apply mutatis mutandis to trading values pertaining to basket transactions referenced in the preceding paragraph.

Rule 7. Matters Concerning Bids and Offers

Matters which the Exchange specifies concerning bids and offers for ToSTNeT transactions pursuant to the provisions of Rule 9, Paragraph 5 of the ToSTNeT Special Regulations shall be matters specified in each of the following items:

(1) Specifying the distinction as to settlement dates:

When a bid or offer of a single-issue transaction or basket transaction is made, the distinction as to the settlement dates prescribed in Rule 8 of the ToSTNeT Special Regulations shall be specified;

(2) Validity of a bid or offer:

A bid or offer of a single-issue transaction and basket transaction shall become invalid at the time referenced below:

(A) Whichever is earlier, (i) the time when a certain time specified by the Exchange has lapsed since the time when such bid or offer is made or (ii) the time at which trading hours specified in Rule 10, Paragraph 1 of the ToSTNeT Special Regulations ends

(B) In addition, a bid or offer of a closing price transaction shall become invalid at the end of trading hours as specified in each item of Paragraph 1 of Rule 11 of the ToSTNeT Special Regulations;

Provided, however, that validity of a bid or offer may be specified on a case by case basis in cases where trading pertaining to ToSTNeT transactions is halted pursuant to the provisions of each item of Rule 19 of the ToSTNeT Special Regulations;

(3) Restriction on bids and offers:

Trading participants shall not make a bid or offer of securities referenced in the following sub-items until the initial contract price in trading in a trading session after listing is determined:

a. A newly listed security (excluding securities designated by the Exchange on a case-by-case-basis), out of the stocks (excluding stocks listed or continuously traded on the Exchange, any other financial instruments exchange in Japan, or a financial instruments exchange or organized OTC market in a foreign country); and

b. Newly listed convertible bonds other than those that were listed on any other financial instruments exchange in Japan immediately prior to the listing date (if a listed company carries out an absorption-type merger of another listed company or a TSE-unlisted company whose stock has been listed on any other financial instruments exchange in Japan, these shall include securities which are newly listed as convertible bonds issued by a surviving company after convertible bonds issued by the merged company are delisted from the Exchange or any other financial instruments exchange in Japan due to such merger) , out of newly listed issues of convertible bonds;

(4) Method of making a bid or offer:

A bid or offer shall be made by inputting its details through trading participant terminal equipment. In this case, if transactions are carried out at a price specified in Rule 5, Paragraph 1, Item 1, Sub-items b and c, the trading participant shall clarify that fact, as specified by the Exchange.

Rule 8. Order of Bids or Offers for Closing Price Transactions

The order of bids or offers made simultaneously as prescribed in Rule 11, Paragraph 2, Item 2 of the ToSTNeT Special Regulations shall be an order of record in the trading systems.

Rule 9. Notification of Off-Auction Own Share Repurchase Transactions

Notification as prescribed in Rule 12, Paragraph 2 of the ToSTNeT Special Regulations shall be given immediately after the end of a trading session in a form predetermined by the Exchange.

Rule 10. Base Prices Pertaining to Off-Auction Own Share Repurchase Transactions

Base prices specified by the Exchange as prescribed in Rule 13 of the ToSTNeT Special Regulations shall be prices computed in accordance with "Table Concerning Base Price Computation", an Appendix of Rules Concerning Price Limits on Bids and Offers.

Rule 11. Sale Application for Off-Auction Own Shares Repurchase Transactions

Application for sale against off-auction own share repurchase transactions as prescribed in Rule 14 of the ToSTNeT Special Regulations shall be made as prescribed in each of the following items:

(1) Method of sale application:

Application for sale against off-auction own share repurchase transactions shall be made by notifying the Exchange of it by the method of inputting details through trading participant terminal equipment; and

(2) Unit of the quantity of sale application:

The unit of the quantity of sale application shall be equivalent to the trading unit of such security in a trading session.

Rule 12. Matching Order of Off-Auction Own Shares Repurchase Transactions

The order specified by the Exchange as prescribed in Rule 15 of the ToSTNeT Special Regulations shall be as prescribed in each of the following items:

(1) Matching order shall be as follows:

a. The first order:

Sale application quantity based on the entrustment of customers (excluding financial instruments firms (limited to persons who have made registration for business pertaining to acts enumerated in Article 28, Paragraph 1, Item 1 of the Act; the same shall apply hereinafter in this item.) and exchange trading authorized firms); and

b. The second order:

Sale application quantity of financial instruments firms and exchange trading authorized firms for their own account; and

(2) The matching order of respective sale application quantities as prescribed in the sub-items a. and b. of the preceding item shall be as follows. In this case, if the sale application quantity exceeds the purchase application total quantity of the same trading participant, such sale application quantity shall be the same quantity of the purchase application total quantity:

a. Matching shall be made in order from trading participants whose application quantity is larger to trading participants whose application quantity is smaller per trading participant who has made application for sale (in the order recorded in the trading systems with respect to trading participants whose application quantity is the same), giving preference to the minimum trading unit over the quantity of any other part of the sale application; and

b. Quantities other than the minimum trading unit shall be matched pro rata to that quantity per trading participant; Provided, however, that any fraction less than the minimum trading unit shall be rounded down; and

(3) The part rounded down pursuant to the provisos of Sub-item b of the preceding item shall be matched with the minimum unit in the order from trading participants whose rounded down quantity is larger to those whose said quantity is smaller; Provided, however, that trading participants whose quantity is the same shall be matched in the order recorded in the trading systems.

Rule 13. Cancellation of Transactions Pertaining to ToSTNeT Trading

1. Cancellation of transactions pertaining to ToSTNeT transactions which is carried out pursuant to the provisions of Rule 18, Paragraph 1 of the ToSTNeT Special Regulations shall be as specified in each of the following items:

(1) If a transaction exceeding a quantity or an amount specified in the following sub-items a. to c. due to an erroneous order is effected, and settlement of said transaction is extremely difficult, the trading participant who has placed such erroneous order may apply for cancellation of said transaction in a form predetermined by the Exchange during a period from any of the following times, whichever is earlier, to the time when, as a general rule, sixty (60) minutes have lapsed:

(i) When transactions in a trading session are halted pursuant to the provisions of Rule 29, Item 5 of Business Regulations;

(ii) When ToSTNeT transactions are halted pursuant to the provisions of Rule 19, Item 5 of the ToSTNeT Special Regulations; or

(iii) When said erroneous order is made public pursuant to the provisions of Rule 77-2 of Business Regulations:

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):

The quantity obtained by multiplying the quantity specified in Rule 16, Item 1 by two (2) (if settlement of such transaction is deemed to be especially difficult, the quantity specified in the said item);

b. Foreign stocks:

(a) Foreign securities listed on multiple markets (as defined as follows)

(i) Foreign stocks listed or continuously traded on a financial instruments exchange or an organized OTC market in a foreign country (hereinafter referred to as the "foreign financial instruments exchange, etc.");

(ii) Foreign stocks whose rights are displayed on foreign stock depository receipts that which are listed or continuously traded on the foreign financial instruments exchange, etc.;

(iii) Foreign stock depositary receipts whose underlying foreign stocks pertaining to the displayed rights are listed or continuously traded on a foreign financial instruments exchange, etc. and foreign stocks which are trust assets, or beneficiary certificates of a beneficiary certificate issuing trust whose foreign stock depository receipts displaying the rights pertaining to such foreign stocks are listed or continuously traded on a foreign financial instruments exchange, etc.; the same shall apply hereinafter):

The quantity specified in Rule 16, Item 2, Sub-item a; and

(b) Securities other than those in the preceding (a):

The quantity obtained by multiplying the quantity specified in Rule 16, Item 2, Sub-item b by two (2) (if settlement of such transaction is deemed to be especially difficult, the quantity specified in the said item); and

c. Convertible bonds:

The amount specified in Rule 16, Item 3; and

(2) In cases where an application in the preceding item is made, if the Exchange conducts hearings on the circumstances with a trading participant who has made such application, and deems that settlement of the transaction pertaining to such application is extremely difficult and that there is a likelihood that the market of the Exchange may be disrupted, the Exchange shall cancel the transaction.

2. In addition to the provisions of the preceding paragraph, in cases where the Exchange deems that the settlement of a transaction pertaining to a ToSTNeT transaction effected based on an erroneous order and that it is necessary to avoid disruption of the market of the Exchange, the Exchange shall cancel the ToSTNeT transaction pursuant to the provisions of Rule 18, Paragraph 1 of the ToSTNeT Special Regulations.

Rule 14. Scope of Cancellation of Transactions Pertaining to ToSTNeT Transactions

Transactions pertaining to ToSTNeT trading specified by the Exchange as prescribed by Rule 18, Paragraph 1 of the ToSTNeT Special Regulations shall be all transactions effected (limited to transactions of securities for which an erroneous order is placed) during a period from the time when the first transaction pertaining to the erroneous order is effected to the time when transactions are halted pursuant to the provisions of Rule 19, Item 5 of the ToSTNeT Special Regulations (or, in cases where transactions are not halted, to the time when such erroneous order is publicized pursuant to the provisions of Rule 77-2 of Business Regulations,).

Rule 15. Halt in Transactions

Trading halts in cases referenced in each item of Rule 19 of the ToSTNeT Special Regulations shall be implemented for a period deemed necessary by the Exchange on a case by case basis.

Rule 16. Cases Where Making Public Knowledge the Possibility of Cancellation Is Necessary

Cases where transactions pertaining to ToSTNeT trading are halted as referenced in Rule 19, Item 5 of the ToSTNeT Special Regulations shall be those cases where, as a general rule, transactions of a quantity or an amount exceeding the quantity or the amount specified in each of such items are effected due to the erroneous order in accordance with the classification of securities referenced in each of the following items:

(1) Domestic stocks and domestic commodity trust beneficiary certificates:

The quantity corresponding to 10% of the number of listed shares (meaning the number of listed preferred investment units in cases of preferred equity investment securities; meaning the number of listed beneficiary right units in cases of investment trust beneficiary certificates and domestic commodity trust beneficiary certificates; and the number of listed investment units in cases of investment securities); and

(2) Foreign stocks:

a. Foreign stocks listed on multiple markets:

The quantity corresponding to 20,000 times the trading unit; and

b. Foreign stocks other than those in the preceding a:

The quantity corresponding to 10% of the number of listed shares (meaning (i) the number of listed beneficiary right units in cases of foreign investment trust beneficiary certificates, foreign securities trust beneficiary certificates, and beneficiary certificates of a foreign beneficiary certificate issuing trust; (ii) the number of listed investment units in the case of foreign investment securities (in the case of foreign investment securities similar to investment corporation bonds, it means the quantity of such foreign investment securities); and (iii) the number of listed depository receipts in the case of foreign stock depositary receipts); and

(3) Convertible bonds:

A face value of two (2) billion yen.

Rule 17. Application for Approval of Transactions for Correcting Error, etc.

A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 20 of the ToSTNeT Special Regulations shall make an application in a form predetermined by the Exchange.

Rule 18. Transactions for Reinstatement

1. A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 21 of the ToSTNeT Special Regulations shall make an application in a form predetermined by the Exchange.
2. The Exchange shall approve of the application in the preceding paragraph if it falls under all of the following items:
   (1) Any of the following transactions (hereinafter referred to as “sequence transactions”) have been carried out during the period from the time when the first transaction pertaining to the erroneous order is effected to the time when transactions are halted pursuant to the provisions of Rule 18, Item 5 of the ToSTNeT Special Regulations (or, in cases where transactions are not halted, to the time when such erroneous order is publicized pursuant to the provisions of Rule 77-2 of Business Regulations):
      a. [A purchase using sale proceeds after a sale pertaining to such cancelled transaction]

or [a sale of such purchased security after a purchase pertaining to such cancelled transaction] which a customer who entrusted an order pertaining to such cancelled transaction has carried out by entrusting an order(s) to the same trading participant as the trading participant to whom the customer entrusted an order(s) pertaining to such cancelled transaction;

b. A transaction for satisfaction of purchase consideration or sold security loaned through margin trading (limited to the satisfaction on the day which is the deadline for rescheduling the satisfaction); and

c. A transaction for settlement of a transaction of the underlying security which is effected due to an exercise of rights pertaining to an individual security options contract;

(2) A sale or a purchase pertaining to the cancelled transaction shall not have been carried out under a discretionary trading agreement or for own account of a financial instruments firm (limited to firms which have registered business pertaining to acts enumerated in Article 28, Paragraph 1, Item 1 of the Act) or an exchange trading authorized firm; and

(3) The inability of the entrustor to settle sequence transactions due to cancellation of the transaction.

3. In accordance with the classification of securities referenced in each of the following items, the quantity of a transaction for reinstatement per customer shall be up to the quantity prescribed in each of such items; Provided, however, that, if the customer makes application prescribed in Rule 27-2, Paragraph 1 of the Enforcement Rules for Business Regulations, said upper limit shall apply to the total of transactions in Rule 41-2, Paragraph 1 of Business Regulations and Rule 21, Paragraph 1 of the ToSTNeT Special Regulations,:

(1) Stocks:

The quantity obtained (any fraction less than ten (10) shall be rounded up) by dividing [the quantity obtained by dividing 20 million yen by the base price on the day on which such transaction of the security pertaining to the cancelled transaction (if there is no base price, a price determined by the Exchange on a case-by-case basis; the same shall apply hereinafter in the next item)] by the trading unit of such security; and

(2) Convertible bonds:

The quantity obtained (any fraction less than ten (10) shall be rounded up) by multiplying {the amount obtained by dividing [the quantity obtained by dividing 20 million yen by the base price on the day on which such transaction of the security pertaining to the cancelled transaction] by [the face value of such security]} by {100}.

Rule 19. Notification and Announcement of Total Transaction Volume, etc.

The amount specified by the Exchange as prescribed in Rule 22 of the ToSTNeT Special Regulations shall be five (5) billion yen, and the day and hour specified by the Exchange shall be 4:00 p.m. on the day following the day on which such transaction is effected.

CHAPTER 3
TOSTNET TRANSACTIONS PERTAINING TO GOVERNMENT BOND FUTURES CONTRACT

Rule 20. Prices of ToSTNeT Transactions of Government Bond Futures Contact

1. Prices specified by the Exchange as prescribed in Rule 36, Paragraph 3 of the ToSTNeT Special Regulations shall, in accordance with the classification referenced in each of the following items, be as specified in such each item within the range [from the price obtained by deducting (a numerical value computed by multiplying the base price of the government bond futures ToSTNeT transactions as prescribed in the following paragraph by 0.5/100) from (said base price) (in cases where such price is less than 0.01, it shall be 0.01 yen)] to [the price obtained by adding (a numerical value computed by multiplying said base price by 0.5/100) to (such base price)].
   (1) ToSTNeT trading pertaining to large transactions:
   Prices which are integral multiples of 0.01 yen per face value of 100 yen
   (2) ToSTNeT trading pertaining to mini transactions:
   Prices which are integral multiples of 0.005 yen
2. In accordance with the classification of the time range referenced in each of the following items, base prices of government bond futures ToSTNeT transactions shall be as specified by each of such items; Provided, however, that, when the Exchange deems it inappropriate to apply prices specified by each of such items as base prices of the government bond futures ToSTNeT transactions, such base prices shall be prices determined by the Exchange on a case-by-case basis:
   (1) A trading session (meaning a trading session specified in Rule 4, Paragraph 1 of the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Government Bond Futures Contract (hereinafter referred to as the "Government Bond Futures Special Regulations"); the same shall apply hereinafter in the next item.):
   The immediate prior contract price of a government bond futures contract in a trading session on the same trading day (excluding contact prices of inter-month spread transactions, but including, when a quote price is displayed pursuant to the provisions of Rule 8, Paragraph 1, Items 3 through 5 of the Enforcement Rules for Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Government Bond Futures Contract (hereinafter referred to as the "Enforcement Rules for Government Bond Futures Special Regulations"), such quote price); Provided, however, that, if there is no immediate prior contract price, it shall be the base price of government bond futures contracts in a trading session on such trading date (meaning base prices for price limits on bids and offers as prescribed in Rule 9, Paragraph 2 of the Enforcement Rules for Government Bond Futures Special Regulations); and
   (2) Off-Auction time period:
   The final contract price of the government bond futures contracts in a trading session on the same trading day (excluding the contract prices of inter-month spread transactions, but including the final quote prices which are displayed pursuant to Rule 8, Paragraph 1, Items 3 to 5 of the Enforcement Rules for Government Bond Futures Special Regulations in a trading session immediately prior to the time when the bid/offer is made (limited to a trading session on such trading day); the same shall apply hereinafter in this item); Provided, however, that, if there is no such final contract price, it shall be the base price of the government bond futures contracts in a trading session on such trading day.

Rule 21. Validity of Bids and Offers of Government Bond Futures ToSTNeT Transactions

A bid or offer of government bond futures ToSTNeT transactions as prescribed in Rule 36, Paragraph 1 of the ToSTNeT Special Regulations shall become invalid at the time when a certain period specified by the Exchange lapses since the point at which such bid or offer is made, or when each trading time period of government bond futures ToSTNeT transactions (as prescribed in Rule 37, Paragraph 1 of the ToSTNeT Special Regulations) ends, whichever is earlier; Provided, however, that the validity of a bid or offer in cases where government bond futures ToSTNeT transactions are halted pursuant to Rule 41 of the ToSTNeT Special Regulations may be determined on a case-by-case basis.

Rule 22. Halt in Government Bond Futures ToSTNeT Transactions

A halt in government bond futures ToSTNeT transactions in cases referenced in each item of Rule 41 of the ToSTNeT Special Regulations shall be implemented for a period deemed necessary by the Exchange on a case-by-case basis.

Rule 23. Application for Approval of Government Bond Futures ToSTNeT Transactions for Correcting Error, etc.

A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 42 of the ToSTNeT Special Regulations shall make an application in a form predetermined by the Exchange.

Rule 24. Cancellation of Government Bond Futures ToSTNeT Transaction

The provisions of Rule 7-2 of the Enforcement Rules for Government Bond Futures Special Regulations shall apply mutatis mutandis to cancellation of government bond futures ToSTNeT transactions as prescribed in Rule 6-3, Paragraph 1 of the Government Bond Futures Special Regulations which is applied mutatis mutandis in Rule 43, Paragraph 1 of the ToSTNeT Special Regulations. In this case, the term “Rule 6-3 of the Government Bond Futures Special Regulations” in Rule 7-2 of the Enforcement Rules for Government Bond Futures Special Regulations shall be deemed to be replaced with “Rule 6-3 of the Government Bond Futures Special Regulations which is applied mutatis mutandis in Rule 43, Paragraph 1 of the ToSTNeT Special Regulations”; the term “Rule 12, Item 1 of the same special regulations” with “Rule 41, Item 1 or Item 2 of the ToSTNeT Special Regulations”, and “Rule 45 of the same regulations” shall read “Rule 45 of the Government Bond Futures Special Regulations”.

CHAPTER 4
TOSTNET TRANSACTIONS PERTAINING TO INDEX FUTURES CONTRACT

Rule 25. Prices of Index Futures ToSTNeT Transactions

1. Prices specified by the Exchange as prescribed in Rule 52, Paragraph 3 of the ToSTNeT Special Regulations shall be prices as specified in each of the following items in accordance with the classification enumerated in such items:
   (1) Index futures ToSTNeT transactions (excluding index futures ToSTNeT transactions pertaining to dividend index futures)
   As specified in the following a. and b.

a. Prices as specified in the following (a) and (b) in accordance with the classification of index futures ToSTNeT transactions referenced in said (a) and (b) within the range from the following (i) to (ii);

(i) The price obtained by deducting [the value computed by multiplying the base price of index futures ToSTNeT transactions as prescribed in the following paragraph or Paragraph 3 by 5/100] from [said base price] (if such price is less than 0.1 points (0.05 points for mini transactions), the price shall be 0.1 point (0.05 points for mini transactions)

(ii) The price obtained by adding [the value computed by multiplying said base price by 5/100] to [said base price]

(a) Index futures ToSTNeT transactions pertaining to TOPIX futures

(i) Large transactions

Prices which are integral multiples of 0.1 points

(ii) Mini transactions

Prices which are integral multiples of 0.05 points

(b) Index futures ToSTNeT transactions pertaining to S&P/TOPIX150 futures, TOPIX Electric Appliances Index futures, TOPIX Transportation Equipment Index futures, TOPIX Banks Index futures, TOPIX Core30 futures, and TSE REIT Index futures

Prices which are integral multiples of 0.1 points

b. In addition to the prices specified in the preceding a, in accordance with the classification of trading time period referenced in the following (a) to (d), prices of integral multiples of 0.1 point (0.05 for mini transactions) which are prices specified in these (a) to (d):

(a) From 8:20 a.m. to 9:00 a.m.:

The trading volume weighted average price on the previous day (meaning the trading volume weighted average price of the morning trading session and the afternoon trading session at the end of the afternoon session on the previous day) or a price obtained by (i) adding an amount corresponding to commissions agreed with a customer in advance to said trading volume weighted average price or (ii) deducting such amount from said trading volume weighted average price;

(b) From 11:00 a.m. to 12.30 p.m.:

The trading volume weighted average price in the morning trading session (meaning the trading volume weighted average price in the morning trading session at the end of said session on the day of the index futures ToSTNeT transaction) or a price obtained by (i) adding an amount corresponding to commissions agreed with a customer in advance to said trading volume weighted average price or (ii) deducting such amount from said trading volume weighted average price;

(c) From 3:10 p.m. to 4:00 p.m.:

The trading volume weighted average price in the afternoon trading session (meaning the trading volume weighted average price in the afternoon trading session at the end of the afternoon session on the day of the index futures ToSTNeT transaction), the trading volume weighted average price on the day of the index futures ToSTNeT transaction (meaning the trading volume weighted average price in the morning trading session and the afternoon trading session at the end of the afternoon trading session on the day of the index futures ToSTNeT transaction; the same shall apply in (d).), or a price obtained by (i) adding an amount corresponding to commissions agreed with a customer in advance to such trading volume weighted average price or (ii) deducting such amount from such trading volume weighted average price; and

(d) From 7:00 p.m. to 7:10 p.m.:

The trading volume weighted average price on the day of the index futures ToSTNeT transaction or a price obtained by (i) adding an amount corresponding to commissions agreed with a customer in advance to such trading volume weighted average price or (ii) deducting said amount from said trading volume weighted average price.

(2) Index futures ToSTNeT transactions pertaining to dividend index futures

Prices as prescribed in the following a. and b. in accordance with the classification of index futures ToSTNeT transactions referenced in said a. and b.;

a. Index futures ToSTNeT transactions pertaining to Nikkei Stock Average Dividend Point Index Futures

Prices which are integral multiples of JPY0.1 within the range from the following (i) to (ii);

(i) The price obtained by deducting [the value computed by multiplying the base price of index futures ToSTNeT transactions as prescribed in the following paragraph or Paragraph 3 by 10/100] from [said base price] (if such price is less than 0.1 points, the price shall be 0.1 points)

(ii) The price obtained by adding [the value computed by multiplying said base price by 10/100] to [said base price]

b. Index futures ToSTNeT transactions pertaining to TOPIX Dividend Index Futures and TOPIX Core30 Dividend Index Futures

Prices which are integral multiples of JPY0.01 within the range from the following (i) to (ii);

(i) The price obtained by deducting [the value computed by multiplying the base price of index futures ToSTNeT transactions as prescribed in the following paragraph or Paragraph 3 by 10/100] from [said base price] (if such price is less than 0.01 points, the price shall be 0.01 points)

(ii) The price obtained by adding [the value computed by multiplying said base price by 10/100] to [said base price]

2. In accordance with the classification of the time period referenced in each of the following items, base prices of index futures ToSTNeT transactions shall be as specified in each of such items; Provided, however, that, when the Exchange deems it inappropriate to apply prices specified in each of such items as base prices of index futures ToSTNeT transactions, base prices shall be those specified by the Exchange on a case-by-case basis:

(1) The trading session (meaning the trading session specified in Rule 5, Paragraph 1 of the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Index Futures Contract (hereinafter referred to as the "Index Futures Special Regulations"); the same shall apply in the next item):

The base price shall be an immediate prior contract price of an index futures contract in a trading session on the same trade day (excluding contact prices of inter-month spread transactions, but including, when a quote is displayed pursuant to the provisions of Rule 8, Paragraph 1, Items 3 to 5 of the Enforcement Rules for

Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Index Futures Contract (hereinafter referred to as the "Enforcement Rules for Index Futures Special Regulations"), such quote price); Provided, however, that, if there is no immediate prior contract price, it shall be the settlement index price (meaning such settlement index price as determined by Japan Securities Clearing Corporation as the settlement index price of the index futures contract; the same shall apply in the following item) of the contract month on the preceding trading day; and

(2) Off-Auction time period:

The base price shall be the final contract price of index futures contracts in a trading session on the same trade day (excluding contract prices of inter-month spread transactions, but including the final quote prices displayed pursuant to Rule 8, Paragraph 1, Items 3 to 5 of the Enforcement Rules for Index Futures Special Regulations in a trading session (limited to a trading session on such trade day) immediately prior to the time when a bid or offer is made; the same shall apply hereinafter in this item); Provided, however, that, if there is no such final contract price, it shall be the settlement index price of the contract month on the preceding trading day.

3. Notwithstanding the provisions of the preceding paragraph, the base price of index futures ToSTNeT transactions pertaining to a contract month for which index futures trading is halted during a trading session pursuant to the provisions of Rule 15 of the Index Futures Special Regulations on the final trade day for the most recent contract month shall be: a theoretical price for said contract month which is computed by the method specified by the Exchange, using the immediate prior numerical value of the index underlying the transaction for index futures ToSTNeT transactions (excluding index futures ToSTNeT transactions pertaining to dividend index futures), and the price specified by the Exchange on a case-by-case basis for index futures ToSTNeT transactions pertaining to dividend index futures.
4. The provisions of Rule 9-3, Paragraph 4 of the Enforcement Rules for the Index Futures Special Regulations shall apply mutatis mutandis to the theoretical price prescribed in the preceding paragraph.
5. In cases where there are multiple contract indices at the end of a trading session in Paragraph 2, Item 2 (including quote prices displayed pursuant to the provisions of Rule 8, Paragraph 1, Items 3 to 5 of the Enforcement Rules for Index Futures Special Regulations) the final contract index shall be as specified in each of the following items:

(1) In cases where a transaction to determine a contract index at the end of a trading session in a contract month is effected, it shall be the contract index of such contract month transaction at the end of such trading session; and

(2) In the event that a quote price of a contract month transaction (meaning a quote price displayed pursuant to the provisions of Rule 8, Paragraph 1, Items 3 to 5 of the Enforcement Rules for Index Futures Special Regulations) is displayed at the end of a trading session, when a transaction to determine a contract spread price at the end of such trading session in an inter-month spread transaction in which a sale or a purchase of such contract month transaction is effected, it shall be a contract index of such contract month transaction when a transaction pertaining to a bid or offer of such inter-month spread transaction as prescribed in Rule 10-2 of the Index Futures Special Regulations is effected.

6. The trading volume weighted average price prescribed in Paragraph 1, Item 1, Sub-Item b shall be a price (any fraction less than one-tenth of a whole number shall be rounded to the

nearest tenth (nearest hundredth for mini transactions) obtained by dividing the [total of the amounts obtained by multiplying respective contract prices by transaction volumes at such contract prices] by [the total of such transaction volumes with respect to all contract prices of transactions in a trading session of underlying securities of index futures ToSTNeT transactions (excluding inter-month spread transactions)].

Rule 26. Validity of Bids and Offers of Index Futures ToSTNeT Transactions
A bid or offer for index futures ToSTNeT transactions as prescribed in Rule 52, Paragraph 1 of the ToSTNeT Special Regulations shall become invalid at the time when a certain period as specified by the Exchange has lapsed from when such bid or offer is made, or when trading hours of index futures ToSTNeT transactions as prescribed in Rule 53, Paragraph 1 of the same special regulations end, whichever is earlier; Provided, however, that the validity of a bid or offer in cases where index futures ToSTNeT transactions are halted pursuant to the provisions of Rule 57 of the same special regulations may be determined on a case-by-case basis.

Rule 27. Halt in Index Futures ToSTNeT Transactions
The halt in index futures ToSTNeT transactions in cases referenced in each item of Rule 57 of the ToSTNeT Special Regulations shall be implemented for a period deemed necessary by the Exchange on a case-by-case basis.

Rule 28. Application for Approval of Index Futures ToSTNeT Transactions for Correcting Error, etc.
A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 58 of the ToSTNeT Special Regulations shall apply in a form predetermined by the Exchange.

Rule 29. Cancellation of Index Futures ToSTNeT Transactions
The provisions of Rule 7-2 of the Enforcement Rules for Index Futures Special Regulations shall apply mutatis mutandis to cancellation of index futures ToSTNeT transactions as prescribed in Rule 10-3, Paragraph 1 of the Index Futures Special Regulations which is applied mutatis mutandis in Rule 59, Paragraph 1 of the ToSTNeT Special Regulations. In this case, the term “Rule 10-3 of the Index Futures Special Regulations” in Rule 7-2 of the Enforcement Rules for Index Futures Special Regulations shall be deemed to be replaced with “Rule 10-3 of the Index Futures Special Regulations which is applied mutatis mutandis to Rule 59 of the ToSTNeT Special Regulations”, the term “Rule 15, Item 1 of the same regulations” with “Rule 57, Item 1 or Item 2 of the ToSTNeT Special Regulations”, and the term “Rule 46 of the same regulations” with “Rule 46 of the Index Futures Special Regulations”, respectively.

CHAPTER 5

TOSTNET TRANSACTIONS PERTAINING TO INDIVIDUAL SECURITY OPTIONS CONTRACT

Rule 30. Prices of Individual Security Options ToSTNeT Transactions

1. Prices specified by the Exchange as prescribed in Rule 68, Paragraph 2 of the ToSTNeT Special Regulations shall be prices of integral multiples of a whole number of the unit of a bid or offer as prescribed in Rule 15, Paragraphs 3 and 4 of the Special Regulations of Business Regulations, Margin/Loan Trading Regulations and Brokerage Agreement Standards Concerning Individual Securities Options (hereinafter referred to as the "Individual Securities Options Special Regulations), which are prices within the range from the following (i) to (ii).
   (i) The price obtained by deducting [the value computed by multiplying a price specified in each of such items by 5/100 in accordance with the classification of the time range referenced in each of the following items] from [the base price of individual security options ToSTNeT transactions as prescribed in the next paragraph or Paragraph 3 (if such price is less than a price of the unit of a bid or offer as prescribed in Rule 15, Paragraph 3 or Paragraph 4 of the Individual Securities Options Special Regulations, a price of the unit of such bid or offer)]
   (ii) The price obtained by adding a numerical value computed by multiplying a price specified in each of such items by 5/100 to such base price.
   (1) A trading session (meaning a trading session as specified in Rule 9, Paragraph 1 of the Individual Securities Options Special Regulations; the same shall apply hereinafter in this rule.):
   The immediate preceding contract price of an underlying security in a trading session on the day named (such special quote price if a special quote is displayed pursuant to the provisions of Rule 10 of the Rules Concerning Bids/Offers or such sequential trade quote price if a sequential trade quote is displayed pursuant to the provisions of Rule 11 of the same Rules); Provided, however, that if there is no immediate prior contract price, it shall be the base price of such underlying security in a session on the day named (meaning a base price of a limited spread of a quote as prescribed in Rule 4 of Rules Concerning Price Limits on Bids and Offers; the same shall apply in the next item.); and
   (2) Off-Auction time period:
   The final contract price of an underlying security in a trading session on the day named (including the final special quote price displayed pursuant to the provisions of Rule 10 of Rules Concerning Bids/Offers or the final sequential trade quote displayed pursuant to the provisions of Rule 10 of the same Rules in an immediate prior trading session as of the time of making a bid or offer (limited to a trading session on a day named); the same shall apply hereinafter in this item); Provided, however, that if there is no such final contract price, it shall be a base price of such underlying security in a trading session on the day named.
2. The base prices of individual security options ToSTNeT transactions shall be the theoretical base prices as prescribed in Rule 13, Paragraph 3 of the Enforcement Rules for the Special Regulations of Business Regulations, Margin/Loan Trading Regulations and Brokerage Agreement Standards Concerning Individual Security Options Contract (hereinafter referred to as the "Enforcement Rules for Individual Security Options Special Regulations"); Provided, however, that when the Exchange deems it inappropriate to apply such theoretical base prices as base prices of individual security options ToSTNeT transactions, the Exchange shall determine the prices on a case-by-case basis.
3. Notwithstanding the provisions of the preceding paragraph, base prices of individual security options ToSTNeT transactions pertaining to a security for which individual options

contracts are halted during a session pursuant to the provisions of Rule 19 of the Individual Security Options Special Regulations on the final contract date of the immediate prior contract month transaction shall be a price determined by the Exchange on a case-by-case basis.

Rule 31. Deleted

Rule 32. Validity of Bids and Offers of Individual Security Options ToSTNeT Transactions

A bid or offer of individual security options ToSTNeT transactions as prescribed in Rule 68, Paragraph 1 of the ToSTNeT Special Regulations shall become invalid at the time when a certain period lapses since the point at which such bid or offer is made or at the end of the trading hours as prescribed in Rule 69, Paragraph 1 of the same; Provided, however, that the validity of a bid or offer in cases where individual security options ToSTNeT transactions are halted pursuant to Rule 73 of the same regulations may be determined on a case-by-case basis.

Rule 33. Halt in Individual Security Options ToSTNeT Transactions

A halt in individual security options ToSTNeT transactions in cases referenced in each of the items of the ToSTNeT Special Regulations shall be implemented for a period deemed necessary by the Exchange on a case-by-case basis.

Rule 34. Approval Application of Individual Security Options ToSTNeT Transactions for Correcting Errors, etc.

A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 74 of the ToSTNeT Special Regulations shall make an application in a form predetermined by the Exchange.

Rule 35. Cancellation of Individual Security Options ToSTNeT Transactions

The provisions of Rule 11-2 of the Enforcement Rules for Individual Security Options Special Regulations shall apply mutatis mutandis to cancellation of individual security options ToSTNeT transactions pursuant to the provisions of Rule 14-2, Paragraph 1 of the Individual Security Options Special Regulations which is applied mutatis mutandis in Rule 75 of the ToSTNeT Special Regulations. In this case, the “Rule 14-2 of the Individual Security Options Special Regulations” in Rule 11-2 of the Enforcement Rules of Individual Security Options Special Regulations shall be deemed to be replaced with “Rule 14-2 of the Individual Security Options Special Regulations which is applied mutatis mutandis in Rule 75 of the ToSTNeT Special Regulations”; the term “Rule 19, Item 2 of the same special regulations” with “Rule 73, Item 1 or Item 2 of the ToSTNeT Special Regulations”, and “Rule 58 of the same regulations” shall read “Rule 58 of the Individual Security Options Special Regulations”.

CHAPTER 6

TOSTNET TRANSACTIONS PERTAINING TO OPTIONS CONTRACT ON GOVERNMENT BOND FUTURES

Rule 36. Prices of Government Bond Futures Options ToSTNeT Transactions

1. Prices specified by the Exchange as prescribed in Rule 84, Paragraph 3 of the ToSTNeT Special Regulations shall be a price in the range from the following (i) to (ii). and shall be a price of integral multiples of 0.01 yen per face value of 100 yen of an underlying security of a government futures contract effected by an exercise of rights.
   - (i) The price obtained (if such price is less than 0.01 yen, it shall be 0.01 yen) by deducting [the value computer by multiplying a price specified in each of such items by 0.5/100] from [the base price of government bond futures options ToSTNeT transactions as prescribed in the next paragraph or Paragraph 3] in accordance with the classification of the time range referenced in each of the following items.
   - (ii) The price obtained by adding the value computed by multiplying a price specified in each of such items by 0.5/100 to such base price.

   (1) The trading session (meaning the trading session as specified in Rule 8, Paragraph 1 of the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Options Contract on Government Bond Futures (hereinafter referred to as the "Government Bond Futures Options Special Regulations); the same shall apply hereinafter in this rule):

   The base price shall be the immediate prior contract price of a contract month transaction of futures subject to an exercise of rights in a trading session on the same transaction date (excluding contract prices as prescribed in Rule 6-2 of the Government Bond Futures Special Regulations, and including such quote price, if a special quote is displayed pursuant to the provisions of Rule 8, Paragraph 1, Item 3 to Item 5 of the Enforcement Rules for Government Bond Futures Special Regulations); Provided, however, that if there is no immediate prior contract price, it shall be a base price of a contract month of futures subject to an exercise of such rights in a trading session on such transaction date (meaning a contract price with a limited spread of a quote as prescribed in Rule 9, Paragraph 3 of the Enforcement Rules for Government Bond Futures Special Regulations; the same shall apply hereinafter in this item); and

   (2) Off-auction time period:

   The base price shall be the final contract price of contract month transactions of futures subject to an exercise of rights in a trading session on the same transaction date (excluding contract prices of inter-month spread transactions, but including the final quote price, which is a special quote representing indication pursuant to the provisions of Rule 8, Paragraph 1, Item 3 to Item 5 of the Enforcement Rules for Government Bond Futures Special Regulations in an immediate prior trading session as of the time when the quote is made (limited to the trading session on said transaction date); the same shall apply hereinafter in this item); Provided, however, that if there is no such final contract price, it shall be the base price of a contract month transaction of futures subject to an exercise of such rights in a trading session on such transaction date.

2. The base prices of government bond futures options ToSTNeT transactions shall be the theoretical base prices as prescribed in Rule 10, Paragraph 2 of the Enforcement Rules for the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Options Contract on Government Bond Futures (hereinafter referred to as the "Enforcement Rules for Government Bond Futures Options Special Regulations"); Provided, however, that when the Exchange deems it inappropriate to apply such theoretical base prices as the base prices of government bond futures options ToSTNeT

transactions, the Exchange shall determine the prices on a case-by-case basis.

3. Notwithstanding the provisions of the preceding paragraph, the base price of government bond futures options ToSTNeT transactions pertaining to a security for which options contracts on government bond futures are halted in a trading session pursuant to the provisions of Rule 18 of the Government Bond Futures Options Special Regulations on the final transaction date of the last contract month transaction shall be the price specified by the Exchange on a case-by-case basis.

Rule 37. Validity of Bids and Offers of Government Bond Futures Options ToSTNeT Transactions

A bid or offer of government bond futures options ToSTNeT transactions as prescribed in Rule 84, Paragraph 1 of the ToSTNeT Special Regulations shall become invalid at the time when a certain period specified by the Exchange lapses since the point at which such bid or offer is made or at the end of each trading time period of government bond futures options ToSTNeT transactions as prescribed in Rule 85, Paragraph 1 of the ToSTNeT Special Regulations, whichever is earlier; Provided, however, that the validity of a bid or offer in cases where government bond futures ToSTNeT transactions are halted as prescribed in Rule 89 of the ToSTNeT Special Regulations may be determined on a case-by-case basis.

Rule 38. Halt in Government Bond Futures Options ToSTNeT Transactions

A halt in government bond futures options ToSTNeT transactions in cases referenced in each item of Rule 89 of the ToSTNeT Special Regulations shall be implemented for a period deemed necessary by the Exchange on a case-by-case basis.

Rule 39. Approval Application of Government Bond Futures Options ToSTNeT Transactions for Correcting Errors, etc.

A trading participant who intend to receive the approval of the Exchange pursuant to the provisions of Rule 90 of the ToSTNeT Special Regulations shall make an application in a form predetermined by the Exchange.

Rule 40. Cancellation of Government Bond Futures Options ToSTNeT Transactions

The provisions of Rule 8-2 of the Enforcement Rules for Government Bond Futures Options Special Regulations shall apply mutatis mutandis to cancellation of government bond futures options ToSTNeT Transactions as prescribed in Rule 13-2, Paragraph 1 of the Government Bond Futures Options Special Regulations which is applied mutatis mutandis in Rule 90 of the ToSTNeT Special Regulations. In this case, “Rule 13-2 of the Government Bond Futures Options Special Regulations” in Rule 8-2 of the Enforcement Rules for Government Bond Futures Options Special Regulations shall be deemed to be replaced with “Rule 13-2 of the Government Bond Futures Options Special Regulations which is applied mutatis mutandis in Rule 91 of the ToSTNeT Special Regulations”; the term “Rule 18, Item 1 of the same regulations” with “Rule 89, Item 1 or Item 2 of the ToSTNeT Special Regulations” and “Rule 50 of the same regulations” shall read “Rule 50 of the Government Futures Options Special Regulations”.

CHAPTER 7

TOSTNET TRANSACTIONS PERTAINING TO INDEX OPTIONS CONTRACT

Rule 41. Prices of Index Options ToSTNeT Transactions

1. Prices determined by the Exchange as prescribed in Rule 100, Paragraph 3 of the ToSTNeT Special Regulations shall be a price of integral multiples of a whole number of 0.1, which is a price with in the range from the following (i) to (ii):
   - (i) The price obtained by deducting [the value computed by multiplying an immediate prior value of the subject index by 5/100] from [the base price of index options ToSTNeT transactions as prescribed in the next paragraph or Paragraph 3 (if such price is less than 0.1 point, 0.1 point)]
   - (ii) The price obtained by adding [the value computed by multiplying an immediate prior value of the subject index by 5/100] to [such base price].
2. The base prices of index options ToSTNeT transactions shall be the theoretical base prices as prescribed in Rule 10, Paragraph 2 of the Enforcement Rules for the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Index Options Contract (hereinafter referred to as the "Enforcement Rules for Index Options Special Regulations"); Provided, however, that when the Exchange deems it inappropriate to apply such theoretical base prices as the base prices of index options ToSTNeT transactions, base prices shall be those determined by the Exchange on a case-by-case basis.
3. Notwithstanding the provisions of the preceding paragraph, the base price of index options ToSTNeT transactions pertaining to a security for which index contracts are halted in a trading session pursuant to the provisions of Rule 18 of the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Index Options Contract (hereinafter referred to as the "Index Options Special Regulations") on the final trade day of an immediate prior contract month transaction.

Rule 42. Validity of Bids and Offers of Index Options ToSTNeT Transactions

A bid or offer for index options ToSTNeT transactions as prescribed in Rule 100, Paragraph 1 of the ToSTNeT Special Regulations shall become invalid at the time when a certain period as specified by the Exchange has lapsed since the point at which such bid or offer is made or at the end of the trading hours of index options ToSTNeT transactions as specified in Rule 101, Paragraph 1 of the ToSTNeT Special Regulations, whichever is earlier; Provided, however, that the validity of a bid or offer in cases where index options ToSTNeT transactions are halted pursuant to the provisions of Rule 105 of the ToSTNeT Special Regulations may be determined on a case-by-case basis.

Rule 43. Halt in Index Options ToSTNeT Transactions

A halt in index options ToSTNeT transactions in cases referenced in each item of Rule 105 of the ToSTNeT Special Regulations shall be implemented for a period deemed necessary by the Exchange on a case-by-case basis.

Rule 44. Approval Application of Index Options ToSTNeT Transactions for Correcting Errors, etc.

A trading participant who intends to receive the approval of the Exchange pursuant to the provisions of Rule 106 of the ToSTNeT Special Regulations shall make an application in a form predetermined by the Exchange.

Rule 45. Cancellation of Index Options ToSTNeT Transactions

The provisions of Rule 8-2 of the Enforcement Rules for Index Options Special Regulations shall apply mutatis mutandis to cancellation of index options ToSTNeT transactions as prescribed in Rule 13-2, Paragraph 1 of the Index Options Special Regulations which apply mutatis mutandis in Rule 107 of the ToSTNeT Special Regulations. In this case, the term “Rule 13-2 of the Index Options Special Regulations” in Rule 8-2 of the Enforcement Rules for Index Options Special Regulations shall be deemed to be replaced with “Rule 13-2 of the Index Options Special Regulations which apply mutatis mutandis in Rule 107 of the ToSTNeT Special Regulations”, the term “Rule 18, Item 1 of the same regulations” with “Rule 105, Item 1 or Item 2 of the ToSTNeT Special Regulations” and “Rule 55 of the same regulations” shall read “Rule 55 of the Index Options Special Regulations”.