

**Special Regulations of Business Regulations and Brokerage Agreement Standards  
Concerning ToSTNeT Market**  
(as of January 4, 2010)

Tokyo Stock Exchange, Inc.

**Chapter 1**  
**General Provisions**

**Rule 1. Purpose**

These Special Regulations shall prescribe special rules for the Business Regulations and the Brokerage Agreement Standards with regard to securities trading and derivatives market trading, and acceptance of orders, etc. for securities trading (excluding agency clearing of securities) and derivatives market trading (excluding agency clearing of securities) in the ToSTNeT market (meaning the market other than the auction market (meaning the market in which securities trading is carried out during a trading session and derivatives market trading is carried out by auction, out of the markets of the Exchange), out of the Exchange markets; the same shall apply hereinafter).

**Rule 2. Definition of ToSTNeT Transactions**

A ToSTNeT transaction in these Special Regulations means securities trading and/or derivatives market trading in the ToSTNeT market that are carried out as prescribed in the next chapter and thereafter.

**Chapter 2**  
**Special Regulations of Business Regulations and Brokerage Agreement Standards  
Concerning ToSTNeT Transactions Pertaining to Stocks and Convertible Bonds**

**Section 1**  
**General Provisions**

**Rule 3. Purpose of this Chapter**

1. ToSTNeT transactions in stocks (including subscription warrant securities, preferred equity investment securities (meaning preferred equity investment securities issued by a cooperative structured financial institution; the same shall apply hereinafter), investment trust beneficial certificates (meaning beneficial certificates of an investment trust; the same shall apply hereinafter), investment securities, foreign investment securities, foreign stock depositary receipts (meaning depositary receipts representing rights pertaining to a stock issued by a foreign corporation; the same shall apply hereinafter); the same shall apply hereinafter) and convertible bonds (meaning corporate bonds whose target of

investment at the time of exercising a subscription warrant is corporate bonds pertaining to such convertible bonds, out of the subscription warrant securities, but excluding and those issued by a foreign corporation; the same shall apply hereinafter) shall be as prescribed in this chapter.

2. Matters that are not provided in this chapter shall be as prescribed by the Securities Listing Regulations, the Business Regulations, the Margin/Loan Trading Regulations, and the Brokerage Agreement Standards.

**Rule 4. Definition of Single-issue Transactions, etc.**

1. A single-issue transaction in this chapter means a ToSTNeT transaction effected in the minimum quantity or amount specified by the Exchange in accordance with the provisions prescribed in this chapter.
2. A basket transaction in this chapter means a transaction in which a sale or a purchase of a security of the same class is made in the minimum number of issues specified by the Exchange in accordance with the provisions in this chapter, and which is a ToSTNeT transaction where the total amount of the consideration pertaining to such sales or purchases (hereinafter referred to as “consideration pertaining to a basket transaction”) is at least an amount specified by the Exchange.
3. A closing price transaction in this chapter means a ToSTNeT transaction where a regular transaction is effected at a final price or a volume weighted average price computed by the Exchange (hereinafter referred to as the “volume weighted average price” or the “VWAP”).
4. An off-auction own shares repurchase transaction in this chapter means a ToSTNeT transaction conducted by a listed company pursuant to the provisions of this chapter to acquire own stock in accordance with the provisions of Article 156, Paragraph 1 (including cases where Article 163 of the Companies Act (Act No.86 of 2005) and Article 165, Paragraph 3 of the same Act are applied by replacing terms) of the Companies Act or provisions of laws and regulations of a foreign country corresponding thereto (limited to cases where such listed company is a foreign company).

**Section 2**

**Special Regulations of Securities Listing Regulations**

**Rule 5. Securities to Be Listed**

Notwithstanding the provisions of the Securities Listing Regulations, securities to be listed on the ToSTNeT market shall be stocks and convertible bonds.

**Section 3**

**Special Regulations of Business Regulations**

**Rule 6. Underlying Securities in Single-issue Transactions, etc.**

In accordance with the types of transactions referenced in each of the following items, a ToSTNeT transaction may be carried out with respect to securities set forth in each of such items:

- (1) A single-issue transaction, a basket transaction and a closing price transaction:  
Stocks and convertible bonds; and
- (2) An off-auction own shares repurchase transaction:  
Stocks issued by a domestic corporation (excluding subscription warrant securities and preferred equity investment securities issued by a domestic corporation) and stocks issued by a foreign corporation (excluding subscription warrant securities and foreign stock depositary receipts issued by a foreign corporation).

**Rule 7. Method of ToSTNeT Transactions**

1. A ToSTNeT transaction shall be effected by the trading systems.
2. Notwithstanding the provisions of the preceding paragraph, if there is a failure in the operation of the trading systems or a trading participant (meaning a general trading participant as prescribed in Rule 2, Paragraph 2 of the Trading Participant Regulations; the same shall apply hereinafter) is unable to carry out a transaction by the trading systems for any other unavoidable reason and the Exchange deems it necessary, a trading participant may carry out a ToSTNeT transaction by a trading method other than through the trading systems. In this case, matters necessary for such transaction shall be prescribed by the Exchange on a case by case basis.

**Rule 8. Settlement Date**

A ToSTNeT transaction shall be settled on any of the days specified in each of the following items (meaning a day specified by Item 2 for a closing price transaction and an off-auction own share repurchase transaction):

- (1) A day on which a trading contract was concluded; or
- (2) The third day (excluding holidays; the same shall apply hereinafter in counting the number of days) (or the fourth day for transactions on a day referenced in each item of Paragraph 3 of Rule 9 of the Business Regulations) counting from the day on which a trading contract was concluded; provided, however, that the settlement day shall be the fifth day for transactions effected on a day prescribed in Paragraph 3, Item 1 or Item 2 of the same rule and the fourth day for transactions effected on the day following such date (when it falls on a holiday, it shall be moved down in order; the same shall apply hereinafter) respectively in cases prescribed in Paragraph 5 or Paragraph 6 of the same rule with respect to transactions of interest-bearing convertible bonds.

**Rule 9. Bids and Offers**

1. When a trading participant intends to carry out a ToSTNeT transaction (excluding an off-auction own share repurchase transaction; the same shall apply hereinafter in this rule), the trading participant must make a bid or offer. In this case, the trading participant must clarify matters referenced in each of the following items to the Exchange:
  - (1) A fact whether such bid or offer is for an agency or principal account;
  - (2) If it is intended to carry out a ToSTNeT transaction through a margin transaction (including cases where an agency-based entrustment of trading pertaining to a margin transaction is accepted if a customer is an agent), that fact;
  - (3) If it is intended to carry out a ToSTNeT transaction to reimburse purchase consideration which is borrowed or a security sold through a margin transaction (including cases where an agency-based entrustment of a transaction pertaining to reimbursement of purchase consideration which is borrowed or a security sold through a margin transaction is accepted, if a customer is an agent), that fact;
  - (4) If it is intended to be carried out a ToSTNeT transaction through a margin sale or a margin purchase for said participant's own account, that fact; and
  - (5) If it is intended to be carried out a ToSTNeT transaction for settlement of a margin sale transaction or a margin purchase transaction for said participant's own account, that fact.
2. Bids and offers for a ToSTNeT transaction shall be those made by the method of inputting from the trading participant terminal equipment of such trading participant.
3. A bid and offer for a ToSTNeT transaction shall be made at a price or consideration prescribed in each of the following items:
  - (1) A bid or offer for a single-issue transaction shall be made at a price prescribed by the Exchange;
  - (2) A bid or offer for a basket transaction shall be made at a consideration pertaining to a basket transaction prescribed by the Exchange; and
  - (3) A bid or offer for a closing price transaction shall be made at a price prescribed in the following Sub-item a. through Sub-item g.:
    - a. The previous day's closing price (meaning the final price of regular transactions (including the price of a special quote displayed pursuant to the provisions of Rule 10 of the Rules Concerning Bids/Offeres and the price of a sequential trade quote displayed pursuant to the provisions of Rule 11 of the same Rules; the same shall apply hereinafter) on the previous day (when it falls on a holiday, it shall be moved up in order; the same shall apply hereinafter), and where there is no contract price of regular transactions (including the price of a special quote displayed pursuant to the provisions of Rule 10 of the same Rules; the same shall apply hereinafter in Sub-item c.) on the previous day, or where the Exchange deems that it is inappropriate to carry out at such final price, it shall mean a base price at the quote price limit prescribed in Rule 4 of the Rules Concerning Price

Limits on Bids and Offers; the same shall apply hereinafter); provided, however, that it shall be a price specified by the Exchange on a case by case basis for regular transactions on an ex-dividend date, etc. as prescribed by the provisions of Rule 25, Paragraph 1 of the Business Regulations, a date on which trading starts for stocks after a reverse stock split as prescribed by the provision of Rule 25-2 of the same Regulations, on a new acquisition value date, on a new share number date or on a new exercise conditions date prescribed pursuant to the provisions of Rule 26 of the same regulations, or on a day on which a transaction is made as an ex-rights transaction pertaining to the rights to claim for redemption before maturity prescribed pursuant to the provisions of Rule 26-2 of the same regulations;

- b. A morning session closing price (meaning the final price (including the price of a quote price displayed pursuant to the provisions of Rule 10 of the Rules Concerning Bids/Offers at the end of the morning session and the price of a sequential trade quote displayed pursuant to the provisions of Rule 11 of the same Rules) in regular transactions during the morning session of that day), and where there is no contract price (including the price of a quote price displayed pursuant to the provisions of Rule 10 of the same Rules at the end of the morning session and the price of a sequential trade quote displayed pursuant to the provisions of Rule 11 of the same Rules) of regular transactions in the morning session or where the Exchange deems that it is inappropriate to carry out at such final price, it shall be at the base price at the quote price limit prescribed in Rule 4 of the Rules Concerning Price Limits on Bids and Offers; the same shall apply hereinafter);
- c. The closing price on the day (meaning the final price in regular transactions on that day, and where there is no contract price of regular transactions or where the Exchange deems that it is inappropriate to carry out at such final price, it shall mean the base price at the quote price limit prescribed in Rule 4 of the Rules Concerning Price Limits on Bids and Offers; the same shall apply hereinafter);
- d. Volume weighted average price on the previous day (meaning volume weighted average price in trading sessions for the whole day at the end of the afternoon trading session on the previous day; the same shall apply hereinafter);
- e. Volume weighted average price in the morning session (meaning volume weighted average price in the morning session at the end of the morning session on that day; the same shall apply hereinafter);
- f. Volume weighted average price in the afternoon session (meaning volume weighted average price in the afternoon session at the end of the afternoon session on that day; the same shall apply hereinafter); and
- g. Volume weighted average price on the day (meaning volume weighted average price in trading sessions for the whole day at the end of the afternoon trading

session on that day; the same shall apply hereinafter).

4. Regarding bids and offers for ToSTNeT transactions which are settled on a day referenced in Item (1) of the preceding rule, the same trading participant shall make a bid and an offer which correspond to each other.
5. Necessary matters concerning bids and offers of ToSTNeT transactions other than the matters prescribed in these Special Regulations shall be prescribed by the Exchange.

**Rule 10. Single-issue Transactions and Basket Transactions**

1. The trading hours of single-issue transactions and basket transactions shall be from 8:20 a.m. to 5:30 p.m.; provided, however, that when the Exchange deems it necessary, the Exchange may temporarily change trading hours by notifying trading participants to that effect beforehand.
2. Where either a bid or offer exactly matches an offer or bid which is made to correspond to such bid or offer in a single-issue transaction and a basket transaction, a transaction shall be effected between such bid and offer.

**Rule 11. Closing Price Transactions**

1. In accordance with the division of the price referenced in each of the following items, trading hours of closing price transactions shall be the hours specified in each of such items; provided, however, that when the Exchange deems it necessary, the Exchange may temporarily change trading hours by notifying trading participants to that effect beforehand:
  - (1) The closing price on the previous day and the volume weighted average price on the previous day:  
From 8:20 a.m. to 8:45 a.m.;
  - (2) The closing price in the morning session and the volume weighted average price in the morning session:  
From 11:00 a.m. to 12:15 p.m.; and
  - (3) The closing price on that day, the volume weighted average price in the afternoon session and the volume weighted average price on that day:  
From 3:00 p.m. to 4:00 p.m.
2. A closing price transaction shall be effected by auction, and the order of bids and offers in such auction shall be as prescribed in each of the following items with respect to each price referenced in Sub-item a. through Sub-item g. of Item (3) of Paragraph 3 of Rule 9:
  - (1) A bid or offer made earlier shall have precedence over bids or offers made later in accordance with whether they are before or after the time at which the bid or offer is made;
  - (2) The order of bids or offers made simultaneously shall be prescribed by the Exchange; and
  - (3) Notwithstanding the provisions of the preceding two items, where a trading participant makes an offer at the same time makes a bid of the same quantity to correspond to such

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- offer, such offer and such bid shall have precedence over other bids and offers.
3. Auction in the preceding paragraph shall be individual auction, and such individual auction shall be made by competition of offers and competition of bids with respect to each price referenced in Sub-item a. through Sub-item g. of Item (3) of Paragraph 3 of Rule 9, and transactions shall be effected between corresponding bids and offers in accordance with the order of bids and offers prescribed in the preceding paragraph.
  4. Where the Exchange is unable to compute the volume weighted average price or where there is an error in the volume weighted average price computed by the Exchange and even if a trading participant accordingly suffers damage, the trading participant may not claim for compensation for the damage against the Exchange.

### **Rule 12. Off-auction Own Share Repurchase Transactions**

1. A trading participant may execute a purchase order by an off-auction own share repurchase transaction.
2. An off-auction own share repurchase transaction in the preceding paragraph shall be notified to the Exchange beforehand as prescribed by the Exchange and, in addition, shall be effected pursuant to the provisions of the following rule through Rule 15 on the day (hereinafter referred to as the “purchase date”) following the day when such notification is received by the Exchange.
3. When the Exchange receives notification of an off-auction own share repurchase transaction, it shall announce the price of the off-auction own share repurchase transaction and other necessary matters.
4. When the Exchange deems that an issue pertaining to such purchase falls, or is likely to fall, under the delisting criteria during the period between the time when the Exchange receives a notification and the time when the application time for sale specified by Rule 14 is terminated, a trading participant who has made such notification to the Exchange pursuant to the provisions of Paragraph 2 may cancel such notification.

### **Rule 13. Prices of Off-auction Own Share Repurchase Transactions**

Off-auction own share repurchase transactions shall be effected at the final price (when a quote is displayed as prescribed by the Exchange, at such final special quote; and where the day on which such notification is received is a day immediately prior to an ex-dividend date, etc., a date on which trading starts for stocks after a reverse stock split, a new acquisition value date or a new share number date of such issue, at the base price prescribed by the Exchange. When there is no final price (including the final special quote if a quote is displayed as prescribed by the Exchange) of regular transactions in such issue on the day on which notification is received, at a price specified by the Exchange on a case by case basis) of regular transactions on the day on which notification of Paragraph 2 of the preceding rule is received.

**Rule 14. Sale Offering Hours**

1. Sale offering corresponding to purchase application by an off-auction own share repurchase transaction shall be carried out as prescribed by the Exchange during the period from 8:00 a.m. to 8:45 a.m. on the purchase date.
2. The Exchange may, when it deems necessary, change the sale offering hours of the preceding paragraph temporarily.

**Rule 15. Conclusion of Trading Contracts of Off-auction Own Share Repurchase Transactions**

In off-auction treasury share repurchase transactions, sale offering shall be made corresponding to purchase applications for off-auction treasury share repurchase transactions at a price prescribed in Rule 13; provided, however, that when offering quantity of such sales exceeds the total quantity of purchases, the Exchange shall match offering and applications in the order prescribed by the Exchange.

**Rule 16. Publication of Contract Prices**

When a ToSTNeT transaction is effected, the Exchange shall publicize the contract price as prescribed by the Exchange.

**Rule 17. Notice and Confirmation of Transaction Details**

1. When a ToSTNeT transaction is effected, the Exchange shall notify the details to the selling trading participant and the buying trading participant immediately through the trading systems.
2. The trading participants shall confirm the details immediately when they receive a notice of the preceding paragraph.

**Rule 18. Cancellation of Trading Pertaining to ToSTNeT Transactions**

1. Where a ToSTNeT transaction is effected due to an erroneous order and the settlement is extremely difficult and, in addition, the Exchange deems that the market is likely to be confused, the Exchange may cancel the ToSTNeT transaction prescribed by the Exchange as prescribed by the Exchange.
2. Where the Exchange cancels a ToSTNeT transaction pursuant to the provisions of the preceding paragraph, such transaction shall be deemed as if it has no existed at all.
3. Even if a trading participant suffers damage because the Exchange cancels a ToSTNeT transaction pursuant to the provisions of Paragraph 1, such trading participant may not claim damages against the trading participant who placed an erroneous order; provided, however, that the same shall not apply to cases where there is deemed to be intention or gross negligence on the side of the trading participant at the time of placing an erroneous order.

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4. Even if a trading participant suffers damage because the Exchange cancels a ToSTNeT transaction pursuant to the provisions of Paragraph 1, such trading participant may not claim damages against the Exchange; provided, however, that the same shall not apply to cases where there is deemed to be intention or gross negligence on the side of the Exchange.

### **Rule 19. Suspension of ToSTNeT Transactions**

The Exchange may suspend ToSTNeT transactions as prescribed by the Exchange in the cases enumerated in each of the following items:

- (1) Where a transaction in an issue which is an object of a ToSTNeT transaction is suspended during a trading session pursuant to the provisions of Rule 29 of the Business Regulations;
- (2) Where information that is deemed likely to have a material impact on investors' investment decisions concerning a security or its issuer, etc. has been developed and where the details of such information are unclear or where the Exchange deems that it is necessary to make the details of such information known;
- (3) Where the Exchange deems that the status of ToSTNeT transactions is abnormal or is likely to be so, or where the Exchange deems that it is inappropriate for trade supervision purposes to allow ToSTNeT transactions continue to be carried out;
- (4) Where the Exchange deems that it is difficult to allow transactions continue to be carried out by the trading systems, where a failure has occurred to the operation of the trading systems, etc.; and
- (5) Where the Exchange deems it necessary to make it known that the Exchange may possibly cancel a transaction.

### **Rule 20. Trading for Error Correction, etc. Pertaining to ToSTNeT Transactions**

1. When a trading participant is unable to execute a ToSTNeT transaction pertaining to a customer's order in accordance with the purport of entrustment as a result of an error, etc. for a truly unavoidable reason, the trading participant may execute a sale or a purchase with the trading participant itself as the counterparty at a price deemed appropriate by the Exchange after obtaining the prior approval of the Exchange as prescribed by the Exchange.
2. Settlement of the trading in the preceding paragraph shall be carried out on the settlement day for which a trading participant could have executed a sale or a purchase on the basis of the entrustment of such customer in accordance with the purport of the entrustment.

### **Rule 21. Trading for Reinstatement**

1. When a ToSTNeT transaction pertaining to a customer's order is cancelled pursuant to the provisions of Rule 18, Paragraph 1, the trading participant may execute a sale or a purchase of a security with the trading participant who placed an erroneous order as its

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counterparty at the same price as that of the cancelled a ToSTNeT transaction after obtaining a prior approval as prescribed by the Exchange. In this case, the trading participant who placed an erroneous order must comply with this as the counterparty to such sale or purchase.

2. Settlement of the transaction in the preceding paragraph shall be carried out on the same settlement day on which the cancelled ToSTNeT transaction would have been settled had it not been cancelled.

### **Rule 22. Timing of Notice and Publication of Total Turnover, etc.**

Where an amount of contract consideration is the amount prescribed by the Exchange or more, notice and publication pertaining to a single-issue transaction (excluding a single-issue transaction where both the sale and purchase are made by customers' entrustment) of stocks pursuant to the provisions of Rule 74 of Business Regulations shall be made on the day and hour prescribed by the Exchange.

### **Rule 23. Provisions Applied Mutatis Mutandis**

1. The provisions of Rules 4 and 5 of the Business Regulations shall apply mutatis mutandis to ToSTNeT transactions.
2. The provisions of Rule 42 of the Business Regulations shall not apply to the ToSTNeT market.

## Section 4

### **Special Regulations of Margin/Loan Trading Regulations**

#### **Rule 24. Prohibition of Margin Transactions Pertaining to Off-auction Own Share Repurchase Transactions**

No trading participants may carry out margin transactions pertaining to off-auction own share repurchase transactions.

#### **Rule 25. Loan Transactions for ToSTNeT Transactions**

Notwithstanding the provisions of Rule 11 of the Margin/Loan Trading Regulations, trading participants may carry out loan transactions as prescribed in Rule 1, Paragraph 1 of the Margin/Loan Trading Regulations for settlement of a ToSTNeT transaction on the basis of system margin trading (meaning system margin trading prescribed in Rule 2, Paragraph 1 of the Margin/Loan Trading Regulations; the same shall apply hereinafter) or for settlement of a transaction pertaining to own margin sale or margin purchase with respect to a ToSTNeT transaction whose settlement is effected on a day prescribed in Rule 8, Item 2.

**Rule 26. Settlement Cut-off Time of Own Margin Sale or Margin Purchase Pertaining to ToSTNeT Transactions**

Where a trading participant carries out a ToSTNeT transaction pertaining to own margin sale or margin purchase, the trading participant must complete settlement of such margin sale or margin purchase by the third day counting from the corresponding day (when there is no corresponding day, it shall be the end of the month, and if the corresponding day falls on a holiday, it shall be moved up in order) of the sixth month from the day on which said transaction is effected.

**Section 5**  
**Special Regulations of Brokerage Agreement Standards**

**Rule 27. Instruction Matters at the Time of Entrustment**

1. Where a customer entrusts a single-issue transaction or a basket transaction, the customer shall instruct matters referenced in each of the following items to a trading participant on a case by case basis:
  - (1) Whether it is a single-issue transaction or a basket transaction;
  - (2) Issue name;
  - (3) Whether the settlement day is one prescribed in Rule 8, Item 1 or Item 2;
  - (4) Whether it is a sale or purchase;
  - (5) Quantity;
  - (6) Limit of the price or consideration;
  - (7) Trading time;
  - (8) Effective period of the entrusted order;
  - (9) If it is intended to be carried out as margin trading, to that fact;
  - (10) If it is intended to be carried out to reimburse purchase consideration for which a loan is received or a security sold by margin trading, to that fact;
  - (11) If the customer is an agent and has accepted agency-based entrustment of a transaction pertaining to margin trading, to that fact; and
  - (12) If the customer is an agent and has accepted agency-based entrustment of a transaction pertaining to reimbursement of purchase consideration for which a loan is received or a security sold by margin trading, to that fact.
2. Where a customer entrusts a closing price transaction, the customer shall give a trading participant instructions concerning matters referenced in each of the following items each time:
  - (1) Whether it is the closing price on the previous day, the closing price in the morning session, the closing price on that day, volume weighted average price on the previous day, volume weighted average price in the morning session, volume weighted average price in the afternoon session, or volume weighted average price on that day; and
  - (2) Matters referenced in Items 2, 4, 5, and 8, and Items 9 through 12 of the preceding

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paragraph.

3. Where a customer entrusts an off-auction own share repurchase transaction, the customer shall give a trading participant instructions concerning matters of Items 2, 4, 5 and 8 of Paragraph 1 each time.
4. Where a customer having a margin trading account fails to give an instruction to the effect that the customer carries out through a margin transaction with respect to entrustment of a ToSTNeT transaction, the customer may not carry out such ToSTNeT transaction for a margin trading account.
5. Where a customer entrusts a sale or a purchase by a margin transaction, the customer shall give a trading participant an instruction as to whether it is made by standardized margin trading or negotiable margin trading.

### **Rule 28. Validity or Entrusted Orders as of the Time of Restarting Transactions**

Even if the Exchange halts trading pertaining to ToSTNeT transactions, entrusted orders shall remain valid during the validity period for such entrusted orders which customers specified as prescribed in the preceding rule; provided, however, that the same shall not apply to cases where the customer has instructed that it will invalidate the entrusted orders in the case of such trading halt.

### **Rule 29. Delivery Cut-Off Time for Customers**

1. With respect to entrustment of ToSTNeT transactions, customers shall deliver securities sold or purchase consideration to a trading participant by the day and hour referenced in each of the following items:
  - (1) Entrustment of a single-issue transaction and a basket transaction whose settlement is carried out on a day prescribed in Rule 8, Item 1:  
The cut-off time defined by an agreement between a trading participant and a customer on the day (when a trading participant and a customer agrees, on the day following the day) on which the transaction is effected; and
  - (2) Entrustment of a single-issue transaction, a basket transaction, a closing price transaction, and an off-auction own share repurchase transaction whose settlement is carried out on the day prescribed in Rule 8, Item 2:  
9:00 a.m. of the third day from the day on which the transaction is effected.
2. Notwithstanding the provisions of Item 2 of the preceding paragraph, a customer shall deliver a security sold or purchase consideration with respect to a ToSTNeT transaction effected on the day referenced in each item of Paragraph 2 of Rule 11 of the Brokerage Agreement Standards to a trading participant by 9:00 a.m. on the fourth day (in the case as defined in Paragraph 3 or Paragraph 4 of the same rule with regard to a transaction in interest-bearing convertible bonds, it shall be on the fifth day for transactions effected on the day as prescribed in Item 1 or Item 2 of Paragraph 2 of the same rule, and the fourth day for transactions effected on the day following such day as in cases prescribed in

Paragraph 3 of the same rule) from the day on which such transaction is effected.

3. Notwithstanding the provisions of Item 2 of Paragraph 1 and the preceding paragraph, where a trading participant designates the day and hour before the settlement cut-off time prescribed by the Japan Securities Clearing Corporation (hereinafter referred to as the “Clearing Corporation”) when a trading participant accepts an order, a customer shall deliver a security sold or purchase consideration to the trading participant by said day and hour.

**Rule 30. Delivery by Customers in the Case of Using DVP Settlement**

1. Where DVP settlement as prescribed by the Rules and Regulations of JASDEC DVP Clearing Corporation (hereinafter referred to as “JDCC”) is used for entrustment of a ToSTNeT transaction pursuant to an agreement between a customer and a trading participant, the customer shall deliver a security or pay funds to JDCC by the settlement cut-off time (in cases of delivery of securities pertaining to transactions referenced in Item 2 of Paragraph 1 and Paragraph 2 of the same rule, it shall mean the day and hour designated by the trading participant at the time of the agreement by the settlement cut-off time specified by the Clearing Corporation) specified by JDCC on the day specified in Paragraph 1 or Paragraph 2 of the preceding rule.
2. Where a customer has delivered a security or paid funds pursuant to the provisions of the preceding paragraph, such delivery of the security or such payment of the funds shall be deemed to be the delivery of the security sold and the payment of the purchase consideration in Paragraph 1 or Paragraph 2 of the preceding rule.

**Rule 31. Deleted**

**Section 6  
Miscellaneous Provisions**

**Rule 32. Application to Brokerage for Clearing of Securities, etc.**

1. The provisions of Sections 3 and 4 shall apply to brokerage for clearing of securities pertaining to ToSTNeT transactions by deeming trading participants who entrust brokerage for clearing of securities, etc. as a person who carries out such ToSTNeT transactions.
2. The provisions of Section 4 shall apply to brokerage for clearing of securities pertaining to loan transactions by deeming trading participants who entrust brokerage for clearing of securities, etc. as a person who carries out such loan transactions.

**Chapter 3  
Special Regulations of Business Regulations and Brokerage Agreement Standards  
Concerning Government Bond Futures Contract**

## Section 1 General Provisions

### **Rule 33. Purpose of This Chapter**

1. A ToSTNeT transaction pertaining to a government bond futures transaction (hereinafter referred to as a “government bond futures ToSTNeT transaction”) shall be as prescribed in this chapter.
2. Matters that are not prescribed in this chapter shall be as prescribed in the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Government Bond Futures Contract (hereinafter referred to as the “Special Regulations of Government Bond Futures”).

### **Rule 34. Definitions of Terms**

The meanings of the terms used in this chapter shall be the same as the meanings of the terms pertaining to the method of concluding trading contracts of securities, and also be as prescribed in each provision hereafter.

## Section 2 Special Regulations of Business Regulations

### **Rule 35. Method of Government Bond Futures ToSTNeT Transactions**

1. A government bond futures ToSTNeT transaction shall be carried out by the trading systems.
2. Notwithstanding the provisions of the preceding paragraph, where a failure in the operation of the trading systems occurs or a trading participant (meaning a general trading participant as prescribed in Rule 2, Paragraph 2 of the Trading Participant Regulations or a government bond futures trading participant prescribed in Paragraph 3 of the same rule) is unable to carry out a transaction by the trading systems for any other unavoidable reason and the Exchange deems it necessary, the trading participant may carry out a transaction by a method other than through the trading systems. In this case, matters necessary concerning such transaction shall be prescribed by the Exchange on a case by case basis.

### **Rule 36. Bids and Offers**

1. When a trading participant intends to carry out a government bond futures ToSTNeT transaction, the trading participant must make a bid or offer (meaning declaration of a price to become a party to a government bond futures ToSTNeT transaction; the same shall apply hereinafter in this chapter). In this case, the trading participant must clarify to the Exchange whether such bid or offer is for an agency or principal account.
2. A bid or offer for a government bond futures ToSTNeT transaction shall be made by the method of inputting from the trading participant’s terminal equipment of said trading

participant.

3. A bid or offer for a government bond futures ToSTNeT transaction shall be made at a price as prescribed by the Exchange.
4. The validity of the bid and offer prescribed in Paragraph 1 shall be as specified by the Exchange.

**Rule 37. Trading Hours of Government Bond Futures ToSTNeT Transactions**

1. Trading hours of government bond futures ToSTNeT transactions shall be the hours prescribed in each of the following items:
  - (1) From 8:20 a.m. to 3:10 p.m.; and
  - (2) From 3:30 p.m. to 6:20 p.m.
2. Notwithstanding the provisions of the preceding paragraph, when the Exchange deems it necessary, the Exchange may temporarily change the trading hours in the preceding paragraph. In this case the Exchange shall notify trading participants to that effect beforehand.

**Rule 38. Conclusion of Trading Contract Pertaining to Government Bond Futures ToSTNeT Transactions**

Where either a bid or offer for a JGB futures ToSTNeT transaction matches an offer or bid which is made to correspond to such bid or offer, a transaction shall be effected between these bid and offer.

**Rule 39. Publication of Contract Prices**

When a government bond futures ToSTNeT transaction is effected, the Exchange shall publicize the contract price as prescribed by the Exchange.

**Rule 40. Temporary Suspension of JGB Futures ToSTNeT Transactions**

Where the Exchange temporarily suspends government bond futures trading in a trading session pursuant to the provisions of Rule 11, Paragraph 1 or 2 of the Special Regulations of Government Bond Futures, the Exchange shall temporarily suspend government bond futures ToSTNeT transactions for the period during which such government bond futures trading in a trading session is temporarily suspended.

**Rule 41. Halt in Government Bond Futures ToSTNeT Transactions**

The Exchange may halt government bond futures ToSTNeT transactions as prescribed by the Exchange in the cases referenced in each of the following items:

- (1) Where JGB futures transactions in a trading session are halted pursuant to the provisions prescribed in Rule 12 of the Special Regulations of Government Bond Futures;
- (2) Where the Exchange deems that the state of government bond futures ToSTNeT transactions is, or is likely to be, abnormal or where the Exchange deems that it is

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inappropriate for the purpose of trade supervision to have JGB futures ToSTNeT transactions continue to be carried out; or

- (3) Where the Exchange deems that it is difficult to have transactions continue to be carried out if a failure has occurred to the operation of the trading systems, etc. pertaining to government bond futures ToSTNeT transactions.

### **Rule 42. Transactions for Correcting Errors, etc. Pertaining to Government Bond Futures ToSTNeT Transactions**

1. When a trading participant is unable to execute a government bond futures ToSTNeT transaction pertaining to a customer's order in accordance with the purport of entrustment as the result of an error, etc. for a truly unavoidable reason, the trading participant may execute a sale or a purchase with the trading participant itself as its counterparty at a price deemed appropriate by the Exchange after obtaining a prior approval of the Exchange, as prescribed by the Exchange.
2. Settlement of a sale or a purchase in the preceding paragraph shall be carried out on the settlement day for which a trading participant could have executed a sale or a purchase on the basis of the entrustment from such customer in accordance with the purport of the entrustment.

### **Rule 43. Provisions Applied Mutatis Mutandis**

1. The provisions of Rules 4-2, 4-3, 6-3 and 8 of the Special Regulations of Government Bond Futures shall apply mutatis mutandis to government bond futures ToSTNeT transactions.
2. The provisions of Rule 3-2 of the Special Regulations of Government Bond Futures shall not apply to the ToSTNeT market.

## **Section 3**

### **Special Regulations of Brokerage Agreement Standards**

### **Rule 44. Instruction Matters, etc. at the Time of Entrustment**

1. Where a customer entrusts a government bond futures ToSTNeT transaction, the customer shall instruct or notify a trading participant concerning the matters referenced in each of the following items each time:
  - (1) Issue name and contract month;
  - (2) Which it is, a new sale, a new purchase, a resale, or a repurchase;
  - (3) A fact that the customer intends to carry out a ToSTNeT transaction;
  - (4) Quantity;
  - (5) Price;
  - (6) Trading time; and
  - (7) The validity period of the entrusted order.

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2. Notwithstanding the provisions of the preceding paragraph, where a trading participant agrees to handle orders by the method designated by a customer beforehand with regard to the instruction of the matter referenced in Item 2 of the same paragraph, the customer shall not need to give instruction on such matter each time. In this case, the trading participant shall handle orders by the method designated by such customer with respect to such matter.
3. Notwithstanding the provisions of Paragraph 1, a customer may instruct the matter referenced in Item 2 of the same paragraph by the time limit designated by a trading participant by and before 4:30 p.m. on the day on which the trading day when a transaction is effected is terminated by prior agreement with the trading participant. In this case, when a customer does not instruct such matter to the trading participant by the time limit designated by such trading participant, the customer shall be deemed to have instructed a new sale or a new purchase.

### **Rule 45. Instruction Matters, etc. at the Time of Entrustment Pertaining to Give-up**

1. Notwithstanding the provisions of the preceding paragraph, where a customer entrusts a government bond futures ToSTNeT transaction pertaining to a give-up, the customer shall instruct the matters referenced in each of the following items in addition to the matters referenced in each item (excluding Item 2) of Paragraph 1 of the same rule each time to an order execution trading participant:
  - (1) A fact that it is a government bond futures ToSTNeT transaction pertaining to a give-up;
  - (2) Name of the clearing execution trading participant pertaining to such give-up; and
  - (3) Matters necessary for such clearing execution trading participant to confirm who is the customer for a sale or a purchase of a government bond futures ToSTNeT transaction which is newly concluded due to such give-up being effected.
2. Notwithstanding the provisions of the preceding paragraph, a customer may instruct matters referenced in each item of the same paragraph by the time limit designated by an order execution trading participant by and before 4:00 p.m. on the day on which the trading day when a transaction pertaining to the give-up is effected is terminated by prior agreement with the order execution trading participant.

### **Rule 46. Validity of Entrusted Orders at the Time of Trading Resumption**

Entrusted orders shall remain valid within the validity period of such entrusted orders instructed by a customer prescribed in Rule 44 or the preceding rule even if the Exchange suspends government bond futures ToSTNeT transactions; provided, however, that the same shall not apply to cases where the customer has instructed to the effect that it will invalidate the entrusted orders.

### **Rule 47. Instruction of Resale and Repurchase Where Transactions Pertaining to Give-up Are Effected.**

1. Notwithstanding the provisions of Rule 44, when a give-up is effected with respect to a

government bond futures ToSTNeT transaction pertaining to the give-up, a customer of a clearing execution trading participant pertaining to such give-up shall instruct such clearing execution trading participant matters referenced in Item 2 of Paragraph 1 of the same rule pertaining to a sale or a purchase of a newly executed JGB futures ToSTNeT transaction by the time limit designated by such clearing execution trading participant by or before 4:30 p.m. on the day on which the trading day when a JGB futures ToSTNeT transaction pertaining to such give-up is effected is terminated. In this case, when a customer does not instruct such matters by such time limit, the customer shall be deemed to have instructed a new sale or a new purchase.

2. The provisions of Rule 44, Paragraph 2 shall apply mutatis mutandis to instruction of the matters referenced in Item 2 of Paragraph 1 of the same rule pertaining to government bond futures ToSTNeT transactions which are newly concluded due to a give-up being effected.

#### **Section 4 Miscellaneous Provisions**

##### **Rule 48. Application to Brokerage for Clearing of Securities, etc.**

The provisions of Section 2 shall apply to brokerage for clearing of securities, etc. pertaining to government bond futures ToSTNeT transactions by deeming a person who carries out such government bond futures ToSTNeT transactions to be a trading participant who entrusts brokerage for clearing of securities, etc.

#### **Chapter 4 Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Index Futures Contract**

##### **Section 1 General Provisions**

##### **Rule 49. Purpose of this Chapter**

1. A ToSTNeT transaction pertaining to an index futures transaction (hereinafter referred to as an “index futures ToSTNeT transaction”) shall be in accordance with the provisions prescribed in this chapter.
2. Matters that are not prescribed in this chapter shall be in accordance with the provisions prescribed by the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Index Futures Transactions (hereinafter referred to as the “Special Regulations of Index Futures Transactions”).

##### **Rule 50. Definitions of Terms**

The meanings of the terms used in this chapter shall be the same as the meanings of the terms

pertaining to the method of concluding trading contracts of securities, and also be in accordance with the provisions prescribed in each provision hereafter.

## **Section 2**

### **Special Regulations of Business Regulations**

#### **Rule 51. Method of Index Futures ToSTNeT Transactions**

1. An index futures ToSTNeT transaction shall be carried out through the trading systems.
2. Notwithstanding the provisions of the preceding paragraph, where a failure in the operation of a trading system occurs or a trading participant (meaning a general trading participant as prescribed in Rule 2, Paragraph 2 of the Trading Participant Regulations or index futures trading participants prescribed in Paragraph 4 of the same rule; the same shall apply hereinafter in this chapter and Chapter 7) is unable to carry out a transaction by the trading systems for any other unavoidable reason and the Exchange deems it necessary, the trading participant may carry out a transaction by a method other than through the trading systems. In this case, necessary matters concerning such transaction shall be prescribed by the Exchange on a case by case basis.

#### **Rule 52. Bids and Offers**

1. When a trading participant intends to carry out an index futures ToSTNeT transaction, the trading participant shall make a bid or offer (meaning declaration of a price to become a party to an index futures ToSTNeT transaction; the same shall apply hereinafter in this chapter). In this case, the trading participant shall clarify to the Exchange whether such bid or offer is for an agency or principal account.
2. A bid or offer for an index futures ToSTNeT transaction shall be a bid or offer made by the method of inputting from the trading participant's terminal equipment of said trading participant.
3. A bid or offer for an index futures ToSTNeT transaction shall be carried out at a price as prescribed by the Exchange.
4. The validity of the bid and offer prescribed in Paragraph 1 shall be as specified by the Exchange.

#### **Rule 53. Trading Hours of Index Futures ToSTNeT Transactions**

1. Trading hours of index futures ToSTNeT transactions shall be the hours prescribed in each of the following items:
  - (1) From 8:20 a.m. to 4:00 p.m., and
  - (2) From 4:30 p.m. to 7:10 p.m.
2. Notwithstanding the provisions of the preceding paragraph, when the Exchange deems it necessary, the Exchange may temporarily change the trading hours in the preceding paragraph. In this case, the Exchange shall notify trading participants to that effect

beforehand.

**Rule 54. Conclusion of Trading Contract Pertaining to Index Futures ToSTNeT Transactions**

Where either a bid or offer for an index futures ToSTNeT transaction matches an offer or bid which is made to correspond to such bid or offer, a transaction shall be effected between these bid and offer.

**Rule 55. Publication of Contract Prices**

When an index futures ToSTNeT transaction is effected, the Exchange shall publicize the contract price as prescribed by the Exchange.

**Rule 56. Temporary Suspension of Index Futures ToSTNeT Transactions**

Where the Exchange temporarily suspends index futures trading in a trading session pursuant to the provisions of Rule 14-2 of the Special Regulations of Index Futures, the Exchange shall temporarily suspend index futures ToSTNeT transactions for the period during which such index futures trading in a trading session is temporarily suspended.

**Rule 57. Halt in Index Futures ToSTNeT Transactions**

The Exchange may halt index futures ToSTNeT transactions as prescribed by the Exchange in the cases referenced in each of the following items:

- (1) Where index futures transactions in a trading session are halted pursuant to the provisions prescribed in Rule 15 of the Special Regulations of Index Futures,
- (2) Where the Exchange deems that the state of index futures ToSTNeT transactions is, or is likely to be, abnormal or where the Exchange deems that it is inappropriate for the purpose of trade supervision to have index futures ToSTNeT transactions continue to be carried out, or
- (3) Where the Exchange deems that it is difficult to have transactions continue to be carried out when a failure has occurred to the operation of the trading system pertaining to index futures ToSTNeT transactions, etc.

**Rule 58. Transactions for Correcting Errors, etc. Pertaining to Index Futures ToSTNeT Transactions**

1. When a trading participant is unable to execute an index futures ToSTNeT transaction pertaining to a customer's order in accordance with the purport of entrustment as the result of an error, etc. for a truly unavoidable reason, the trading participant may execute a sale or a purchase with the trading participant itself as its counterparty at a price deemed appropriate by the Exchange after obtaining the prior approval of the Exchange, as prescribed by the Exchange.
2. Settlement of a sale or a purchase in the preceding paragraph shall be carried out on the

settlement day for which a trading participant could have executed a sale or a purchase on the basis of the entrustment of such customer in accordance with the purport of the entrustment.

**Rule 59. Provisions Applied Mutatis Mutandis**

1. The provisions of Rules 6, 7, 10-3 and 12 of the Special Regulations of Index Futures shall apply mutatis mutandis to index futures ToSTNeT transactions.
2. The provisions of Rule 4-2 of the Special Regulations of Index Futures shall not apply to the ToSTNeT market.

**Section 3**

**Special Regulations of Brokerage Agreement Standards**

**Rule 60. Instruction Matters, etc. at the Time of Entrustment**

1. Where a customer entrusts an index futures ToSTNeT transaction, the customer shall instruct or notify the matters referenced in each of the following matters to a trading participant each time the customer so entrusts:
  - (1) Index for the transaction, and contract month,
  - (2) Whether it is a large transaction or a mini transaction in cases of Tokyo Stock Price Index futures transactions,
  - (3) The customer intends to carry out a ToSTNeT transaction,
  - (4) Quantity,
  - (5) Price,
  - (6) Trading time, and
  - (7) The validity period of the entrusted order.
2. Notwithstanding the provisions of the preceding paragraph, where a trading participant agrees to handle orders by the method designated beforehand by the customer concerning the instruction of the matters referenced in Item 3 of the same paragraph, the customer shall not need to give instructions on such matters each time. In this case, the trading participant shall handle orders by the method designated by such customer concerning such matters.
3. Notwithstanding the provisions of Paragraph 1, a customer may instruct the matters referenced in Item 3 of the same paragraph by the time limit designated by a trading participant by and before 4:30 p.m. on the day on which the trading day when a transaction is effected is terminated by prior agreement with the trading participant. In this case, when a customer does not instruct such matters to the trading participant by the time limit designated by such trading participant, the customer shall be deemed to have instructed a new sale or a new purchase.

**Rule 61. Instruction Matters, etc. at the Time of Entrustment Pertaining to Give-up**

1. Notwithstanding the provisions of the preceding paragraph, where a customer entrusts an index futures ToSTNeT transaction pertaining to a give-up, the customer shall instruct matters referenced in each of the following items in addition to the matters referenced in each item (excluding Item 3) of Paragraph 1 of the same rule to an order execution trading participant each time the customer so entrusts:

- (1) A fact that it is an index futures ToSTNeT transaction pertaining to a give-up,
- (2) Name of a clearing execution trading participant pertaining to such give-up, and
- (3) Matters necessary for such clearing execution trading participant to confirm who is the customer of a sale or a purchase of an index futures ToSTNeT transaction which is newly concluded due to such give-up being effected.

2. Notwithstanding the provisions of the preceding paragraph, customers may instruct matters referenced in each item of the same paragraph by the time limit designated by an order execution trading participant by and before 4:00 p.m. on the day on which the trading day when a transaction pertaining to the give-up is effected is terminated by prior agreement with the order execution trading participant.

**Rule 62. Validity of Entrusted Orders at the Time of Reopening Trading**

Entrusted orders shall remain valid within the validity period of such entrusted orders instructed by a customer as prescribed in Rule 60 or the preceding rule even if the Exchange suspends index futures ToSTNeT transactions; provided, however, that the same shall not apply to cases where the customer has instructed to the effect that it will invalidate the entrusted orders.

**Rule 63. Instruction of Sale and Resale Where Trading Pertaining to Give-up Is Effected**

1. Notwithstanding the provisions of Rule 60, when a give-up is effected with respect to an index futures ToSTNeT transaction pertaining to the give-up, a customer of a clearing execution trading participant pertaining to such give-up shall instruct such clearing execution trading participant about matters referenced in Item (3) of Paragraph 1 of the same rule pertaining to a sale or a purchase of a newly concluded index futures ToSTNeT transaction by the time limit designated by such clearing execution trading participant by and before 4:30 p.m. on the day on which the trading day when an index futures ToSTNeT transaction pertaining to such give-up is effected is terminated. In this case, when a customer does not instruct such matters by such time limit, the customer shall be deemed to have instructed a new sale or a new purchase.
2. The provisions of Rule 60, Paragraph 2 shall apply mutatis mutandis to instructions of the matters referenced in Item (3) of Paragraph 1 of the same rule pertaining to an index futures ToSTNeT transaction which is newly concluded due to a give-up being effected.

**Section 4**  
**Miscellaneous Provisions**

**Rule 64. Application to Brokerage for Clearing of Securities, etc.**

The provisions of Section 2 shall apply to brokerage for clearing of securities, etc. pertaining to an index futures ToSTNeT transaction by deeming a person who carries out such index futures ToSTNeT transaction to be a trading participant who entrusts brokerage for clearing of securities, etc.

**Chapter 5**  
**Special Regulations of Business Regulations and Brokerage Agreement Standards**  
**Concerning Individual Security Options Contract**

**Section 1**  
**General Provisions**

**Rule 65. Purpose of this Chapter**

1. A ToSTNeT transaction pertaining to an individual security options transaction (hereinafter referred to as an “individual security options ToSTNeT transaction”) shall be in accordance with the provisions prescribed in this chapter.
2. Matters that are not prescribed in this chapter shall be prescribed by the Special Regulations of Business Regulations, Margin/Loan Trading Regulations, and Brokerage Agreement Standards Concerning Individual security options Contract (hereinafter referred to as the “Special Regulations of Individual security options”).

**Rule 66. Definitions of Terms**

The meanings of the terms used in this chapter shall be the same as the meanings of the terms pertaining to the method of concluding trading contracts of securities, and also be in accordance with the provisions prescribed in each provision hereafter.

**Section 2**  
**Special Regulations of Business Regulations**

**Rule 67. Method of Individual Security Options ToSTNeT Transactions**

1. Individual security options ToSTNeT transactions shall be carried out by a trading system.
2. Notwithstanding the preceding paragraph, where trading participants (see Note below) are unable to carry out transactions through the trading system due to unavoidable reasons such as occurrence of a malfunction of the trading system.

(Note) "Trading participants" mean general trading participants prescribed in Rule 2,

Paragraph 2 of the Trading Participant Regulations or individual security options trading participants prescribed. The same shall apply hereinafter in this Chapter.

**Rule 68. Bids and Offers**

1. When a trading participant carries out an individual security options ToSTNeT transaction, the trading participant must make a bid or offer (meaning an indication of intention of a trade price to become a party to the individual security options ToSTNeT transaction; the same shall apply hereinafter in this Chapter). In this case, the trading participant must clarify to the Exchange whether such bid or offer is for an agency or principal account.
2. The bid or offer for the individual security options ToSTNeT transaction shall be made by the method of inputting to a trading participant terminal device of such trading participant.
3. The bid or offer for the individual security options ToSTNeT transaction shall be made at a price specified by the Exchange.
4. Validity of the bid or offer prescribed in Paragraph 1 shall be as specified by the Exchange.

**Rule 69. Trading Hours of Individual Security Options ToSTNeT Transactions**

1. Trading hours for individual security options ToSTNeT transactions shall be from 8:20 a.m. to 4:00 p.m.
2. Notwithstanding the provisions of the preceding paragraph, when the Exchange deems it necessary, the Exchange may temporarily change the trading hours in the preceding paragraph. In this case, a customer shall notify a trading participant to that effect beforehand.

**Rule 70. Conclusion of Trading Contract Pertaining to Individual Security Options ToSTNeT Transactions**

For individual security options ToSTNeT transactions, when a bid or offer is matched against a offer or bid made to correspond to such bid or offer, a transaction shall be effected between the bid and offer.

**Rule 71. Publication of Contract Prices**

When an individual security options ToSTNeT transaction is effected, the Exchange shall publicize the contract price as prescribed by the Exchange.

**Rule 72. Deleted.**

**Rule 73. Halt in Individual Security Options ToSTNeT Transactions**

The Exchange may halt individual security options ToSTNeT transactions as prescribed by

the Exchange in the cases referenced in each of the following items:

- (1) Where transactions pertaining to ToSTNeT transactions in underlying securities are halted pursuant to the provisions prescribed in Rule 19 or where a measure corresponding to such halt is taken in the financial instruments exchange market opened by any other financial instruments exchange in Japan.
- (2) Where individual security options transactions in a trading session are halted pursuant to the provisions prescribed in Rule 19 of the Special Regulations of Individual Security Options.
- (3) Where the Exchange deems that the state of individual security options ToSTNeT transactions is, or is likely to be, abnormal or where the Exchange deems that it is inappropriate for the purpose of trade supervision to have individual security options ToSTNeT transactions continue to be carried out, or
- (4) Where the Exchange deems that it is difficult to have transactions continue to be carried out when a failure has occurred to the operation of the trading systems pertaining to individual security options ToSTNeT transactions, etc.

**Rule 74. Transactions for Correcting Errors, etc. Pertaining to Individual Security Options ToSTNeT Transactions**

1. When a trading participant is unable to execute an individual security options ToSTNeT transaction pertaining to a customer's order in accordance with the purport of entrustment as the result of an error, etc. for a truly unavoidable reason, the trading participant may execute a sale or a purchase with the trading participant itself as its counterparty at a price deemed appropriate by the Exchange after obtaining the prior approval of the Exchange, as prescribed by the Exchange.
2. Settlement of a sale or a purchase in the preceding paragraph shall be carried out on the settlement day for which a trading participant could have executed a sale or a purchase on the basis of the entrustment of such customer in accordance with the purport of the entrustment.

**Rule 75. Provisions Applied Mutatis Mutandis**

1. The provisions of Rules 10, 11, 14-2 and 16 of the Special Regulations of Individual Security Options shall apply mutatis mutandis to individual security options ToSTNeT transactions.
2. The provisions of Rule 8 and Rule 15-4 of the Special Regulations of Individual Security Options shall not apply to the ToSTNeT market.

**Section 3**  
**Special Regulations of Brokerage Agreement Standards**

**Rule 76. Instruction Matters, etc. at the Time of Entrustment**

1. Where a customer entrusts an individual security options ToSTNeT transaction, the customer shall instruct or notify the matters referenced in each of the following matters to a trading participant each time the customer so entrusts:
  - (1) An underlying security,
  - (2) Whether it is for an individual put option or an individual call option,
  - (3) Contract month,
  - (4) Exercise price,
  - (5) Where there are a number of issues concerning which the matters referenced in the preceding item are the same, the quantity pertaining to a transaction of an underlying security that is effected because of an exercise of rights of the minimum unit (to be referred to as the “transaction unit, etc. of the underlying security” in the next rule),
  - (6) Which it is, a new sale, a new purchase, a resale, or a repurchase,
  - (7) A fact that the customer intends to carry out a transaction through a ToSTNeT trading,
  - (8) Quantity,
  - (9) Price,
  - (10) Trading hours, and
  - (11) The validity period of the entrusted order.
2. Notwithstanding the provisions of the preceding paragraph, where a trading participant agrees to handle orders by the method designated beforehand by the customer concerning the instruction of the matters referenced in Item 6 of the same paragraph, the customer shall not need to give instructions on such matters each time. In this case, the trading participant shall handle orders by the method designated by such customer concerning such matters.
3. Notwithstanding the provisions of Paragraph 1, a customer may instruct the matters referenced in Item 6 of the same paragraph by the time limit designated by a trading participant by and before 4:30 p.m. on the day when a transaction is effected by prior agreement with the trading participant. In this case, when a customer does not instruct such matters to the trading participant by the time limit designated by such trading participant, the customer shall be deemed to have instructed a new sale or a new purchase.

**Rule 77. Instruction Matters, etc. at the Time of Entrustment Pertaining to Give-up**

1. Notwithstanding the provisions of Paragraph 1, where a customer entrusts an individual security options ToSTNeT transaction pertaining to a give-up, the customer shall instruct matters referenced in each of the following items in addition to the matters referenced in each item (excluding Item 6) of Paragraph 1 of the same rule each time to an order execution trading participant:
  - (1) A fact that it is an individual security options ToSTNeT transaction pertaining to a give-up,
  - (2) Name of the clearing execution trading participant pertaining to such give-up, and

- (3) Matters that such clearing execution trading participant needs to confirm who is the customer for a sale or a purchase of an individual security options ToSTNeT transaction which is newly concluded due to such give-up being effected.
2. Notwithstanding the provisions of the preceding paragraph, a customer may instruct matters referenced in each item of the same paragraph by the time limit designated by an order execution trading participant by and before 4:00 p.m. on the day on which a transaction pertaining to the give-up is effected by obtaining prior agreement with the order execution trading participant.

**Rule 78. Validity of Entrusted Orders at the Time of Trading Resumption**

Entrusted orders shall remain valid within the validity period of such entrusted orders instructed by a customer prescribed in Rule 76 or the preceding rule even if the Exchange suspends individual security options ToSTNeT transactions; provided, however, that the same shall not apply to cases where the customer has instructed to the effect that it will invalidate the entrusted orders.

**Rule 79. Instruction of Resale and Repurchase Where Transactions Pertaining to Give-up Are Effected**

1. Notwithstanding the provisions of Rule 76, when a give-up is effected with respect to an individual security options ToSTNeT transaction pertaining to the give-up, a customer of a clearing execution trading participant pertaining to such give-up shall instruct such clearing execution trading participant about matters referenced in Item 6 of Paragraph 1 of the same rule pertaining to a sale or a purchase of a newly concluded individual security options ToSTNeT transaction by the time limit designated by such clearing execution trading participant by and before 4:30 p.m. on the day on which an individual security options ToSTNeT transaction pertaining to such give-up is effected. In this case, when a customer does not instruct such matters by such time limit, the customer shall be deemed to have instructed a new sale or a new purchase.
2. The provisions of Rule 76, Paragraph 2 shall apply mutatis mutandis to instructions of the matters referenced in Item 6 of Paragraph 1 of the same rule pertaining to an individual security options ToSTNeT transaction which is newly concluded because of a give-up being effected.

**Section 4  
Miscellaneous Provisions**

**Rule 80. Application to Brokerage for Clearing of Securities, etc.**

The provisions of Section 2 shall apply to brokerage for clearing of securities, etc. pertaining to individual security options ToSTNeT transactions by deeming a person who carries out such individual security options ToSTNeT transactions to be a trading participant who

entrusts brokerage for clearing of securities, etc.

**Chapter 6**  
**Special Regulations of Business Regulations and Brokerage Agreement Standards**  
**Concerning Options Contract on Government Bond Futures**

**Section 1**  
**General Provisions**

**Rule 81. Purpose of this Chapter**

1. ToSTNeT transactions pertaining to government bond futures option transactions (hereinafter referred to as “government bond futures options transactions”) shall be in accordance with the provisions prescribed in this chapter.
2. Matters that are not prescribed in this chapter shall be prescribed by the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Options Contract on Government Bond Futures (hereinafter referred to as the “Special Regulations of Government Bond Futures Options Transactions”).

**Rule 82. Meanings of Terms**

The meanings of the terms used in this chapter shall be the same as the meanings of the terms pertaining to the method of concluding trading contracts of securities, and also be in accordance with the provisions prescribed in each provision hereafter.

**Section 2**  
**Special Regulations of Business Regulations**

**Rule 83. Method of Government Bond Futures Options ToSTNeT Transactions**

1. Government bond futures options ToSTNeT transactions shall be carried out through the trading system.
2. Notwithstanding the provisions of the preceding paragraph, where there is a failure in the operation of the trading system or a trading participant is unable to carry out a transaction by the trading system for any other unavoidable reason and the Exchange deems it necessary, a trading participant may carry out a transaction not through the trading system. In this case, matters necessary for such transaction shall be prescribed by the Exchange on a case by case basis.

**Rule 84. Bids and Offers**

1. When a trading participant intends to carry out a government bond futures options ToSTNeT transaction (meaning declaration of a price to become a party to a government bond futures options ToSTNeT transaction; the same shall apply hereinafter in this rule.),

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the trading participant must make a bid or offer. In this case, a trading participant must clarify to the Exchange whether such bid or offer is for an agency or principal account.

2. A bid or offer for a government bond futures options ToSTNeT transaction shall be made by a method in which such trading participant inputs said bid or offer from the trading participant terminal equipment.
3. A bid or offer for a government bond futures options ToSTNeT transaction shall be made at a price as prescribed by the Exchange.
4. The validity of the bid or offer prescribed in Paragraph 1 shall be as specified by the Exchange.

### **Rule 85. Trading Hours of Government Bond Futures Options ToSTNeT Transactions**

1. Trading hours of government bond futures ToSTNeT transactions shall be the hours prescribed in each of the following items:
  - (1) From 8:20 a.m. to 3:10 p.m., and
  - (2) From 3:30 p.m. to 6:20 p.m.
2. Notwithstanding the provisions of the preceding paragraph, when the Exchange deems it necessary, the Exchange may temporarily change the trading hours in the preceding paragraph. In this case, the Exchange shall notify trading participants to that effect beforehand.

### **Rule 86. Conclusion of Trading Contract Pertaining to JGB Futures Options ToSTNeT Transactions**

Where either a bid or offer for a government bond futures options ToSTNeT transaction matches an offer or bid which is made to correspond to such bid or offer, a transaction shall be effected between these bid and offer.

### **Rule 87. Publication of Contract Prices**

When a government bond futures options ToSTNeT transaction is effected, the Exchange shall publicize the contract price as prescribed by the Exchange.

### **Rule 88. Temporary Suspension of Government Bond Futures Options ToSTNeT Transactions**

Where the Exchange temporarily suspends government bond futures options trading in a trading session pursuant to the provisions of Rule 17-2 of the Special Regulations of Government Bond Futures Options, the Exchange shall temporarily suspend government bond futures options ToSTNeT transactions for the period during which such government bond futures options trading in a trading session is temporarily suspended.

### **Rule 89. Halt in Government Bond Futures Options ToSTNeT Transactions**

The Exchange may halt government bond futures options ToSTNeT transactions as prescribed

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by the Exchange in the cases referenced in each of the following items:

- (1) Where government bond futures options transactions in a trading session are halted pursuant to the provisions of Rule 18 of the Special Regulations of Government Bond Futures Options,
- (2) Where the Exchange deems that the state of government bond futures options ToSTNeT transactions is, or is likely to be, abnormal or where the Exchange deems that it is inappropriate for the purpose of trade supervision to have JGB futures options ToSTNeT transactions continue to be carried out, or
- (3) Where the Exchange deems that it is difficult to have transactions continue to be carried out, where a failure has occurred to the operation of the trading system pertaining to government bond futures options ToSTNeT transactions, etc.

### **Rule 90. Transactions for Correcting Errors, etc. Pertaining to Government Bond Futures Options ToSTNeT Transactions**

1. When a trading participant is unable to execute a government bond futures options ToSTNeT transaction pertaining to a customer's order in accordance with the purport of entrustment as the result of an error, etc. for a truly unavoidable reason, the trading participant may execute a sale or a purchase with the trading participant itself as its counterparty at a price deemed appropriate by the Exchange after obtaining the prior approval of the Exchange, as prescribed by the Exchange.
2. Settlement of a sale or a purchase in the preceding paragraph shall be carried out on the settlement day for which a trading participant could have executed a sale or a purchase on the basis of the entrustment of such customer in accordance with the purport of the entrustment.

### **Rule 91. Provisions Applied Mutatis Mutandis**

1. The provisions of Rules 9, 10, 13-2 and 15 of the Special Regulations of Government Bond Futures Options shall apply mutatis mutandis to government bond futures options ToSTNeT transactions.
2. The provisions of Rule 7-2 and Rule 14-4 of the Special Regulations of Government Bond Futures Options shall not apply to the ToSTNeT market.

## **Section 3**

### **Special Regulations of Brokerage Agreement Standards**

#### **Rule 92. Instruction Matters, etc. at the Time of Entrustment**

1. Where a customer entrusts a government bond futures options ToSTNeT transaction, the customer shall instruct or notify the matters referenced in each of the following items to a trading participant each time the customer so entrusts:

## Reference Translation

- (1) An underlying issue of a government bond futures options transaction effected as the result of an exercise of rights,
  - (2) Whether it is for a government bond futures put option or a government bond futures call option,
  - (3) Contract month,
  - (4) Exercise price,
  - (5) Which it is; a new sale, a new purchase, a resale, or a repurchase,
  - (6) The customer intends to carry out a transaction through ToSTNeT trading,
  - (7) Quantity,
  - (8) Price,
  - (9) Trading time, and
  - (10) The validity period of the entrusted order.
2. Notwithstanding the provisions of the preceding paragraph, where a trading participant agrees to handle orders by the method designated beforehand by the customer concerning the instruction of the matters referenced in Item 5 of the same paragraph, the customer shall not need to give instructions on such matters each time. In this case, the trading participant shall handle orders by the method designated by such customer with respect to such matters.
  3. Notwithstanding the provisions of Paragraph 1, a customer may instruct the matters referenced in Item (5) of the same paragraph by the time limit designated by a trading participant by and before 4:30 p.m. on the day on which the trading day when a transaction is effected is terminated by prior agreement with the trading participant. In this case, when a customer does not instruct such matters to the trading participant by the time limit designated by such trading participant, the customer shall be deemed to have instructed a new sale or a new purchase.

### **Rule 93. Instruction Matters, etc. at the Time of Entrustment Pertaining to Give-up**

1. Notwithstanding the provisions of the preceding paragraph, where a customer entrusts government bond futures options ToSTNeT transaction pertaining to a give-up, the customer shall instruct matters referenced in each of the following items in addition to the matters referenced in each item (excluding Item 5) of Paragraph 1 of the same rule each time to an order execution trading participant:
  - (1) A fact that it is a government bond futures options ToSTNeT transaction pertaining to a give-up,
  - (2) Name of the clearing execution trading participant pertaining to such give-up, and
  - (3) Matters necessary for such clearing execution trading participant to confirm who is the customer for a sale or a purchase of a government bond futures options ToSTNeT transaction which is newly concluded due to such give-up being effected.
2. Notwithstanding the provisions of the preceding paragraph, a customer may instruct matters referenced in each item of the same paragraph by the time limit designated by an

order execution trading participant by and before 4:00 p.m. (by and before 12:00 noon on a half-holiday) on the day on which the trading day when a transaction pertaining to the give-up is effected is terminated by prior agreement with the order execution trading participant.

**Rule 94. Validity of Entrusted Orders at the Time of Trading Resumption**

Entrusted orders shall remain valid within the validity period of such entrusted orders instructed by a customer prescribed in Rule 92 or the preceding rule even if the Exchange suspends government bond futures options ToSTNeT transactions; provided, however, that the same shall not apply to cases where the customer has instructed to the effect that it will invalidate the entrusted orders.

**Rule 95. Instruction on Resale and Repurchase Where Transactions Pertaining to Give-up Are Effected**

1. Notwithstanding the provisions of Rule 92, when a give-up is effected with respect to a government bond futures options ToSTNeT transaction pertaining to the give-up, a customer of a clearing execution trading participant pertaining to such give-up shall instruct such clearing execution trading participant about matters referenced in Item 5 of Paragraph 1 of the same rule pertaining to a sale or a purchase of a newly concluded government bond futures options ToSTNeT transaction by the time limit designated by such clearing execution trading participant by and before 4:30 p.m. on the day on which the trading day when a government bond futures options ToSTNeT transaction pertaining to such give-up is effected is terminated. In this case, where a customer does not instruct such matters by such time limit, the customer shall be deemed to have instructed a new sale or a new purchase.
2. The provisions of Rule 92, Paragraph 2 shall apply mutatis mutandis to instructions of the matters referenced in Item (5) of Paragraph 1 of the same rule pertaining to government bond futures options ToSTNeT transactions which is newly concluded due to a give-up being effected.

**Section 4  
Miscellaneous Provisions**

**Rule 96. Application to Brokerage for Clearing of Securities, etc.**

The provisions of Section 2 shall apply to brokerage for clearing of securities, etc. pertaining to government bond futures options ToSTNeT transactions by deeming a person who carries out such government bond futures options ToSTNeT transactions to be a trading participant who entrusts brokerage for clearing of securities, etc.

**Chapter 7**  
**Special Regulations of Business Regulations and Brokerage Agreement Standards**  
**Concerning Index Options Contract**

**Section 1**  
**General Provision**

**Rule 97. Purpose of this Chapter**

1. ToSTNeT transactions pertaining to index options transactions (hereinafter referred to as “index options ToSTNeT transactions”) shall be in accordance with the provisions prescribed in this chapter.
2. Matters that are not prescribed in this chapter shall be as prescribed by the Special Regulations of Business Regulations and Brokerage Agreement Standards Concerning Index Options Contract (hereinafter referred to as the “Special Regulations of Index Options Transactions”).

**Rule 98. Definitions of Terms**

The meanings of the terms used in this chapter shall be the same as the meanings of the terms pertaining to the method of concluding trading contracts of securities, and also be in accordance with the provisions prescribed in each provision hereafter.

**Section 2**  
**Special Regulations of Business Regulations**

**Rule 99. Method of Index Options ToSTNeT Transactions**

1. Index options ToSTNeT transactions shall be carried out through the trading systems.
2. Notwithstanding the provisions of the preceding paragraph, where a failure in the operation of a trading system occurs or a trading participant is unable to carry out a transaction by the trading systems for any other unavoidable reason and the Exchange deems it necessary, the trading participant may carry out a transaction by a method other than through the trading systems. In this case, necessary matters concerning such transaction shall be prescribed by the Exchange on a case by case basis.

**Rule 100. Bids and Offers**

1. When a trading participant intends to carry out an index options ToSTNeT transaction, the trading participant must make a bid or offer (meaning declaration of a price to become a party to an index options ToSTNeT transaction; the same shall apply hereinafter in this chapter). In this case, the trading participant must clarify to the Exchange whether such bid or offer is for an agency or principal account.
2. A bid or offer for an index options ToSTNeT transaction shall be made by the method of

inputting from the trading participant's terminal equipment of such trading participant.

3. A bid or offer for an index options ToSTNeT transaction shall be carried out at a price as prescribed by the Exchange.
4. The validity of the bid or offer prescribed by the Exchange shall be as specified by the Exchange.

**Rule 101. Trading Hours of Index Options ToSTNeT Transactions**

1. Trading hours of index options ToSTNeT transactions shall be the hours prescribed in each of the following items
  - (1) From 8:20 a.m. to 4:00 p.m.; and
  - (2) From 4:30 p.m. to 7:10 p.m.
2. Notwithstanding the provisions of the preceding paragraph, when the Exchange deems it necessary, the Exchange may temporarily change the trading hours in the preceding paragraph. In this case, the Exchange shall notify trading participants to that effect beforehand.

**Rule 102. Conclusion of Trading Contract Pertaining to Index Options ToSTNeT Transactions**

Where either a bid or offer for an index options ToSTNeT transaction matches an offer or bid which is made to correspond to such bid or offer, a transaction shall be effected between these bid and offer.

**Rule 103. Publication of Contract Prices**

When an index options ToSTNeT transaction is effected, the Exchange shall publicize the contract price as prescribed by the Exchange.

**Rule 104. Temporary Suspension of Index Options ToSTNeT Transactions**

Where the Exchange temporarily suspends index options trading in a trading session pursuant to the provisions of Rule 17-2 of the Special Regulations of Index Options, the Exchange shall temporarily suspend such index options ToSTNeT transactions for the period during which such index options trading in a trading session is temporarily suspended.

**Rule 105. Halt in Index Options ToSTNeT Transactions**

The Exchange may halt index options ToSTNeT transactions as prescribed by the Exchange in the cases referenced in each of the following items:

- (1) Where index options transactions in a trading session are halted pursuant to the provisions of Rule 18 of the Special Regulations of Index Options;
- (2) Where the Exchange deems that the state of index options ToSTNeT transactions is, or is likely to be, abnormal or where the Exchange deems that it is inappropriate for the purpose of trade supervision to have index options ToSTNeT transactions continue to be

## Reference Translation

carried out; or

- (3) Where the Exchange deems that it is difficult to have index options ToSTNeT transactions continue to be carried out when a failure has occurred to the facilities of the Exchange pertaining to index options ToSTNeT transactions, etc.

### **Rule 106. Transactions for Correcting Errors, etc. Pertaining to Index Options ToSTNeT Transactions**

1. When a trading participant is unable to execute an index options ToSTNeT transaction pertaining to a customer's order in accordance with the purport of entrustment as the result of an error, etc. for a truly unavoidable reason, the trading participant may execute a sale or a purchase with the trading participant itself as its counterparty at a price deemed appropriate by the Exchange after obtaining a prior approval of the Exchange, as prescribed by the Exchange.
2. Settlement of a sale or a purchase in the preceding paragraph shall be carried out on the settlement day for which a trading participant could have executed a sale or a purchase on the basis of the entrustment from such customer in accordance with the purport of the entrustment

### **Rule 107. Provisions Applied Mutatis Mutandis**

1. The provisions of Rules 8, 9, 13-2 and 15 of the Special Regulations of Index Options shall apply mutatis mutandis to index options ToSTNeT transactions.
2. The provisions of Rule 6-2 and Rule 14-4 of the Special Regulations of Index Options shall not apply to the ToSTNeT market.

## Section 3

### **Special Regulations of Brokerage Agreement Standards**

#### **Rule 108. Instruction Matters, etc. at the Time of Entrustment**

1. Where a customer entrusts an index options ToSTNeT transaction, the customer shall instruct or notify the matters referenced in each of the following items to a trading participant each time the customer so entrusts:
  - (1) An underlying index for a transaction;
  - (2) Whether it is for an index put option and an index call option;
  - (3) Contract month;
  - (4) Exercise price;
  - (5) Which it is a new sale, a new purchase, a resale, or a repurchase;
  - (6) A fact that the customer intends to carry out a ToSTNeT transaction;
  - (7) Quantity;
  - (8) Price;

## Reference Translation

- (9) Trading time; and
  - (10) The validity period of the entrusted order.
2. Notwithstanding the provisions of the preceding paragraph, where a trading participant agrees to handle orders by the method designated beforehand by the customer with regard to the instruction of the matters referenced in Item 5 of the same paragraph, the customer shall not need to give instructions on such matters each time. In this case, the trading participant shall handle orders by the method designated by such customer concerning such matters.
  3. Notwithstanding the provisions of Paragraph 1, a customer may instruct the matters referenced in Item 5 of the same paragraph by the time limit designated by a trading participant by and before 4:30 p.m. on the day on which the trading day when a transaction is effected is terminated by prior agreement with the trading participant. In this case, when a customer does not instruct such matters to the trading participant by the time limit designated by such trading participant, the customer shall be deemed to have instructed a new sale or a new purchase.

### **Rule 109. Instruction Matters, etc. at the Time of Entrustment Pertaining to Give-up**

1. Notwithstanding the provisions of the preceding paragraph, where a customer entrusts an index options ToSTNeT transaction pertaining to a give-up, the customer shall instruct matters referenced in each of the following items in addition to the matters referenced in each item (excluding Item 5) of Paragraph 1 of the same rule each time to an order execution trading participant:
  - (1) A fact that it is an index options ToSTNeT transaction pertaining to a give-up;
  - (2) Name of the clearing execution trading participant pertaining to such give-up; and
  - (3) Matters necessary for such clearing execution trading participant to confirm who is the customer for a sale or a purchase of an index options ToSTNeT transaction which is newly concluded due to such give-up being effected.
2. Notwithstanding the provisions of the preceding paragraph, a customer may instruct matters referenced in each item of the same paragraph by the time limit designated by an order execution trading participant by and before 4:00 p.m. on the day on which the trading day when a transaction pertaining to the give-up is effected is terminated by prior agreement with the order execution trading participant.

### **Rule 110. Validity of Entrusted Orders at the Time of Trading Resumption**

Entrusted orders shall remain valid within the validity period of such entrusted orders instructed by a customer prescribed in Rule 108 or the preceding rule even if the Exchange suspends index options ToSTNeT transactions; provided, however, that the same shall not apply to cases where the customer has instructed to the effect that it will invalidate the entrusted orders.

**Rule 111. Instruction on Resale and Repurchase Where Transactions Pertaining to Give-up Are Effected**

1. Notwithstanding the provisions of Rule 108, when a give-up is effected with respect to index options ToSTNeT transactions pertaining to the give-up, a customer of a clearing execution trading participant pertaining to such give-up shall instruct such clearing execution trading participant about matters referenced in Item 5 of Paragraph 1 of the same rule pertaining to a sale or a purchase of a newly concluded index options ToSTNeT transaction by the time limit designated by such clearing execution trading participant by and before 4:30 p.m. on the day on which the trading day when an index options ToSTNeT transaction pertaining to such give-up is effected is terminated. In this case, when a customer does not instruct such matters by such time limit, the customer shall be deemed to have instructed a new sale or a new purchase.
2. The provisions of Rule 108, Paragraph 2 shall apply mutatis mutandis to instructions on the matters referenced in Item 5 of Paragraph 1 of the same rule pertaining to index options ToSTNeT transactions which are newly concluded because of a give-up being effected.

**Section 4**  
**Miscellaneous Provisions**

**Rule 112. Application to Brokerage for Clearing of Securities, etc.**

The provisions of Section 2 shall apply to brokerage for clearing of securities, etc. pertaining to index options ToSTNeT transactions by deeming a person who carries out such index options ToSTNeT transactions to be a trading participant who entrusts brokerage for clearing of securities, etc.