

Outline for Block trade Schemes

February 3, 2014
Revised March 20, 2023
Revised January 4 2024

Item	Description	Remarks
1. Block trade		
(1) Definition	<ul style="list-style-type: none"> A ‘block trade’ is a trade, executed not based on the auction method, in which the corresponding sales and purchase contracts of both outright are made simultaneously for a specific contract month or series in the volume larger than the amount designated by TFX. 	<ul style="list-style-type: none"> A block trade can be made by one Trading Member covering the corresponding sales and purchase contracts, or by two bilateral Trading Members.
(2) Mechanism		
(A) Trading Method	<ul style="list-style-type: none"> A block trade will be executed when TFX approves an order for the block trade submitted by a Trading Member to TFX. 	
(B) Application Method	<ul style="list-style-type: none"> For applying a block trade, the following items must be input: <ul style="list-style-type: none"> (i) Contract(s) (including the contract month or series) (ii) Price (iii) Volume (iv) Proprietary or customer account (for each of the purchase and sales contracts) (v) Counterparty Trading Member (if the block trade is executed between different two Trading Members) (vi) Other items as may be deemed necessary by TFX Block trades once applied cannot be revised nor cancelled. 	<ul style="list-style-type: none"> Block trades must be applied via the Member’s terminal devices. For a block trade between two Trading Members, one of them will apply such block trade (wherein the counterparty Trading Member must be specified) and upon approval by TFX, the counterparty Member will advise its confirmation of such block trade to TFX.
(C) Time for application	<ul style="list-style-type: none"> A block trades can be applied at any time during the day and evening sessions, except for the last 15 minutes before the end of each session. 	<ul style="list-style-type: none"> Any block trade applied outside of the aforesaid time will be rejected.

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<p>(D) Applicable Contract</p> <p>(E) Minimum Volume</p> <p>(F) Applicable Price</p> <p>(G) Approval and Execution</p> <p>(H) Time of Execution</p> <p>(I) Notification</p>		Normal day	Contract month on its last trading day					
	Three-month TONA futures	8:45-11:30	Evening session: same as normal day					
	Three-month TONA futures option contracts	12:30-15:15	Day session: 8:45-9:15					
	Three-month Euroyen futures	15:30-19:45	Evening session: same as normal day Day session: 8:45-10:45					
	<ul style="list-style-type: none"> • A block trade is applicable to Three-month TONA futures, Three-month TONA futures option contracts any Three-month Euroyen futures. 							
	<ul style="list-style-type: none"> • The minimum volume for a block trade is as set out in the table below. <table border="1" data-bbox="421 735 1137 863"> <tr> <td data-bbox="421 735 965 775">Three-month TONA futures</td> <td data-bbox="965 735 1137 775">1</td> </tr> <tr> <td data-bbox="421 775 965 815">Three-month TONA futures option contracts</td> <td data-bbox="965 775 1137 815">1</td> </tr> <tr> <td data-bbox="421 815 965 863">Three-month Euroyen futures</td> <td data-bbox="965 815 1137 863">1</td> </tr> </table>	Three-month TONA futures	1		Three-month TONA futures option contracts	1	Three-month Euroyen futures	1
Three-month TONA futures	1							
Three-month TONA futures option contracts	1							
Three-month Euroyen futures	1							
<ul style="list-style-type: none"> • A block trade is applicable at the fair and reasonable price on the basis of the market situation in TFX at the time of application. 								
<ul style="list-style-type: none"> • TFX will approve the execution of the block trade when the applied volume and price satisfy the prescribed conditions. 								
<ul style="list-style-type: none"> • A block trade will be executed at the time when its application is approved by TFX. 			<ul style="list-style-type: none"> • The trading date of a block trade will be recognized based on the time of approval. 					
<ul style="list-style-type: none"> • After approval of the applied block trade, TFX will notify the applying Trading Member of the details of the trade (time of execution, etc.). 			<ul style="list-style-type: none"> • Such notification will be sent via the Member's terminal devices. 					

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(J) Suspension	<ul style="list-style-type: none"> TFX may suspend any block trade when it deems necessary. 	
(3) Give-up	<ul style="list-style-type: none"> A give-up facility is applicable also to the contracts executed by block trades. 	
(4) Per-contract Exchange Fee and Clearing Deposit	<ul style="list-style-type: none"> Per-contract exchange fee and the clearing deposit for the contracts executed by block trades are same as those for the Interest Rate Futures contracts executed based on the auction method in the market. 	
(5) Open Interest	<ul style="list-style-type: none"> Open interests of the Interest Rate Futures contracts executed by block trades are treated similarly to open interests of Interest Rate Futures contracts executed based on the auction method. 	
(6) Other Ruling	<ul style="list-style-type: none"> The rules on an auction basis Interest Rate Futures contracts are applied to the other necessary particulars of the Interest Rate Futures contracts made by block trades. 	
(7) Publication of Block Trades		
(A) Traded Price and Volume	<ul style="list-style-type: none"> TFX will publish the traded price and volume of each Interest Rate Futures contracts made by block trades. TFX will publish the open/high/low/close prices and the aggregated volume for each contract month or series of the Interest Rate Futures contracts made by block trades on each business day. 	<ul style="list-style-type: none"> Such contents will be published on a message field displayed on the Member's terminal devices. Such information will be published in the TFX Daily Statistics Reports.
(B) Open Interest	<ul style="list-style-type: none"> TFX will publish the total volume of open interest of the Interest Rate Futures contracts made by block trades, together with the open interest on an auction basis, for each contract month or series. 	

- The originals of this outline of rules have been prepared in the Japanese language only and the Japanese language texts shall govern for all purposes and in all respects. Accordingly, all questions that may arise within or without courts of law in regard to the meaning of the words, provisions and stipulations of the rules, regulations and agreements shall be decided in accordance with the Japanese language texts. Whilst reasonable care has been taken to ensure that these translations are accurate and free from errors, no liability is accepted by TFX in any circumstances.