

January 25, 2007



Measures to Improve Convenience for Interest Rate Futures Trading

1. Extension of trading hours

(Effective from February 5, 2007)

To respond to the needs of customers from all over the world, TFX will extend trading hours of all Interest Rate Financial Futures Contracts. New trading hours will be from 8:45 to 20:00 (JST) with the following details:

	From February 5, 2007	Until February 2, 2007
Pre-Open Period	<u>8:30</u> - <u>8:45</u>	8:45 - 9:00
Day (Morning) Session	<u>8:45</u> - 11:30	9:00 - 11:30
Restricted (Pull/Volume Reduction Only) Period	11:30 - 12:30	11:30 - 12:30
Day (Afternoon) Session	12:30 - 15:30	12:30 - 15:30
Evening Session	15:30 - <u>20:00</u>	15:30 - 18:00

[note]

- Official Closing Prices will be published after 20:00.
- Procedures of clearing for a trading day will be not changed(the settlement prices will be published after 15:30 as has been in the past.).

2. Measure to Improve Convenience of Options on Three-month Euroyen futures

(Effective from January 29, 2007)

(1) Reduction of exchange fee

To respond to the needs of customers from all over the world , TFX reduces the exchange fee for Three-month Euroyen futures option contracts per trading unit by 50% to **50 yen** (from current fee of 100 yen).

[Background for the pricing of new exchange fee]

Delta value of at the money is calculated at about 0.5 (i.e. Futures 1 tick move might cause impact the option premium by 50%) so that the 1 future trading unit is required to hedge risk of 2 trading units of options. Based on this, the new exchange fee is priced at 50 yen which is half the price of Euroyen Futures exchange fee.

(2) Reintroduction of the market maker program

Since the shift in the Bank of Japan's monetary policy, there has been a rapid increase in the trading activity. In light of this, there are requests for the reintroduction of the market maker program as a measure to increase trading opportunities, especially with respect to options that has high demand from the overseas investors.

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