

## Block trade Schemes

Item	Description	Remarks																																																					
<p><b>1. Block Trade</b></p> <p>(1) Definition</p>	<ul style="list-style-type: none"> <li>▪ A 'block trade' is a trade, executed not based on the auction method, in which the corresponding sales and purchase contracts of both outright and strategy trade are made simultaneously for a specific contract month or series in the volume larger than the amount designated by TFX.</li> <li>▪ Types of strategy trading allowing block trade are as follows:</li> </ul> <table border="1" data-bbox="483 576 1496 804"> <thead> <tr> <th></th> <th>Strategy Type</th> <th>Euroyen Future</th> <th>Call Future</th> <th>Repo Future</th> </tr> </thead> <tbody> <tr> <td rowspan="6">Interest Future</td> <td>Calendar Spread</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Butterfly</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Condor</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Strip</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Pack</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Bundle</td> <td></td> <td></td> <td></td> </tr> </tbody> </table> <table border="1" data-bbox="483 839 1496 1393"> <thead> <tr> <th></th> <th>Strategy Type</th> <th>Product</th> </tr> </thead> <tbody> <tr> <td rowspan="18">Option</td> <td>Call Butterfly</td> <td rowspan="18">Euroyen Option</td> </tr> <tr> <td>Put Butterfly</td> </tr> <tr> <td>Call Spread</td> </tr> <tr> <td>Put Spread</td> </tr> <tr> <td>Call Calendar Spread</td> </tr> <tr> <td>Put Calendar Spread</td> </tr> <tr> <td>2 by 1 Ratio Call Spread</td> </tr> <tr> <td>2 by 1 Ratio Put Spread</td> </tr> <tr> <td>Iron Butterfly</td> </tr> <tr> <td>Combo</td> </tr> <tr> <td>Strangle</td> </tr> <tr> <td>Call Ladder</td> </tr> <tr> <td>Put Ladder</td> </tr> <tr> <td>Straddle</td> </tr> <tr> <td>Put Condor</td> </tr> <tr> <td>Call Condor</td> </tr> <tr> <td>3 way Call Spread VS Put</td> </tr> <tr> <td>3 way Put Spread VS Call</td> </tr> </tbody> </table>		Strategy Type	Euroyen Future	Call Future	Repo Future	Interest Future	Calendar Spread				Butterfly				Condor				Strip				Pack				Bundle					Strategy Type	Product	Option	Call Butterfly	Euroyen Option	Put Butterfly	Call Spread	Put Spread	Call Calendar Spread	Put Calendar Spread	2 by 1 Ratio Call Spread	2 by 1 Ratio Put Spread	Iron Butterfly	Combo	Strangle	Call Ladder	Put Ladder	Straddle	Put Condor	Call Condor	3 way Call Spread VS Put	3 way Put Spread VS Call	<ul style="list-style-type: none"> <li>▪ A block trade can be made by one Trading Member covering the corresponding sales and purchase contracts, or by two bilateral Trading Members.</li> <li>▪ Members require dedicated trading software to support the function for strategy block trade.</li> </ul>
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<p>(2) Mechanism</p> <p>(A) Trading Method</p> <p>(B) Application Method</p> <p>(C) Time for Application</p> <p>(D) Applicable Contract</p> <p>(E) Minimum Volume</p>	<ul style="list-style-type: none"> <li>▪ A block trade will be executed when TFX approves an order for the block trade submitted by a Trading Member to TFX.</li> <li>▪ For applying a block trade, the following items must be input: <ul style="list-style-type: none"> <li>(i) Contract(s) (including the contract month(in case of strategy trading, contract month of each outright trade constituting such strategy trading) or series)</li> <li>(ii) Price(in case of strategy trading, price of each outright trade constituting such strategy trading)</li> <li>(iii) Volume</li> <li>(iv) Proprietary or customer account (for each of the purchase and sales contracts)</li> <li>(v) Counterparty Trading Member (if the block trade is executed between different two Trading Members)</li> <li>(vi) In case of strategy trading, type of strategy</li> <li>(vii) Other items as may be deemed necessary by TFX</li> </ul> </li> <li>▪ Block trades once applied cannot be revised nor cancelled.</li> <li>▪ 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.</li> <li>▪ A block trade is applicable to any type of the contracts listed on TFX (except for Exchange FX Margin contracts).</li> <li>▪ The minimum volume for a block trade is as set out in the table below. In case of block trade in strategy trading, volume of each outright trade constituting such strategy trading needs to be over the minimum volume. <table border="1" data-bbox="600 1257 1223 1485" style="margin-left: 40px; margin-top: 10px;"> <tbody> <tr> <td>Three-month Euroyen Futures</td> <td>At least 250</td> </tr> <tr> <td>Over-Night Call Rate Futures</td> <td>At least 250</td> </tr> <tr> <td>Spot-Next Repo Rate Futures</td> <td>At least 250</td> </tr> <tr> <td>Three-month Euroyen Futures Option</td> <td>At least 500</td> </tr> </tbody> </table> </li> </ul>	Three-month Euroyen Futures	At least 250	Over-Night Call Rate Futures	At least 250	Spot-Next Repo Rate Futures	At least 250	Three-month Euroyen Futures Option	At least 500	<ul style="list-style-type: none"> <li>▪ Block trades must be applied via the Member's terminal devices.</li> <li>▪ 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.</li> <li>▪ In short, the time for application in a normal business day is as follows: <ul style="list-style-type: none"> <li>8:45 - 11:30</li> <li>12:30 - 15:15</li> <li>15:30 - 19:45</li> </ul> </li> <li>▪ Any block trade applied outside of the aforesaid time will be rejected.</li> </ul>
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Spot-Next Repo Rate Futures	At least 250									
Three-month Euroyen Futures Option	At least 500									

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(F) Applicable Price	<ul style="list-style-type: none"> <li>▪ 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.</li> </ul>	
(G) Approval and Execution	<ul style="list-style-type: none"> <li>▪ TFX will approve the execution of the block trade when the applied volume and price satisfy the prescribed conditions.</li> </ul>	
(H) Time of Execution	<ul style="list-style-type: none"> <li>▪ A block trade will be executed at the time when its application is approved by TFX.</li> </ul>	<ul style="list-style-type: none"> <li>▪ The trading date of a block trade will be recognized based on the time of approval.</li> </ul>
(I) Notification	<ul style="list-style-type: none"> <li>▪ After approval of the applied block trade, TFX will notify the applying Trading Member of the details of the trade (time of execution, etc.).</li> </ul>	<ul style="list-style-type: none"> <li>▪ Such notification will be sent via the Member's terminal devices.</li> </ul>
(J) Suspension	<ul style="list-style-type: none"> <li>▪ TFX may suspend any block trade when it deems necessary.</li> </ul>	
(3) Give-up	<ul style="list-style-type: none"> <li>▪ A give-up facility is applicable also to the contracts executed by block trades.</li> </ul>	
(4) Per-contract Exchange Fee and Clearing Deposit	<ul style="list-style-type: none"> <li>▪ Per-contract exchange fee and the clearing deposit for the contracts executed by block trades are same as those for the financial futures contracts executed based on the auction method in the market.</li> </ul>	
(5) Open Interest	<ul style="list-style-type: none"> <li>▪ Open interests of the financial futures contracts executed by block trades are treated similarly to open interests of financial futures contracts executed based on the auction method.</li> </ul>	
(6) Other Ruling	<ul style="list-style-type: none"> <li>▪ The rules on an auction basis financial futures contracts are applied to the other necessary particulars of the financial futures contracts made by block trades.</li> </ul>	
(7) Publication of Block Trades		
(A) Traded Price and Volume	<ul style="list-style-type: none"> <li>▪ TFX will publish the traded price and volume of each financial futures contract made by block trades.</li> <li>▪ TFX will publish the open/high/low/close prices and the aggregated volume for each contract month or series of the financial futures contracts made by block trades on each business day.</li> </ul>	<ul style="list-style-type: none"> <li>▪ Such contents will be published on a message field displayed on the Member's terminal devices.</li> <li>▪ Such information will be published in the TFX Daily Statistics Reports.</li> </ul>
(B) Open Interest	<ul style="list-style-type: none"> <li>▪ TFX will publish the total volume of open interest of the financial futures contract made by block trades, together with the open interest on an auction basis, for each contract month or series.</li> </ul>	

The originals of this document 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 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.