

[English Translation]

**MARKET-MAKING REGULATIONS FOR
EXCHANGE FX MARGIN TRANSACTIONS**

TOKYO FINANCIAL EXCHANGE INC.

(This is an English translation of the Market-Making Regulations for Exchange FX Margin Transactions, which original has been prepared in the Japanese language only. The Japanese language text hereof 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 these Regulations shall be decided in accordance with the Japanese language text. Tokyo Financial Exchange Inc. (“TFX”) assumes no responsibility for accuracy, correctness, or contents of this English text.)

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Article 1. Purpose

These Regulations set forth the matters that the Exchange considers necessary to stipulate in connection with the duties to be executed by FX Market Makers to fulfill their obligations assumed as an FX Market Maker (hereinafter called “FX Market-Making”) and other relevant matters, pursuant to Chapter IV of the Special Provisions for Trading Regulations for Exchange FX Margin Transactions (hereinafter called the “FX Special Provisions”).

Article 2. Definitions

Unless otherwise set forth herein, the terms used herein shall have the meanings as defined in the Articles of Incorporation, the Trading Regulations and the FX Special Provisions.

Article 3. Designation of FX Market Maker

3.1 When the Exchange seeks applications for designation as FX Market Maker pursuant to Article 10 of the FX Special Provisions, an application period shall be specified and the procedure for applications and designation shall be implemented.

3.2 An FX Margin Trading Member or a person applying for FX Margin Trading Membership who desires to be designated as FX Market Maker (hereinafter called an “applicant”) shall, within the application period set forth in Article 3.1 above, submit to the Exchange “Application for Designation as FX Market Maker” in the form prescribed by the Exchange.

3.3 When the Exchange conducts a screening for designating FX Market Makers, the applicants shall be screened by taking into comprehensive consideration their trading experiences, etc. on the Exchange, any other domestic or foreign financial instruments exchange, etc. to which it belongs, and financial markets and others, their status of systems, back-office operations and support scheme necessary for performing obligations to be fulfilled as an FX Market Maker during the designated market-making period to be prescribed by the Exchange, and other relevant matters.

3.4 When the Exchange designates an FX Market Maker, the Exchange shall specify the date and time from which the term for such designation will take effect and communicate it to the FX Market Maker in writing.

Article 4. Exchange FX Margin Transaction Requiring Submission of MM Bids and Offers

4.1 The person who is designated FX Market Maker in accordance with Article 3 above shall submit an MM bid or offer for every Exchange FX Margin transaction.

4.2 Notwithstanding Article 4.1 above, if the Exchange finds that there is a truly unavoidable reason for the person who is designated FX Market Maker to do so, the Exchange may exempt such person from FX Market-Making for a certain type of Exchange FX Margin transactions.

Article 5. Designated Market-making Period

The designated market-making period designated by the Exchange separately as specified in Article 11.1 of the FX Special Provisions shall be a period commencing at the opening of the pre-open period and ending at the close of the Market Trading Period set forth in Article 5.1(1) or Article 5.1(2) of the FX Special Provisions respectively for each type of the Exchange FX Margin transactions.

Article 6. Compliance Rules for Submission of MM Bids and Offers

In submitting any MM bid or offer pursuant to Article 11.1 of the FX Special Provisions, an FX Market Maker shall comply with the following rules.

- (1) The price difference between an MM offer and an MM bid to be submitted shall be within a range that the Exchange will determine as being equitable.
- (2) Each MM bid or offer to be submitted shall be in a volume that the Exchange will determine as being equitable.

Article 7. Period for Presentation of Referential Swap Points

7.1 Presentation of the referential swap points with respect to Yen Currency Pairs transactions pursuant to Article 11.4 of the FX Special Provisions shall be made during the period set forth below.

- (1) Monday, Tuesday, Wednesday and Thursday:
from 6:30 a.m. to 7:00 a.m. (or from 5:30 a.m. to 6:00 a.m., during the time when Daylight Saving Time is applied in the State of New York, the United States of America) on a calendar day on which the close of a specific trading day's Market Trading Period falls
- (2) Friday:
from 5:30 a.m. to 6:00 a.m. (or from 4:30 a.m. to 5:00 a.m., during the time when Daylight Saving Time is applied in the State of New York, the

United States of America) on a calendar day on which the close of a specific trading day's Market Trading Period falls

7.2 Presentation of the referential swap points with respect to Cross Currency Pairs transactions pursuant to Article 11.4 of the FX Special Provisions shall be made during the period set forth below.

- (1) Monday, Tuesday, Wednesday and Thursday:
from 6:00 a.m. to 6:30 a.m. (or from 5:00 a.m. to 5:30 a.m., during the time when Daylight Saving Time is applied in the State of New York, the United States of America) on a calendar day on which the close of a specific trading day's Market Trading Period falls
- (2) Friday:
from 5:00 a.m. to 5:30 a.m. (or from 4:00 a.m. to 4:30 a.m., during the time when Daylight Saving Time is applied in the State of New York, the United States of America) on a calendar day on which the close of a specific trading day's Market Trading Period falls

7.3 The Exchange may temporarily change the period set forth in Article 7.1 and Article 7.2 above when the Exchange deems necessary to do so. In this case, the Exchange shall give an advance notice to that effect to the FX Market Makers.

Article 8. Questioning on MM Bids and Offers, etc.

When the Exchange deems necessary to do so for sound operation of FX Market-Making, the Exchange may question any FX Market Maker about its submission of MM bids and offers and presentation of referential swap points and the FX Market Maker shall respond to such questioning.

Article 9. Revocation of FX Market Maker, etc.

If the Exchange invokes a moratorium on FX Market-Making in whole or in part or revoke designation as FX Market Maker pursuant to Article 13 of the FX Special Provisions, the Exchange shall specify the time from which the moratorium or revocation will take effect and give a written notice of the moratorium or revocation to the concerned FX Market Maker.

Article 10. Resignation of FX Market Maker

10.1 If an FX Market Maker resigns pursuant to Article 15 of the FX Special Provisions, the FX Market Maker shall provide the Exchange with at least six (6) month's prior written notice specifying the time of resignation which shall not be within twelve (12) months after the start of the term of FX Market Maker.

10.2 Notwithstanding the provisions of Article 10.1 above, if it becomes difficult for an FX Market Maker to continue FX Market-Making due to any reason that the Exchange will determine as being truly unavoidable, the FX Market Maker shall be allowed to resign as FX Market Maker.

Article 11. Resignation of designated FX Market Maker

Article 10 above shall apply mutatis mutandis to the resignation of designated FX Market Maker pursuant to Article 17-2.2 of the FX Special Provisions. In such case, the term "FX Market-Making" referred to in Article 10.2 above shall be replaced with the "business as designated FX Market Maker".

Article 12. Notice of Amendment to Regulations

If the Exchange amends these Regulations, the Exchange shall give an advance notice to that effect to FX Market Makers.

Article 13. Decision and Notice of Necessary Matters

13.1 In addition to the provisions of these Regulations, the Exchange may prescribe detailed rules or take proper steps for any necessary matters.

13.2 If any detailed rules are prescribed or any steps are taken pursuant to Article 13.1 above, the Exchange shall notify FX Market Makers without delay.

Article 14. Notification of FX Market-Making Operator

14.1 In order to receive any request set forth in Article 14.3 below or any other notice from the Exchange, an FX Market Maker shall authorize its FX Officer to appoint and dismiss one or more liaison officer(s) representing the FX Market Maker to be selected from its employees resident in the workplace where its Member's terminal device is installed (hereinafter called "FX Market-Making Operator(s)").

14.2 If an FX Market-Making Operator is appointed or replaced pursuant to Article 14.1 above, the FX Market Maker or its FX Officer shall notify the Exchange in advance in the prescribed form.

14.3 If the Exchange intends to request submission of a bid and offer or give any other notice to an FX Market Maker in accordance with these Regulations or any detailed rules

or steps as set forth in Article 14.2 above, the Exchange shall be deemed to have made such request or notice when the Exchange has notified any of the FX Market Maker's FX Officers and FX Market-Making Operators.

Article 15. Notification of FX Operating ID for FX Market-Making

For its FX Market-Making, an FX Market Maker shall use the FX Operating ID to be specified by the Exchange.

SUPPLEMENTARY PROVISIONS

The amended Regulations shall take effect as from October 27, 2008.