

**Minutes of the 165<sup>th</sup> Meeting**  
**of the Tokyo Foreign Exchange Market Committee**  
**(TFEMC)**

Time and date of the meeting:	13:00-15:00 September 25 <sup>th</sup> , 2013
Venue:	Bank of Japan
Chairperson:	Mr. Akira Hoshino
Vice-Chairperson:	Mr. Hokuto Nakano
Secretary:	Ms. Yuko Kawai
Attending committee members:	21

**I. Reappointment of Members**

Mr. Hoshino, Chairperson of the Committee, reported that the term of Mr. Ishikawa and Mr. Hirota as a member of the Committee would shortly expire. They expressed their wishes to serve on the Committee for another term and were approved unanimously.

**II. Election of New Members**

Mr. Hoshino, Chairperson of the Committee, reported that he had received an application for membership from Mr. Koichi Yoshikawa (Standard Chartered Bank), who had made a great contribution to the Committee as a member until February 2013. After listening to his speech, a vote was taken, and the candidate was elected unanimously as a member of the Committee.

**III. Activities of Sub-Committees**

**1. Sub-Committee on Committee Steering**

Mr. Tsukada, Chairperson of the Sub-Committee, reported that the Sub-Committee discussed the agenda for today's plenary, including the reappointment of members.

**2. Sub-Committee on Market Research**

Mr. Tsutsui, Associate Member of the Committee, confirmed that for the next Turnover Survey of Tokyo Foreign Exchange Market (October 2013), the

Committee would again enhance understanding among reporting institutions about definitions of the reported items and methodology of the data reporting regarding sales desk and prime brokerage. In addition, he reported that the Sub-Committee was planning to make further research on market structure (e.g., margin trading) for vitalizing the Tokyo FX market.

Mr. Ohta, Associate Member of the Committee, explained the international comparison of the results of Turnover Survey of Tokyo Foreign Exchange Market (April 2013) and also reported the results of BIS Triennial Central Bank Survey released in September.

### 3. Sub-Committee on Code of Conduct

Mr. Tsutsui, Associate Member of the Committee, explained the final draft of the Orange Book, which had been examined by the Sub-Committee on September 13, and it was approved by the Committee. He also explained after the examination by the Sub-Committee on Legal Matters and translation into English, the Sub-Committee was planning to report the draft to the Japanese Financial Services Agency (FSA) in October and to complete the revision by the end of 2013.

### 4. Sub-Committee on Education

Mr. Ogaki, Chairperson of the Sub-Committee, reported the financial results of the Forex Seminar held in August.

## IV. CLS Same-Day Settlement

Mr. Miyazaki (CLS), Member of the Committee, explained the summary, background, and future work plan about CLS same-day settlement between Canadian dollars and U.S. dollars, which started on September 23.

## V. Others

### 1. Survey Results on Covered Transactions regarding Retail Margin Trading

In a session following the plenary, Mr. Matsui, head of research division of the Financial Futures Association of Japan (FFAJ), explained the results of the survey on covered transactions regarding retail margin trading, which the Committee had asked the FFAJ to conduct.

## 2. Outlook for Japan's Balance of Payments

Similarly, at the request of Mr. Hoshino, Chairperson of the Committee, Mr. Kanno, chief economist of JPMorgan, made a presentation on the outlook for Japan's balance of payments and its impact on the FX market.

## List of Tokyo Foreign Exchange Market Committee Members

(September 25<sup>th</sup>, 2013)

### Members

Chairperson and Chairperson of the Sub-Committee on BCP:

Mr. Akira Hoshino\* (Bank of Tokyo-Mitsubishi UFJ)

Vice-Chairperson and Chairperson of the Sub-Committee on Market Research:

Mr. Hokuto Nakano\* (Mizuho Bank)

Vice-Chairperson and Chairperson of the Sub-Committee on Code of Conduct:

Mr. Tomoo Onishi (Deutsche Securities)

Secretary:

Ms. Yuko Kawai\* (Bank of Japan)

Chairperson of the Sub-Committee on Committee Steering:

Mr. Tsunemasa Tsukada\* (Mitsubishi UFJ Trust and Banking Corp.)

Chairperson of the Sub-Committee on Public Relations:

Mr. Kazuhiro Ooki\* (EBS Dealing Resources Japan)

Chairperson of the Sub-Committee on Legal Matters:

Mr. Shinji Imanishi\* (Sumitomo Mitsui Trust Bank)

Chairperson of the Sub-Committee on Operation:

Mr. Kosuke Hanao\* (HSBC)

Chairperson of the Sub-Committee on E-Commerce:

Mr. Masaru Ishibashi \* (Sumitomo Mitsui Banking Corp.)

Chairperson of the Sub-Committee on NDF:

Mr. Taiji Hirota\* (JPMorgan Chase Bank)

Chairperson of the Sub-Committee on Education:

Mr. Atsuo Ogaki\* (Nomura Securities)

Mr. Masanobu Ishikawa\* (Tokyo Forex Ueda Harlow)

Mr. Tomohiro Iwata\* (Goldman Sachs Japan Co.)

Mr. Joseph A. Kraft Jr. (Bank of America)

Mr. Yuji Sokawa\* (Thomson Reuters Japan)

Mr. Toshikatsu Furumi\* (Citibank)

Mr. Makoto Miyazaki\* (CLS)

Mr. Koichi Yoshikawa\* (Standard Chartered Bank)

### Associate Members

Mr. Yusuke Ito\* (Money Brokers Association)

Mr. Sinichi Tsutsui\* (Mizuho Bank)

Mr. Naoki Mori\* (Bank of Tokyo-Mitsubishi UFJ)

Mr. Yukisato Ohta\* (Bank of Japan)

### Observer

Mr. Hitoshi Hirokawa\* (Ministry of Finance)

\*Attended the meeting.