

September 3, 2004

**Minutes of the 73th Meeting
of the Tokyo Foreign Exchange Market Committee
(TFEMC)**

Time and date of the meeting:	13:00-14:30 April 14, 2004
Venue:	Bank of Japan
Chairperson:	Mr. Tetsuji Ogino
Vice-chairperson:	Mr. Akio Kashima
Vice-chairperson:	Mr. Tadahiko Nashimoto
Secretary:	Mr. Satoshi Kawazoe
Attending committee members:	15

I. Resignation and Election of Members

Mr. Ogino, Chairperson of the Committee, reported that Mr. Note and Mr. Imai expressed their wishes to resign from the Committee, and that Mr. Ogino received an application from Mr. Maruyama (UFJ Bank) and Mr. Mizukoshi (JPMorgan Chase Bank).

After reviewing the applications and presentations by the candidates, votes were taken and the candidates were elected unanimously as new members of the Committee.

Mr. Takeda announced the candidacy for the chairperson on Committee Steering and was elected unanimously.

II. Activities of Sub-Committees

1. The Sub-Committee on the Committee Steering

Mr. Ogino, Chairperson of the Committee, reported as follows.

All of the proposals concerned were approved.

- 1) The number of seats in the Committee would be managed in consideration of the Committee Charter which provides that fifteen as a guideline, reflecting the fact it increased to nineteen in the past.
- 2) Mr. Hanao, Member of the Committee would withdraw from the Sub-Committee on Settlement and participate in the Sub-Committee on Committee Steering after Mr. Nakajima who had resigned from the Committee in the previous Committee.
- 3) The member's affiliations would be reviewed following the recent resignation and election of members.

2. The Sub-Committee on NDF

Mr. Inamura, Chairperson of the Sub-Committee, reported that the following issues were discussed on Conference Call among NY and Singapore FX committees.

- 1) Drafting Asian NDF User Guide in reference to LATAM User Guide in order to put the contract in the statutory form.
- 2) The way of defining a valuation date and setting up a reference city for deciding a valuation day.
- 3) Drafting model documents of NDF contract about Asian currencies
- 4) The way of reaching a consensus among market participants on the structure of the fallback and confirmation.

3. The Sub-Committee on Market Research

Mr. Kashima, Chairperson of the Sub-Committee, reported on "The study of Ancillary Electronic Trading Systems" (The Report) was completed before the introduction of EBS "Prime Broker" as follows. All of the proposals concerned were approved.

- The Sub-Committee would send The Report to major overseas FX committees and ask for their opinions.
- English translation of The Report and questions attached would be entrusted to the Sub-committee.
- After the release of EBS"Prime Broker", the Sub-Committee would carry the Report on the Committee home page to share it with market participants.

4. The Sub-Committee on Settlement

Mr. Ichikawa, Chairperson of the Sub-Committee, reported that the Sub-Committee discussed the methods for notices in the following cases regarding the elimination of MT300 for confirmation related to CLS eligible transaction: Confirmation of each transaction, Disruptions in CLS and Delay in reconfiguring systems at participating banks.

List of Tokyo Foreign Exchange Market Committee Members
(April 14, 2004)

Members

Chairperson:

Mr. Tetsuji Ogino* (Bank of Tokyo-Mitsubishi)

Vice-chairperson and Chairperson on Market Research:

Mr. Akio Kashima* (Mizuho Corporate Bank)

Vice-chairperson:

Mr. Tadahiko Nashimoto (Barclays Bank)

Secretary:

Mr. Satoshi Kawazoe* (Bank of Japan)

Chairperson of the Sub-Committee on Committee Steering and Legal Matters:

Mr. Keiichiro Takeda* (The Mitsubishi Trust and Banking Co.)

Chairperson of the Sub-Committee on Public Relations:

Mr. Kazuhiro Oki* (EBS Dealing Resources Japan)

Chairperson of the Sub-Committee on Education:

Mr. Fumihiko Kawano* (Nomura Securities)

Chairperson of the Sub-Committee on Settlement:

Mr. Toru Ichikawa* (Mizuho Bank)

Chairperson of the Sub-Committee on NDF:

Mr. Hidehiko Inamura* (Citibank)

Chairperson of the Sub-Committee on the Code of Conduct

Mr. Yoshiharu Yanagisawa* (State Street Bank and Trust Company)

Chairperson of the Sub-Committee on E-commerce

Mr. Kosuke Hanao* (The Royal Bank of Scotland)

Mr. Masayoshi Takegawa* (Merrill Lynch Japan Securities)

Mr. Kazuo Itoh* (Tokyo Forex & Ueda Harlow)

Mr. Yasuhiro Kawate* (Reuters Japan)

Mr. Tsuyoshi Maruyama* (UFJ Bank)

Mr. Masayuki Mizukoshi* (JPMorgan Chase Bank)

Observers

Mr. Yoshihiko Noguchi* (Money Brokers Association)

Mr. Tetsuya Inoue* (Bank of Japan)

Mr. Mitsuhide Terasawa* (Bank of Tokyo-Mitsubishi)

Mr. Koichi Takenaka* (Mizuho Corporate Bank)

*Attended the meeting.