

November 22, 2004

**Minutes of the 78th Meeting
of the Tokyo Foreign Exchange Market Committee
(TFEMC)**

Time and date of the meeting:	13:00-15:00 October 13, 2004
Venue:	Bank of Japan
Chairperson:	Mr. Tetsuji Ogino
Vice-Chairperson:	Mr. Muneaki Kiyota
Vice-Chairperson:	Mr. Tadahiko Nashimoto
Secretary:	Mr. Tetsuya Inoue
Attending committee members:	14

I .Resignation and Election of Members

Mr. Ogino, Chairperson of the Committee, reported that the term of Mr. Itoh as member would shortly expire, and that Mr. Itoh and Mr. Maruyama had expressed their wish to resign from the Committee. Mr. Ogino also reported that he received applications from Mr. Nagata (UFJ Bank) and Mr. Takao (Tokyo Forex & Ueda Harlow).

After reviewing the application and presentation of each candidate, votes were taken, and the candidates were elected unanimously as new members of the committee.

II . Activities of Sub-Committees

1. The Sub-Committee on Committee Steering

Mr. Takeda, Chairperson of the Sub-Committee, reported on the change of member's affiliation as follows.

- Mr. Kawano would participate in the Sub-Committee on Code of Conduct.
- Mr. Takegawa would withdraw from the Sub-Committee on NDF.
- Mr. Nagata would participate in the Sub-Committees on Market Research and Code of Conduct.
- Mr. Mizukoshi would be elected to Vice-Chairperson of the Sub-Committee on NDF.
- Mr. Kawate would participate in the Sub-Committee on Education.
- Mr. Takao would be elected to Vice-Chairperson of the Sub-Committee on Education and participate in the Sub-Committee on Settlement.
- Mr. Takenaka, Observer of the Committee, would withdraw from the Sub-Committee on Education.
- Mr. Atsuta (Bank of America NA) and Mr. Okagawa (Sumitomo Mitsui Banking Co.) would participate in the Sub-Committee on NDF.
- Mr. Inoue, Secretary of the Committee, would withdraw from the Sub-Committee on Code of Conduct.

2. The Sub-Committee on NDF

Mr. Inamura, Chairperson of the Sub-Committee, reported that the Sub-committee discussed the following issues on the Asian Documentation Package (documentation for non-deliverable foreign exchange transactions in six Asian currencies <CNY, IDR, INR, KRW, PHP and TWD>). All of proposals concerned were approved.

- 1) The Committee would send the Package by E-mail to participants in the Indicative Survey (three Japanese banks and six foreign banks) and the members of the Committee.
- 2) The Committee would recommend to use its templates as a best practice, taking into account of banks' evaluation of it in terms of legal compliance.
- 3) The Committee would hold a workshop on the NDF transaction in the next Forex Seminar scheduled on February 21, 2005, with the purpose of addressing the Package.

3. The Sub-Committee on Market Research