

October 31, 2005

Minutes of the 87th Meeting
of the Tokyo Foreign Exchange Market Committee
(TFEMC)

Time and date of the meeting:	13:00-15:00 September 14, 2005
Venue:	Bank of Japan
Chairperson:	Mr. Nobuyuki Uchida
Vice-Chairperson:	Mr. Muneaki Kiyota
Vice-Chairperson:	Mr. Tadahiko Nashimoto
Secretary:	Mr. Tetsuya Inoue
Attending committee members:	17

. Resignation and Election of Members

Mr. Uchida, Chairperson of the Committee, reported that Mr. Takao expressed his wish to resign from the Committee. He also reported that as a result of recruiting new member he received an application from Mr. Ishikawa (Tokyo Forex & Ueda Harlow).

After reviewing the application and presentation of the candidate, a vote was taken, and the candidate was elected unanimously as a new member of the committee.

. EBS Spot system issue

Mr. Ooki reported that on 12, 15, and 16 August, a number of customers in London market observed intermittent slow responses on the EBS Spot system. This is due to a problem found in newly installed machines. The system hasn't caused any disruption since replacing back the original set of machines. He promised to report the result of their survey on its reasons.

. Activities of Sub-Committees

1. The Sub-Committee on Committee Steering

Mr. Ito, Chairperson of the Sub-Committee, reported on “FX Turnover Survey in Tokyo Market” as follows.

- 1) Mr. Uchida, Chairperson of the Committee, Mr. Inoue, Secretary of the Committee, and Mr. Amatatsu, Observer of the Committee, invited the institutions to participate in the Survey. All institutions approved to participate in the Survey.
- 2) The Sub-Committee drafted the reporting guidelines for the Survey.
- 3) The Sub-Committee proposed that the Committee would make the public announcement around the beginning of November.

Ms. Takeda (Bank of Japan) explained the draft of the reporting guidelines for the Survey and the definition of the reporting base. Although a member expressed concerns that the volume of his institution based on trading-desk-base might decrease, the Committee decided to adapt the trading-desk-base and to add the number on the sales-desk-base as a reference.

Members were requested to review the draft and provide comments and suggestions to Mr. Inoue by October 14th.

2. The Sub-Committee on Education

Mr. Kawano, Chairperson of the Sub-Committee, reported the number of participants and the financial result of the Forex Seminar (“Overview of the Chinese economy”) which was held on February 21th and jointly sponsored by ACI Japan (Forex club) and the Committee. He also reported the participants appreciated its contents.

3. The Sub-Committee on Market Research

Mr. Kouguchi (Bank of Japan) and Mr. Hanajiri (Bank of Japan) gave presentations on “Issues on FX market’s utilization of Japanese Bankers Association (JBA) website for business continuity”.

Mr. Kiyota, Chairperson of the Sub-Committee, proposed on Business Continuity Plan (BCP) as follows. And they were approved.

- 1) The Sub-Committee would negotiate with JBA to construct a home-page for FX market participants in JBA web site for business continuity.
- 2) The Sub-Committee would discuss the sharing of cost and administration of the home-page with JBA and Working Committee in Money Market Issues.

4. The Sub-Committee on NDF

Mr. Inamura, Chairperson of the Sub-Committee, proposed on “Addendum to 2004 Asian Currency Non-Deliverable FX Documentation: MYR/USD Non-Deliverable FX Documentation” that the Committee send the letters to NY FXC, SFEMC (Singapore), and EMTA. In this letter, the Committee appreciated the initiative of improving documentation for further development of the market.

List of Tokyo Foreign Exchange Market Committee Members
(September 14, 2005)

Members

Chairperson:

Mr. Nobuyuki Uchida* (Bank of Tokyo-Mitsubishi)

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

Mr. Muneaki Kiyota* (Mizuho Corporate Bank)

Vice-chairperson:

Mr. Tadahiko Nashimoto (Barclays Bank)

Secretary:

Mr. Tetsuya Inoue* (Bank of Japan)

Chairperson of the Sub-Committee on Committee Steering:

Mr. Koichi Ito* (The Mitsubishi Trust and Banking Co.)

Chairperson of the Sub-Committee on Public Relations:

Mr. Kazuhiro Ooki* (EBS Dealing Resources Japan)

Chairperson of the Sub-Committee on Education:

Mr. Fumihiko Kawano* (Nomura Securities)

Chairperson of the Sub-Committee on Legal Matters:

Mr. Masashi Kobayashi* (The Sumitomo Trust and Banking Co.)

Chairperson of the Sub-Committee on Code of Conduct:

Mr. Noriyuki Kato* (State Street Bank and Trust Company)

Chairperson of the Sub-Committee on Settlement:

Mr. Toshiyuki Kamiyama (Mizuho Bank)

Chairperson of the Sub-Committee on NDF:

Mr. Hidehiko Inamura* (Citibank)

Chairperson of the Sub-Committee on E-commerce

Mr. Masamichi Koike* (Sumitomo Mitsui Banking Co.)

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

Mr. Masayoshi Takegawa* (Merrill Lynch Japan Securities)

Mr. Kazuyori Nagata* (UFJ Bank)

Mr. Masayuki Mizukoshi* (JPMorgan Chase Bank)

Mr. Kazuyuki Takahashi* (Reuters Japan)

Mr. Hiroshi Takao* (Tokyo Forex & Ueda Harlow)

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

Observers

Mr. Yoshihiko Noguchi* (Money Brokers Association)

Mr. Hisamitsu Tanaka* (Bank of Tokyo-Mitsubishi)

Mr. Shuichi Kanehira* (Mizuho Corporate Bank)

Mr. Takashi Hanajiri* (Ministry of Finance)

Mr. Yasuaki Amatatsu* (Bank of Japan)

*Attended the meeting.