

Minutes of the 138th Meeting
of the Tokyo Foreign Exchange Market Committee
(TFEMC)

Time and date of the meeting: 13:00-14:00 January 13th, 2011
Venue: Bank of Japan
Chairperson: Mr. Hokuto Nakano
Secretary: Mr. Atsushi Takeuchi
Attending committee members: 16

I. Activities of Sub-Committees

1. Sub-Committee on Committee Steering

Mr. Takeuchi, Secretary of the Committee, reported that the international conference call among the secretariats of each foreign exchange market committee signaled a growing global interest in the derivatives provisions of the Dodd-Frank Act. Mr. Inoue, Chairperson of the Sub-Committee, announced that at the Annual General Meeting on February 1st, the activities of each Sub-Committee and the statement of revenues and expenses of the Committee in fiscal 2010 were going to be presented.

2. Sub-Committee on BCP

Mr. Kuzuhara, Associated Member of the Committee, reported the summary of the questionnaire of the joint BCP exercise held on November 17th. As for the future tasks, he reported that the Sub-Committee should conduct a more practical exercise under more diverse and unannounced disaster scenarios and should unify the definition of each progress phase among the markets. As for the BCP-dedicated web site, he recommended to maintain it regularly and improve its functions for cell phones.

3. Sub-Committee on Education

Mr. Kawano, Chairperson of the Sub-Committee, distributed the notice of the upcoming Forex Seminar. Based on the consensus that the notice should be distributed widely in order to increase the seminar participants, the Committee discussed the list and way for distribution.

4. Sub-Committee on E-Commerce

Mr. Takagi, Chairperson of the Sub-Committee, reported that the Sub-Committee had discussed the impact of the increase in the volume of electronic trading, especially that of high-frequency trading, on the Tokyo foreign exchange market and the recent developments in margin trading.

5. Sub-Committee on Settlement

Mr. Komatsu, Chairperson of the Sub-Committee, reported that the Sub-Committee had held a workshop on post-trade processing of foreign exchange derivatives. It was also reported that the Sub-Committee had confirmed their commitment to study the OTC derivatives regulatory reform in Europe and the United States and the developments in overseas clearing houses and that they had improved their understanding on the settlement of OTC trading.

II. Others

After the Committee meeting, a lecture and question-and-answer-session were held by a guest lecturer from an American law firm on the derivatives provisions of the Dodd-Frank Act.

List of Tokyo Foreign Exchange Market Committee Members

(January 13th, 2011)

Members

Chairperson:

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

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

Mr. Hokuto Nakano* (Mizuho Corporate Bank)

Vice-Chairperson:

Mr. Tadahiko Nashimoto (Barclays Bank)

Secretary:

Mr. Atsushi Takeuchi* (Bank of Japan)

Chairperson of the Sub-Committee on Committee Steering:

Mr. Hideaki Inoue* (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 Education:

Mr. Fumihiko Kawano* (Nomura Securities)

Chairperson of the Sub-Committee on Legal Matters:

Mr. Shinji Imanishi* (Sumitomo Trust and Banking Co.)

Chairperson of the Sub-Committee on Code of Conduct:

Mr. Koichi Yoshikawa* (BNP Paribas)

Chairperson of the Sub-Committee on Settlement:

Mr. Atsushi Komatsu* (Mizuho Bank)

Chairperson of the Sub-Committee on E-Commerce:

Mr. Haruhisa Takagi* (Sumitomo Mitsui Banking Corp.)

Mr. Katsunori Kitakura* (Chuo Mitsui Trust and Banking Co.)

Mr. Masatomo Odagawa* (Goldman Sachs Japan Co.)

Mr. Yuji Sokawa* (Thomson Reuters Japan)

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

Mr. Tomoo Onishi (Deutsche Securities)

Mr. Taiji Hirota (JPMorgan Chase Bank)

Associate Members

Mr. Yoshihiko Noguchi (Money Brokers Association)

Mr. Yoshiki Yamamoto* (Mizuho Corporate Bank)

Mr. Kiyoshi Kuzuhara* (Bank of Tokyo-Mitsubishi UFJ)

Ms. Maiko Koga* (Bank of Japan)

Observer

Mr. Osamu Kawanishi* (Ministry of Finance)

*Attended the meeting.