Minutes of the 144th Meeting
of the Tokyo Foreign Exchange Market Committee
(TFEMC)

Time and date of the meeting:	13:00-14:30 July 20th, 2011
Venue:	Bank of Japan
Chairperson:	Mr. Akira Hoshino
Vice-Chairperson:	Mr. Hokuto Nakano
Vice-Chairperson:	Mr. Tadahiko Nashimoto
Secretary:	Mr. Atsushi Takeuchi
Attending committee members:	20

I. Resignation and Election of Members

Mr. Hoshino, Chairperson of the Committee, reported that the term of Mr. Takeuchi as Secretary of the Committee would shortly expire. Mr. Takeuchi expressed his wish to serve as Secretary for another term and was approved unanimously.

In addition, Mr. Hoshino reported that the term of Mr. Yoshikawa as a member of the Committee would shortly expire. Mr. Yoshikawa expressed his wish to serve on the Committee for another term and was approved unanimously. Mr. Hoshino also reported that he had received an application from Mr. Tsunemasa Tsukada (Mitsubishi UFJ Trust and Banking Corp.) as a successor to Mr. Inoue. After listening to Mr. Tsukada's speech and reviewing Committee members' recommendations, a vote was taken, and the candidate was elected unanimously as a member of the Committee.

II. Replacement of Observers

Mr. Hoshino, Chairperson of the Committee, reported that Mr. Kawanishi, Observer of the Committee, would be replaced by Mr. Kihara.

III. Activities of Sub-Committees

1. Sub-Committee on Committee Steering

Mr. Hoshino, Chairperson of the Committee, suggested that the Committee strengthen its relations with the foreign exchange market committees in other Asian countries. Specifically, he proposed that the Committee set up a meeting with these committees to exchange views, preferably in this autumn, in order to harmonize, as much as possible, the CCP regulations in Asian markets such as Singapore and Hong Kong.

2. Sub-Committee on Legal Matters

Mr. Imanishi, Chairperson of the Sub-Committee, reported that the Sub-Committee had started to examine the legal issues regarding the recommendation of the dollar/yen rate, which is used to calculate the fixing rate of NDF transactions. He also explained that the Sub-Committee planned to put together Sub-Committee's opinions by the end of September.

3. Sub-Committee on Operation

Mr. Imanishi, Vice Chairperson of the Sub-Committee, reported that the Sub-Committee had held a workshop on the post-trade processing of foreign exchange derivatives.

4. Sub-Committee on Market Research

Mr. Nakano, Chairperson of the Sub-Committee, reported that the Sub-Committee had agreed on (i) expanding the number of financial institutions for the "Turnover Survey of Tokyo FX Market," which is currently 20, (ii) increasing the frequency of the survey from once a year to twice a year like other markets' surveys, and (iii) reviewing survey items to enhance the quality of the survey. Members of the Committee broadly agreed on (i) and (iii). As for (ii), they decided to make a conclusion after considering the operational burden of the survey for each financial institution.

IV. Result of the Tokyo FX Market Survey

Mr. Ide, Associate Member of the Committee, reported on the result of the "Turnover Survey of Tokyo FX Market." [1] Specifically, he explained that the

[1] On July 25th, a press conference was held, and the result of the survey was released.

overall turnover had increased by 8 percent year on year as the interbank trading and emerging currency trading remained active. At the same time, however, he mentioned that the turnover of customer transactions had declined due to the Great East Japan Earthquake. In addition, Mr. Hoshino, Chairperson of the Committee, reported on the result of "the developments in the covered transactions regarding the over-the-counter retail margin trading" conducted by the Financial Futures Association of Japan.

List of Tokyo Foreign Exchange Market Committee Members

(July 20th, 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. 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 Education and Code of Conduct:

Mr. Koichi Yoshikawa* (BNP PARIBAS)

Chairperson of the Sub-Committee on Legal Matters:

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

Chairperson of the Sub-Committee on Operation:

Mr. Ryoichi Fukushima (Mizuho Bank)

Chairperson of the Sub-Committee on E-Commerce:

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

Chairperson of the Sub-Committee on NDF:

Mr. Taiji Hirota* (JPMorgan Chase Bank)

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

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. Hiroshi Maeba* (Nomura Securities)

Associate Members

Mr. Yoshihiko Noguchi* (Money Brokers Association)

Mr. Sinichi Tsutsui* (Mizuho Corporate Bank)

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

Mr. Joji Ide* (Bank of Japan)

Observer

Mr. Daisaku Kihara* (Ministry of Finance)

*Attended the meeting.