

November 2, 2004

Minutes of the 76th Meeting
of the Tokyo Foreign Exchange Market Committee
(TFEMC)

Time and date of the meeting:	11:00-12:00 July 7, 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:	18

I .Resignation and Election of Members

Mr. Ogino, Chairperson of the Committee, reported that as a result of recruiting new members due to recent resignations of members, he received applications from Mr. Muneaki Kiyota (Mizuho Corporate Bank), Mr. Toshiyuki Kamiyama (Mizuho Bank) and Mr. Tetsuya Inoue (Bank of Japan).

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.Kiyota and Mr. Inoue announced their candidacy for the Vice-Chairperson and Secretary of the Committee respectively and were elected unanimously.

II . Activities of Sub-Committees

1 . The Sub-Committee on Committee Steering

Mr. Takeda, Chairperson of the Sub-Committee, proposed the affiliations of new members as follows and it was approved.

- Mr. Kiyota would be elected to Chairperson on Market Research and participate in the Sub-Committees on Committee Steering.
- Mr. Kamiyama would be elected to Chairperson on Settlement and participate in the Sub-Committee on Code of Conduct.
- Mr. Inoue would participate in the Sub-Committee on Public Relations as Vice-Chairperson and participate in the Sub-Committee on Code of Conduct and withdraw from the Sub-Committee on Market Research.

Mr. Ogino reported that Mr. Terasawa, Observer of the Committee, expressed his wish to resign from the Committee and Mr. Tanaka (Bank of Tokyo-Mitsubishi) and Mr. Ueno (Bank of Japan) would become the new Observers as successors to Mr. Terasawa and Mr. Inoue who was elected as a new member. Mr. Takeda also proposed Mr. Tanaka will participate in the Sub-Committees of Committee Steering and Market Research and it was approved.

2. The Sub-Committee on Public Relations

Mr. Oki, Chairperson of the Sub-Committee, reported on the management of the Committee home page as follows.

- 1) The Sub-Committee completed carrying on the Committee home page “The study of Ancillary Electronic Trading Systems ” made by the Sub-Committee on Market Research.
- 2) The Sub-Committee would carry on the Committee home page “Important Notes about the Discontinuation of Confirmations (MT300) for CLS Transactions” made by the Sub-Committee on Settlement. It would also update the organization chart of the Committee.

3. The Sub-Committee on Education

Mr. Kawano, Chairperson of the Sub-Committee, reported on the number of the participants to the Forex Seminar held on July 5, and on its revenue and expense. He also reported the seminar participants were satisfied with its contents.

4. The Sub-Committee on Marker Research

Mr. Takenaka, Observer of the Committee, reported on behalf of Mr. Kiyota, Chairperson of the Sub-Committee, that the Sub-Committee sent "The study of Ancillary Electronic Trading Systems" to major overseas FX committees for seeking their opinions on "EBS Prime".

5. The Sub-Committee on Code of Conduct

Mr. Yanagisawa, Chairperson of the Sub-Committee, reported as follows. All of the proposals concerned were approved.

- 1) The Sub-Committee received the draft of press release from ACI. And it found the sentences meaning that Orange Book 2003 promoted ACI Model Code, which might be misunderstood to show Orange Book 2003 was the translation of ACI Model Code.
- 2) The Sub-Committee proposed to ask ACI for modification of the press release reflecting the fact that Orange Book 2003 was not a direct translation of ACI Model Code but that Orange Book referred to ACI Model Code as an international market practice.

6. The Sub-Committee on Settlement

Mr. Imanishi, Member of the Committee, reported that the Sub-Committee completed "Important Notes about the Discontinuation of Confirmations (MT300) for CLS Transactions" (the document). He also reported that the document would be open to market participants by carrying it on the Committee home page.

7. The Sub-Committee on NDF

Mr. Inamura, the Chairperson of the Sub-Committee, reported as follows on the future direction of the Sub-Committee.

- 1) The Steering Committee of the FX Committees concerned would hold the Conference Call on July 13 and discuss the revision of the NDF template recommended by NY FX Committee.
- 2) After the Conference Call, the Sub-Committees on NDF and Legal Matters would check the revision in light of the Japanese law.

List of Tokyo Foreign Exchange Market Committee Members
(July 7, 2004)

Members

Chairperson:

Mr. Tetsuji Ogino* (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. 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 Legal Matters:

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

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 Code of Conduct

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

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

Mr. Koichi Takenaka* (Mizuho Corporate Bank)

Mr. Yoichi Ueno* (Bank of Japan)

*Attended the meeting.