

PRESS RELEASE

日本取引所グループ プレスリリース



株式会社日本取引所グループ
〒103-8224 東京都中央区日本橋兜町2番1号
Tel: 03-3666-1361 (代表)

JAPAN EXCHANGE GROUP, INC.
2-1, Nihombashi-Kabuto-cho, Chuo-ku,
Tokyo 103-8224, Japan
Tel: +81-3-3666-1361

URL: <http://www.jpx.co.jp/>

Oct 19, 2015
Osaka Exchange, Inc.

Celebrating 30 Years of JGB Futures

30 years ago on October 19, 1985, 10-year JGB futures were launched on the TSE market to provide investors with a means to mitigate risk from bond price fluctuations as outstanding JGB issuance increased and interest rates were liberalized.

Since then, demand for JGB derivatives has grown steadily with the launch of 10-year JGB futures options, 20-year JGB futures, 5-year JGB futures, and mini 10-year JGB futures contracts. Besides product launches, we constantly revised the market rules and upgraded the matching engine to enhance the market, making notable developments such as introducing spread trading, off-auction trading, and the give-up system.

Mr. Hiromi Yamaji, President & CEO of Osaka Exchange (OSE), remarked on the 30-year milestone, "Since setting a landmark as Japan's first financial futures contract, the JGB derivatives market has developed with the times, refining its trading rules to build up a high level of liquidity. Today, JGB derivatives are considered major Japanese interest rate products by investors worldwide."

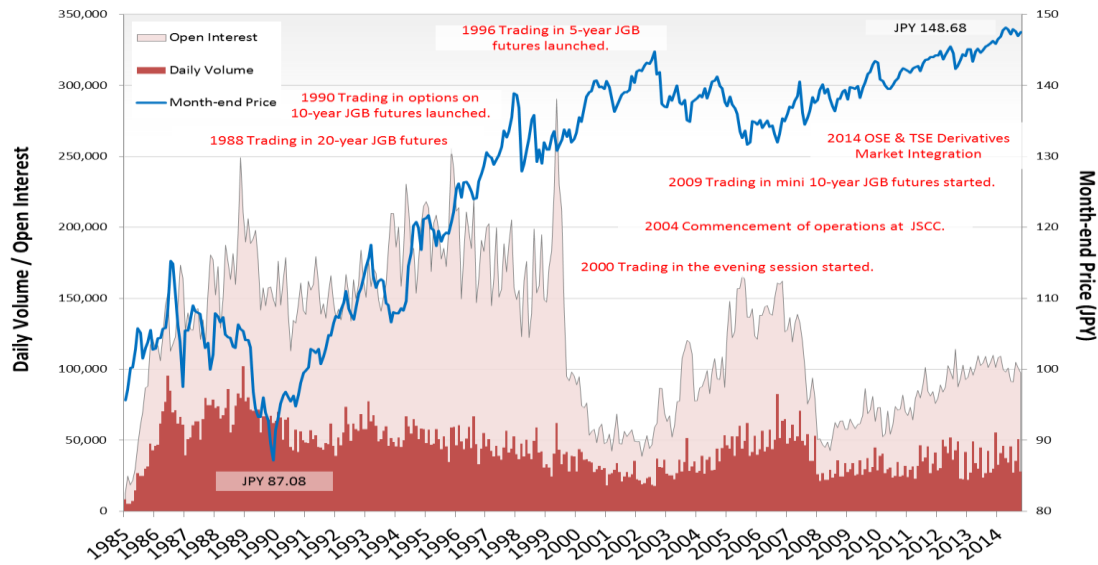
Recognizing the need to accommodate changing demands from recent growth in participation by foreign investors and increasingly sophisticated trading techniques, OSE has begun jointly calculating and publishing the S&P/JPX JGB VIX Index. After the launch of the next derivatives trading system (next J-GATE), planned in the middle of 2016, OSE will revise its trading rules and extend the night session from 3:00 am to 5:30 am to allow investors to trade JGB derivatives almost throughout the entire day.

As we celebrate 30 years of JGB futures, we hope to enjoy your continued support and cooperation in our endeavors to improve the stability, reliability, and convenience of the JGB derivatives market.

<Contact>

Corporate Communications (Osaka)
Japan Exchange Group, Inc.
Phone: +81-6-4706-0802

Ref.1 10-year JGB Futures Volume/Open Interest/Price



Ref.2 Timeline of Rule Revisions and Product Launches

Year	Month	Day	Event
1985	10	19	Trading in 10-year JGB futures launched.
1988	4	30	Electronic Trading started.
	7	8	Trading in 20-year JGB futures launched.
1989	12	1	Trading in U.S. T-Bond futures launched.
1990	5	11	Trading in options on 10-year JGB futures launched.
1994	4	20	Delivery Versus Payment started.
1996	2	16	Trading in 5-year JGB futures launched.
1998	3	23	Shortening of period from last trading day to day of settlement by physical delivery and payment of JGB futures contracts (changed to the 7th business day prior to each delivery date.)
	6	1	Creation of new U.S. T-Bond futures contracts suspended.
	11	2	New futures and options trading system launched.
1999	5	1	Operate as a clearinghouse started
2000	8	14	JGB futures calendar spread trading started.
	9	18	Trading in the evening session started.
	10	30	SPAN® (Standard Portfolio Analysis of Risk) system introduced.
	11	20	Trading in options on 5-year JGB futures launched.
2001	1	29	Intraday clearing fund call rule introduced.
	4	9	Non-auction trading and ToSTNeT basis introduced for JGB futures trading.
2002	5	31	Trading in options on 5-year JGB futures suspended.
	9	10	Trading in 20-year JGB futures suspended.
2004	2	2	Commencement of operations at Japan Securities Clearing Corporation
2007	3	12	Non-auction trading introduced for JGB futures options trading.
2008	1	15	New derivatives trading system launched. Introduction the Give-up Rule and Circuit Breaker Rule.
2009	3	23	Trading in mini 10-year JGB futures started.
	10	5	Options on 10-year JGB futures trading operations consolidated onto Tdex+ (LIFFE CONNECT®).
2011	9	26	End of day transfers of positions in 10-year JGB futures between NYSE Liffe and TSE began.
	11	21	JGB futures trading operations consolidated onto Tdex+ (LIFFE CONNECT®). Trading hours for derivatives markets extended to 23:30 JST.
2014	3	24	TSE derivatives operations consolidated onto J-GATE. Partial revisions to trading rules improved convenience for JGB derivatives. Trading hours for derivatives markets extended to 3:00 JST on the following day.
	4	7	20-year JGB futures relaunched.
2015	7	6	Revision to contract specifications for 20-year JGB futures (from Dec. 2015 contract)
	9	24	Developing rules in connection with the introduction of cross margining at JSCC.
	10	15	Launch of S&P/JPX JGB VIX Index
2016	12	14	Shortening of period from last trading day to day of settlement by physical delivery and payment of JGB futures contracts (changed to the 5th business day prior to each delivery date.)
	-	-	Launch of Next Generation Derivatives Trading System