

**Rules on Regulatory Measures concerning Securities  
Trading or Its Brokerage**  
(as of January 15, 2024)

Tokyo Stock Exchange, Inc.

**Rule 1. Regulatory Measures Concerning Securities Trading or its Brokerage**

Regulatory measures that the Exchange may take concerning securities trading or its brokerage pursuant to the provisions of Rule 65 of the Business Regulations shall be those referred to in each of the following items:

- (1) Increase in security deposit ratio pertaining to a sale or a purchase by a margin transaction or security deposit ratio pertaining to when-issued transactions, or restrictions on substitution of such security deposit with securities;
- (2) Lowering the ratio which should be multiplied by the market price in the calculation of a substitution value where security deposit pertaining to a sale or purchase by a margin transaction or security deposit pertaining to when-issued transactions are substituted with securities;
- (3) Where restrictions are imposed on substitution of security deposit pertaining to a sale or purchase by a margin transaction by securities, trading participants' deposit of an amount of money corresponding to all or part of the portion which cannot be substituted with securities, out of said security deposit;
- (4) Restriction on or prohibition of a sale or purchase by a margin transaction (including margin sale or margin purchase by trading participants);
- (5) Restrictions on the total sale quantity or the total purchase quantity of when-issued transactions;
- (6) Matters referred to in the following sub-items regarding trading margin (meaning trading margin prescribed by Japan Securities Clearing Corporation or trading margin prescribed in Rule 17 of Clearing and Settlement Regulations; the same shall apply hereinafter) that should be deposited by trading participants with respect to when-issued transactions:
  - a. Moving up the day and time of depositing trading margin;
  - b. Increase in the amount of trading margin or restriction on substitution of such trading margin with securities; and
  - c. Cumulative increase in trading margin with respect to an excess above a certain quantity of the total sale quantity or the total purchase quantity of when-issued transactions;
- (7) Receipt of deposit prior to the settlement day of sold securities or purchase consideration on the basis of the entrustment of customers;
- (8) Restriction on or prohibition of sales or purchases for the principal account of trading participants (including sale or purchases based on a discretionary trading agreement); and
- (9) Daily publication of outstanding margin transactions.

**Rule 2. Publication of Outstanding Margin Transactions Pertaining to Stocks Designated as Securities on Special Alert, etc.**

(Reference Translation)

Where a stock for which a margin transaction can be made falls under any of the following items, the Exchange shall publicize its outstanding margin transactions on a daily basis

- (1) Where a stock for which an alert prescribed in Rule 30 of the Business Regulations was issued, and the Exchange deems necessary; or
- (2) Where a stock is designated as a Security on Special Alert prescribed in Rule 503, Paragraph 1 of the Securities Listing Regulations.

**Rule 3. Application to Agency Clearing of Securities, etc.**

These rules shall apply to agency clearing of securities, etc. pertaining to securities trading by deeming that trading participants who entrust agency clearing of securities, etc. are the persons who carry out said securities trading.

**Supplementary Provision**

The revised rules shall be implemented on January 15, 2024.