Outline of Specification for S&P/JPX 500 ESG Score Tilted Index Futures

As of December 5, 2022

Osaka Exchange, Inc

Item	Details	Remarks
I. Outline of Trading		
1. Underlying Index	• The underlying index is the S&P/JPX 500 ESG Score Tilted Index (0.5).	In this Specification, said index
		futures will be referred to as
		"S&P/JPX 500 ESG Score Tilted
		Index Futures."
2. Trading Method		
a. Trading Sessions and	Trading on the regular market will be divided into a day session and a night	The same applies to index futures
Trading Hours	session, the trading hours of which will be as follows.	such as Nikkei 225 Futures (Large
	(1) Day Session	Contracts) (hereinafter referred
	Opening auction: 8:45 a.m.	to as "other index futures").
	Regular session (Zaraba): 8:45 a.m 3:10 p.m.	
	Closing auction: 3:15 p.m.	
	(2) Night Session	
	Opening auction: 4:30 p.m.	
	Regular session (Zaraba): 4:30 p.m. to 5:55 a.m. the next day	
	Closing auction: 6:00 a.m. the next day	
b. Trading Method	S&P/JPX 500 ESG Score Tilted Index Futures trading will be conducted by	The trading system will be J-GATE
	individual auction through the trading system.	3.0.

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ltem	Details	Remarks
3. Contract Months	• There will be 3 contract months out of March, June, September and December.	• The trading period is 9 months.
	The last trading day will be the business day preceding the second Friday of	Flexible futures trading will not be
	each contract month (if the second Friday is a non-business day, it shall be the	available.
	business day preceding the last business day before the second Friday.).	
	Trading in a new contract month will begin on the business day following the	
	last trading day of the most recent contract month.	
4. Contract Unit and Rules on		
Bids and Offers, etc.		
a. Contract Unit	• One contract unit will be JPY 10,000 multiplied by the value of the S&P/JPX 500	
	ESG Score Tilted Index (0.5).	
b. Bids and Offers	 Market Orders and Limit Orders will be available with conditions for validity period and executed volume determined by OSE. 	 Conditions for validity period and executed volume will be the same as that of other index futures.
c. Tick Size	• The tick size will be 0.5 points.	
d. Price Limits	 Bids and offers may not be made at prices exceeding the price limit range calculated by multiplying the reference price for price limits (as a general rule, the settlement price on the previous trading day) by 8% up and down. When a Circuit Breaker is triggered, the upper or lower price limit range will be expanded to the price calculated by multiplying the reference price for price limits by 12% (1st expansion) and 16% (2nd expansion). 	

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5. Suspension of Trading and		
Temporary Trading Halts		
a. Suspension of Trading	OSE may suspend trading in the following situations:	
	(1) In cases where OSE deems that trading conditions are irregular;	
	(2) In cases where OSE deems it inappropriate to continue trading in terms of	
	trading supervision;	
	(3) In cases where OSE deems it difficult to continue trading through the trading	
	system due to a trading system malfunction, etc.;	
b. Temporary Trading Halts	• In cases where there is a trade, etc. in the central contract month at the upper	The central contract month will
(Circuit Breaker)	or lower price limit range, trading in all contract months will be suspended for	be the most recent contract
	at least 10 minutes.	month.
	• In line with this suspension, the upper (lower) price limits will be expanded for	
	all contract months.	
c. Immediately Executable	The Dynamic Circuit Breaker (DCB) will be applied to auctions in each contract	
Price Range	month as follows.	
(Dynamic Circuit Breaker)	a. When a trade is to be executed beyond the price range determined by OSE	
	from the DCB reference price (hereinafter referred to as the "DCB price range"),	
	trade will be temporarily suspended for a certain period of time.	
	b. The DCB reference price, DCB price range and length of temporary trading	
	halts for each relevant session are as follows:	

Item	Details			Remarks	
	Session	DCB Reference Price	DCB Price Range	Temporary Trading Halt	
	Opening auction		±3.0%	30 seconds	
	Regular session		±0.8%	SU SECONUS	
		Last Price or		—	
	Closing auction	BBO mid-price	±1.5%	(trades only	
				executed within	
				price range)	
7. Strategy Trading	 In cases where OSE deems that trading conditions are, or are likely to be, abnormal, OSE may implement, among the regulatory measures specified by OSE, necessary restrictions on trading or accepting orders from customers. Strategy trading of S&P/JPX 500 ESG Score Tilted Index Futures will be available to trading participants as specified by OSE. The tick size for strategy trading will be 0.1 points. 			 Only calendar spread trading will be available. 	
8. J-NET Trading	J-NET trading of S&P/JPX 500 ESG Score Tilted Index Futures will be available to				
	trading participants as specified by OSE.				
	The tick size for J	-NET trading will be	0.0001 points.		
9. Give-up	• Give-up will be available for S&P/JPX 500 ESG Score Tilted Index Futures.				
10. Trading Participants	Futures, etc. Trac	ling Participants who	o are qualified to trac	de index futures will be	
	able to trade S&I	P/JPX 500 ESG Score	Tilted Index Futures		

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II . Clearing and Settlement	 Clearing and settlement of S&P/JPX 500 ESG Score Tilted Index Futures will be conducted in accordance with the methods prescribed by Japan Securities Clearing Corporation (JSCC). 	 The same rules as for other index futures will apply. The final settlement price is
		calculated based on the opening prices of each component issue underlying the contract on the business day following the day on
		which the last trading day ends.
III. Other		
1. Trading Fees	To be determined.	
2. Market Maker Scheme	A market maker scheme will be introduced to complement market liquidity.	 Details will be announced at a later date.
3. Holiday Trading	 S&P/JPX 500 ESG Score Tilted Index Futures will be eligible for derivatives holiday trading. 	 Handling under the trading rules for holiday trading will be the same as that of other index futures.
4. Disclosure of Information a. Market Information	 Market information, namely opening/high/low/closing price data, trading volume, and open interest will be published separately from other index futures. 	

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b. Transaction Information by	• Buy and sell trading volume and trading value by investor type will not be	
Investor Type	disclosed.	
IV. Listing Date	• S&P/JPX 500 ESG Score Tilted Index Futures will be listed on May 29, 2023	
	(planned).	

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