## Outline of Specification for Nikkei 225 Climate Change 1.5 $^{\circ}\!\!\!\mathrm{C}$ Target Index Futures

As of December 5, 2022

Osaka Exchange, Inc

ltem	Details	Remarks	
I. Outline of Trading			
1. Underlying Index	- The underlying index is the Nikkei 225 Climate Change 1.5 $^\circ\!\mathrm{C}$ Target Index	In this Specification, said index	
	(hereinafter referred to as " Nikkei Climate Index ").	futures will be referred to as	
		"Nikkei Climate 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	Nikkei Climate Index Futures trading will be conducted by individual auction	The trading system will be J-GATE	
	through the trading system.	3.0.	

Item	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 1,000 multiplied by the value of the Nikkei Climate	
	Index.	
b. Bids and Offers	Market Orders and Limit Orders will be available with conditions for validity	Conditions for validity period and
	period and executed volume determined by OSE.	executed volume will be the same
		as that of other index futures.
c. Tick Size	The tick size will be JPY 10.	
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).	

Item	Details	Remarks
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%		
	Closing auction	Last Price or BBO mid-price	±1.5%	— (trades only executed within price range)	
<ol> <li>Restrictions on Trading</li> <li>Strategy Trading</li> </ol>	abnormal, OSE r OSE, necessary r • Strategy trading	nay implement, am estrictions on tradin of Nikkei Climate I	ong the regulatory gor accepting order	e, or are likely to be, measures specified by s from customers. he available to trading	Only calendar spread trading will
8. J-NET Trading	<ul> <li>participants as specified by OSE.</li> <li>The tick size for strategy trading will be JPY 1.</li> <li>J-NET trading of Nikkei Climate Index Futures will be available to trading</li> </ul>				be available.
	<ul> <li>participants as specified by OSE.</li> <li>The tick size for J-NET trading will be JPY 0.0001.</li> </ul>				
9. Give-up	Give-up will be a	vailable for Nikkei C	limate Index Futures		
10. Trading Participants		ling Participants who kei Climate Index Fu		de index futures will be	

ltem	Details	Remarks
II . Clearing and Settlement	<ul> <li>Clearing and settlement of Nikkei Climate Index Futures will be conducted in accordance with the methods prescribed by Japan Securities Clearing Corporation (JSCC).</li> </ul>	<ul> <li>The same rules as for other index futures will apply.</li> <li>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.</li> </ul>
III. Other 1. Trading Fees	• To be determined.	
2. Market Maker Scheme	A market maker scheme will be introduced to complement market liquidity.	<ul> <li>Details will be announced at a later date.</li> </ul>
3. Holiday Trading	<ul> <li>Nikkei Climate Index Futures will be eligible for derivatives holiday trading.</li> </ul>	<ul> <li>Handling under the trading rules for holiday trading will be the same as that of other index futures.</li> </ul>
4. Disclosure of Information a. Market Information	<ul> <li>Market information, namely opening/high/low/closing price data, trading volume, and open interest will be published separately from other index futures.</li> </ul>	

Item	Details	Remarks
b. Transaction Information by	• Buy and sell trading volume and trading value by investor type will not be	
Investor Type	disclosed.	
IV. Listing Date	• Nikkei Climate Index Futures will be listed on May 29, 2023 (planned).	