Re: Matters Prescribed as Requirements for Eligible IRS Transactions

The matters prescribed by JSCC as additional requirements for eligible IRS transactions under the provisions of Article 9.15 of Handling Procedures of Interest Rate Swap Business Rules shall be the matters prescribed in Annex.

End of Document

Eligible Trades for JSCC Clearing

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
1		**Term**					
2		**Maximum Residual Term**	≦ 40 YEARS (14623 DAYS)	≦ 30 YEARS (10971 DAYS)	≦ 30 YEARS (10971 DAYS)	Same as OIS, ZTIBOR and DTIBOR (depends on Index)	Residual Term is defined as "Unadjusted Maturity Date – Today". Day count is based on "Calendar Base". Shorter term is used for eligibility check of Single Currency Basis Swap. Example of 40 YEARS: 14,623 = 365 * 40 + (40/4) + 13
3		**Maximum Term**	No check	No check	No check	No check	Maximum Term is defined as "Unadjusted Termination Date – Effective Date". Day count is based on "Calendar Base".
4		**Minimum Residual Term**	x ≧ 3 day	x ≧ 3 day	x ≧ 3 day	x ≧ 3 day	Minimum Residual Term is defined as "Unadjusted Maturity Date – Today". Day count is based on "Calendar Base".
5		**Minimum Term**	x ≧ 7 DAYS	x ≧ 28 DAYS	x ≧ 28 DAYS	x ≧ 28 DAYS (including OIS Basis Swap)	Minimum Term is defined as "Unadjusted Termination Date – Effective Date". Day count is based on "Calendar Base".
6		**Forward Starting**	Eligible	Eligible	Eligible	Eligible	
7		**Product Specific**					
8		**Amortizing/Accreting**	Eligible	Eligible	Eligible	Eligible	Notional Amount can be changed on each calculation period start date. (Notional Amount cannot change more often than the calculation frequency.) Rollercoaster Swap (a swap where Notional Amount fluctuates up and down) can be also cleared. Notional Amount of both legs must be the same in each calculation period before adjustment, even if stub period.
9		**Step-up/down fixed rate or spread schedule**	Not Eligible	Not Eligible	Not Eligible	Not Eligible	A trade with Fixed rate changes or Spread changes cannot be cleared.
10		**Averaging**	Not Eligible	Not Eligible	Not Eligible	Not Eligible	A trade with an averaging floating leg cannot be cleared.
11		**Backload**	Eligible	Eligible	Eligible	Eligible	A trade applied for clearing during a period 7:00 p.m. through 8:00 p.m. on a JSCC Business Day with Trade Date on or before 10 Tokyo business days is processed as backload trade in accordance with JSCC business rules. In that case, JSCC receives the notification of the application for clearing in early morning on the next JSCC business day and clears the trade by 8:00 a.m.
12		**Allocation Block Trade**	Not Eligible	Not Eligible	Not Eligible	Not Eligible	*Allocation Block Trade means a block trade including multiple trades (ex. Fund manager's trades which are allocated to its customers). If you wish to clear in JSCC, please send the request for clearing for each trade of each customer.

Eligible Trades for JSCC Clearing

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
13		Package Trade	Refer to restrictions	Refer to restrictions	Refer to restrictions	Refer to restrictions	Package Trade means multiple trades identified by Package Trade ID. You may apply for clearing of trades which comprise of the Package Trade in bulk. All trades which comprises of the Package Trade shall have the same contractual parties and the same Clearing Brokers. If any of the trades comprising of the Package Trade does not meet the requirements of the Package Trades, the application for clearing of the Package Trades will be rejected. Refer to public notice "パッケージ取引の要件として定める事項について" for more detail.
14		Early Termination	Not Eligible	Not Eligible	Not Eligible	Not Eligible	Early Termination means cancellation of a cleared trade. This is called 'Cancellation' in MarkitWire. "Early Termination" will be ineligible from 2015.9.24 and Per Trade Compression (PTC) will be provided as an alternative method.
15		Mutual Put Option	Optional-Mutual	Optional-Mutual	Optional-Mutual	Optional-Mutual	A trade with an Optional Early Termination that is not a mutual put cannot be cleared ('Optional – Unilateral My Option', 'Optional – Unilateral Other Party Option', and 'Mandatory' are ineligible). This option will be disabled after clearing in JSCC.
16		Negative Floating and Fixed Rates	Eligible	Eligible	Eligible	Eligible	
17		Contractual Definitions	ISDA2006 ISDA2021	ISDA2000 ISDA2006 ISDA2021	ISDA2000 ISDA2006 ISDA2021	ISDA2006 and ISDA2021 for all basis swaps ISDA2000 for basis swaps other than OIS basis swap	ISDA 2000, ISDA 2006, and ISDA2021 are eligible to clear in JSCC.
18		Both Start and End Stubs	Eligible	Eligible	Eligible	Not Eligible	A trade with both start and end stubs which does not have regular periods can not be cleared. A trade with both start and end stubs with amortization or accreeting cannot be cleared.

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
19		**Trade Specific**					
20		Currency	JPY	JPY	JPY	JPY	Clearing of Non-JPY IRS trade is suspended for the time being.
21		Notional Amount	$1 \leqq x < 4,000,000,000,000$	$1 \leqq x < 4,000,000,000,000$	$1 \leqq x < 4,000,000,000,000$	$1 \leqq x < 4,000,000,000,000$	JPY trades with notional amount with decimal point cannot be cleared.
22		Internal Trade ID	String	String	String	String	This value is shown as 40 characters in JSCC Interfaces (Web Portal Report, Web Portal+ GUI, JClear).
23		Trade Date	No check	No check	No check	No check	
24		Effective Date	No check	No check	No check	No check	
25		Effective Date Business Day Convention	NONE FOLLOWING MODFOLLOWING PRECEDING	NONE FOLLOWING MODFOLLOWING PRECEDING	NONE FOLLOWING MODFOLLOWING PRECEDING	NONE FOLLOWING MODFOLLOWING PRECEDING	Must match "Payment Date Business Day Convention" if this value is not "NONE".
26		Effective Date Business Centers	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	Must match "Payment Date Business Centers". This is not necessary if Effective Date Business Day Convention is NONE. Other Calendars only include USNY, GBLO, EUTA, AUSY.
27		Roll Convention	1-30 EOM IMM NONE	1-30 EOM IMM NONE	1-30 EOM IMM NONE	1-30 EOM IMM NONE	A trade with both start and end stubs cannot be cleared if Roll Convention is "IMM". Both unadjusted effective date and maturity date must be on IMM date or if IMM date is holiday then next business day may also be selected. "NONE" is eligible only for ZC leg. ZC (Zero Coupon) leg means a leg which has Payment Cycle set as 1T.
28		Maturity Date	No Check	No Check	No Check	No Check	
29		Maturity Date Business Day Convention	NONE FOLLOWING MODFOLLOWING PRECEDING	NONE FOLLOWING MODFOLLOWING PRECEDING	NONE FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	Maturity date Business Day Convention must match Calculation Period Business Day Convention. Must match "Payment Date Business Day Convention" if this value is not "NONE". "NONE" is eligible only for fixed leg.
30		Maturity Date Business Centers	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	Must match "Payment Date Business Centers" if "Maturity Date Business Day Convention" is not "NONE". Other Calendars only include USNY, GBLO, EUTA, AUSY.

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
31		**Leg Specific**					
32		**Leg Type**	fixedLeg X floatingLeg	fixedLeg X floatingLeg	fixedLeg X floatingLeg	floatingLeg X floatingLeg2	
33		**Fixed Rate**	#.######% (if any)	#.######% (if any)	#.######% (if any)	N/A	Zero-Coupon Swaps which has a Fixed Amount on fixed leg is eligible for clearing. This doesn't apply to OIS. A trade with percentage up to 6 decimal places can be cleared. Not applicable to Basis Swaps.
34		**Floating Rate Index**	JPY-TONA-OIS-COMPOUND JPY-TONA-OIS Compound	JPY-TIBOR-ZTIBOR JPY-Euroyen TIBOR	JPY-TIBOR-17097 JPY-TIBOR	JPY-TIBOR-ZTIBOR JPY-TIBOR-17097 JPY-TONA-OIS-COMPOUND JPY-Euroyen TIBOR JPY-TIBOR JPY-TONA-OIS Compound	Libor referencing swaps are not eligible for clearing. For the time being, if a Libor referencing swap generated as a result of Swaption exercise is submitted via MarkitWire, JSCC converts it into TONA (OIS) with the prescribed spread and clears the OIS.
35		**Floating Rate Index Tenor**	N/A	1M 3M 6M	1M 3M 6M	1M 3M 6M (N/A for OIS leg)	
36		**Spread**	#.#### bp (if any)	#.#### bp (if any)	#.#### bp (if any)	#.#### bp (if any)	Unit is basis point. A trade with spread up to 4 decimal places can be cleared. Spread on OIS leg is calculated by Spread Exclusive method.
37		**Payment Frequency**	1M 3M 6M 1Y 1T	1M 3M 6M 1Y (Fixed leg Only) 1T (ZC Fixed leg Only)	1M 3M 6M 1Y (Fixed leg Only) 1T (ZC Fixed leg Only)	1M 3M 6M 1Y (OIS leg Only) 1T (OIS leg Only)	Cannot be less than "Floating Rate Index Tenor" (Except for Compounding Swap). Must match "Calculation Period Frequency." 1T means that payment occurs one time.
38		**Payment Relative To**	CalculationPeriodEndDate	CalculationPeriodEndDate	CalculationPeriodEndDate	CalculationPeriodEndDate	
39		**Payment Date Offset Period**	2D 0D (Fixed leg Only)	0D	0D	0D (Other than OIS leg) 2D (OIS leg Only)	Payment Date Offset Period means Lag between calculation period end date and the relevant payment date. D means "Day".
40		**Payment Date Day Type**	Business	Business	Business	Business	

Eligible Trades for JSCC Clearing

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
41		**Payment Date Business Day Convention**	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	
42		**Payment Date Business Centers**	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	Must match "Calculation Period Business Centers". Other Calendars only include USNY, GBLO, EUTA, AUSY.
43		**First Payment Date**	No check and not saved	No check and not saved	No check and not saved	No check and not saved	This value is calculated from other attributes by JSCC, therefore this attribute will not be saved in JSCC even if a value is set.
44		**Floating Leg Day Count Fraction**	ACT/365.FIXED	ACT/360	ACT/365.FIXED	ACT/360 (ZTIBOR) ACT/365.FIXED (DTIBOR, OIS)	
45		**Fixed Leg Day Count Fraction**	30/360 30E/360 30E/360.ISDA ACT/360 ACT/365.FIXED	(ISDA 2000) 30/360 30E/360 ACT/360 ACT/365.FIXED ACT/365.ISDA (ISDA 2006 / ISDA 2021) 30/360 30E/360 30E/360.ISDA ACT/360 ACT/365.FIXED ACT/ACT.ISDA	(ISDA 2000) 30/360 30E/360 ACT/360 ACT/365.FIXED ACT/365.ISDA (ISDA 2006 / ISDA 2021) 30/360 30E/360 30E/360.ISDA ACT/360 ACT/365.FIXED ACT/ACT.ISDA	N/A	ACT/ACT.ISDA is not eligible under ISDA 2000. Not applicable to Basis Swaps.
46		**Calculation Period Frequency**	1M 3M 6M 1Y 1T	1M 3M 6M 1Y (Fixed Only) 1T (ZC Fixed leg Only)	1M 3M 6M 1Y (Fixed Only) 1T (ZC Fixed leg Only)	1M 3M 6M 1Y (OIS leg Only) 1T (OIS leg Only)	Must match "Payment Frequency" for both fixed and float legs. 1T means that payment occurs one time.
47		**Calculation Period Business Day Convention**	NONE (Fixed leg Only) FOLLOWING MODFOLLOWING PRECEDING	NONE (Fixed leg Only) FOLLOWING MODFOLLOWING PRECEDING	NONE (Fixed leg Only) FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	If it is not NONE, must match "Payment Date Business Day Convention". A trade which has NONE in floating leg cannot be cleared because NONE is ineligible for Reset Date Business Day Convention.
48		**Calculation Period Business Centers**	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	Must match "Payment Date Business Centers" in case "Calculation Period Business Day Convention" is not "NONE".

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
49		Compounding Method	N/A	None	None	None (Other than OIS leg) N/A (OIS leg Only)	A trade which has a compounding method cannot be cleared. (Spread on OIS leg is calculated by Spread Exclusive method.)
50		Reset Frequency	1M 3M 6M 1Y 1T	1M 3M 6M	1M 3M 6M	1M 3M 6M 1Y (OIS leg Only) 1T (OIS leg Only)	Must be the same as "Calculation Period Frequency" and "Index Tenor" in floating leg.
51		Reset Relative To	CalculationPeriodEndDate	CalculationPeriodStartDate	CalculationPeriodStartDate	CalculationPeriodStartDate (Other than OIS leg) CalculationPeriodEndDate (OIS leg Only)	
52		Reset Date Business Day Convention	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	Must match "Calculation Period Business Day Convention".
53		Reset Date Business Centers	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	Must match "Calculation Period Business Centers".
54		Fixing Date Offset Period	0D	-2D	-2D	-2D (Other than OIS leg) 0D (OIS leg Only)	
55		Fixing Date Day Type	Business	Business	Business	Business	
56		Fixing Date Business Day Convention	PRECEDING	NONE	NONE	NONE (Other than OIS leg) PRECEDING (OIS leg Only)	
57		Fixing Date Business Centers	JPTO	JPTO Required, Other Calendars are Optional	JPTO Required, Other Calendars are Optional	Same as OIS, ZTIBOR and DTIBOR (depends on Index)	Other Calendars only include USNY, GBLO, EUTA, AUSY.
58		Different First Fixing Date Offset Period	Not Eligible	Not Eligible	Not Eligible	Not Eligible	
59		Different First Fixing Date Business Centers	Not Eligible	Not Eligible	Not Eligible	Not Eligible	
60		Initial Fixing Rate	N/A	#.#####% (if any)	#.#####% (if any)	#.#####% (if any) (Other than OIS leg) N/A (for OIS leg)	A trade with percentage up to 5 decimal places can be cleared. A trade with specific Initial Fixing Rate cannot be cleared if JSCC receives the clearing request before the first fixing date.
61		Rate Cut Off Days Offset	0D	0D	0D	0D	No setting of rate cut off can be also cleared.
62		Rate Cut Off Day Type	Business	Business	Business	Business	No setting of rate cut off can be also cleared.

Eligible Trades for JSCC Clearing

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
63		**Stub Specific**					
64		**Stub Period Type**	ShortInitial ShortFinal LongInitial LongFinal	ShortInitial ShortFinal LongInitial LongFinal	ShortInitial ShortFinal LongInitial LongFinal	ShortInitial ShortFinal LongInitial LongFinal	Stub is not supported for ZC leg.
65		**First Regular Period Start Date**	No check	No check	No check	No check	This value is used to determine start stub period for a trade with both start and end stubs or a single stub trade of ShortInitial/LongInitial.
66		**Last Regular Period End Date**	No check	No check	No check	No check	This value is used to determine end stub period for a trade with both start and end stubs or a single stub trade of ShortFinal/LongFinal.
67		**Initial Stub Rate**	N/A	#.#####% (if any)	#.#####% (if any)	#.#####% (if any) (Other than OIS leg) N/A (for OIS leg)	Stub Rate and Interpolation are not supported for OIS leg. A trade with percentage up to 5 decimal places can be cleared. A trade with specific Initial Stub Rate cannot be cleared if JSCC receives the clearing request before the fixing date for the initial stub period.
68		**Initial Stub Rate Index1**	N/A	1W 1M 3M 6M 1Y	1W 1M 3M 6M 1Y	Same as OIS, ZTIBOR and DTIBOR depending on the rate index	Stub rate is interpolated with Index1 and Index2. If a stub period is not between the range of Stub Rate Index 1 and 2, the closer Stub Rate Index is used for a stub rate. Initial Stub Rate and Interpolation are not supported for OIS leg. A trade with ineligible tenor cannot be cleared, even if the stub calculation period has ended.
69		**Initial Stub Rate Index2**					
70		**Final Stub Rate Index1**					
71		**Final Stub Rate Index2**					

#	Group	JSCC's Attribute	JPY				Restrictions
			OIS	ZTIBOR	DTIBOR	Single Currency Basis Swap	
72		**Additional Payment**					
73		Fee Type	Upfront Fee	Upfront Fee	Upfront Fee	Upfront Fee	Information of Fee Type other than Upfront Fee will not be saved in JSCC. No more than one Upfront Fee can be set per trade.
74		Additional Payment Amount	#	#	#	#	JPY trades with Additional Payment Amount with decimal point cannot be cleared.
75		Additional Payment Currency	JPY	JPY	JPY	JPY	Required if Additional Payment Amount has a value.
76		Additional Payment Payer	party A party B	party A party B	party A party B	party A party B	Required if Additional Payment Amount has a value.
77		Additional Payment Receiver	party A party B	party A party B	party A party B	party A party B	Required if Additional Payment Amount has a value.
78		Additional Payment Date	Refer to Restrictions	Refer to Restrictions	Refer to Restrictions	Refer to Restrictions	A trade with additional payment where the unadjusted payment date comes after the unadjusted maturity date cannot be cleared.
79		Additional Payment Date Business Day Convention	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	FOLLOWING MODFOLLOWING PRECEDING	
80		Additional Payment Date Business Centers	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	JPTO Required, Other Calendars are optional	Other Calendars only include USNY, GBLO, EUTA, AUSY.