

Re: Prescribing Terms and Conditions of Claims and Obligations Arising as a Result of Transfer
under the Provisions of Articles 58-3 and 58-5 of the CDS Clearing Business Rules

April 6, 2018

Japan Securities Clearing Corporation

In accordance with the provisions of Article 43-4 of Handling Procedures of CDS Business Rules, JSCC prescribes the terms and conditions of the claims and obligations arising as a result of a Transfer as per Appendix.

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1. Definitions

The terms used in this Appendix shall be as defined in the CDS Clearing Business Rules established by Japan Securities Clearing Corporation (hereinafter referred to as “JSCC”), the terms used in the Business Rules, etc.

2. Terms and Conditions of Claims and Obligations Arising as a Result of Transfer

(1) Terms and Conditions of Claims and Obligations relating to Clearing Contract that Comes into Effect (Article 58-3, Paragraphs 3 and 5 of CDS Clearing Business Rules)

The terms and conditions of the claims and obligations relating to the Clearing Contract (Own Account) between the Receiving Clearing Participant and JSCC (or, when Transferring a Clearing Brokerage Contract to a Receiving Customer whose Clearing Participant on Customer Account is not the same as the Clearing Participant on Customer Account for the Transferring Customer, the Clearing Contract (Customer Account) between the Clearing Participant on Customer Account for the Receiving Customer and JSCC) that comes into effect as a result of a Transfer shall be the same as the claims and obligations relating to the Clearing Contract (Customer Account) terminating between the Clearing Participant on Customer Account for the Transferring Customer and JSCC, except for the following:

Fixed Rate Payer	Fixed Rate Payer in the claims and obligations relating to the Clearing Contract (Customer Account) terminating between the Clearing Participant on Customer Account for the Transferring Customer and JSCC (or, if such Fixed Rate Payer is the Clearing Participant on Customer Account for the Transferring Customer, then the Receiving Clearing Participant (or, when Transferring a Clearing Brokerage Contract to a Receiving Customer whose Clearing Participant on Customer Account is not the same as the Clearing Participant on Customer Account for the Transferring Customer, the Clearing Participant
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	on Customer Account for the Receiving Customer)).
Floating Rate Payer	Floating Rate Payer in the claims and obligations relating to the Clearing Contract (Customer Account) terminating between the Clearing Participant on Customer Account for the Transferring Customer and JSCC (or, if such Floating Rate Payer is the Clearing Participant on Customer Account for the Transferring Customer, then the Receiving Clearing Participant (or, when Transferring a Clearing Brokerage Contract to a Receiving Customer whose Clearing Participant on Customer Account is not the same as the Clearing Participant on Customer Account for the Transferring Customer, the Clearing Participant on Customer Account for the Receiving Customer)).

- (2) Terms and Conditions of Claims and Obligations relating to Clearing Contract (Customer Account) that Comes into Effect (Article 58-5, Paragraph 3 of CDS Clearing Business Rules)

The terms and conditions of the claims and obligations relating to the Clearing Contract (Customer Account) between the Clearing Participant on Customer Account for the Receiving Customer and JSCC that comes into effect as a result of a Transfer shall be the same as the claims and obligations relating to the Clearing Contract (Own Account) terminating between Transferring Clearing Participant and JSCC, except for the following:

Fixed Rate Payer	Fixed Rate Payer in the claims and obligations relating to the Clearing Contract (Own Account) terminating between the Transferring Clearing Participant and JSCC (or, if such Fixed Rate Payer is the Transferring Clearing Participant, then the Clearing Participant on Customer Account for the Receiving Customer).
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Floating Rate Payer	Floating Rate Payer in the claims and obligations relating to the Clearing Contract (Own Account) terminating between the Transferring Clearing Participant and JSCC (or, if such Floating Rate Payer is the Transferring Clearing Participant, then the Clearing Participant on Customer Account for the Receiving Customer).
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