

Handling of Cases Where There Are Deficiencies in Notices of Transaction Details Due to System Failure, etc.

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Tokyo Commodity Exchange, Inc.

I. Purpose

In light of equity trading system failures that occurred in October 2020, Tokyo Stock Exchange, Inc. (hereinafter “TSE”) established “Council for Recurrence Prevention Measures” (hereinafter “Council”), in which discussion was developed with its members and TSE on how TSE should develop its responses to system failures and its rules and regulations.

In response to discussion in Council, Tokyo Commodity Exchange, Inc. (hereinafter “TOCOM”) has summarized proposed revisions to the rules, as indicated below, to clarify rules for cases where TOCOM is unable to normally send notices of transaction details due to a system failure, etc.

II. Outline

Item	Details	Remarks
- Notice of execution of a transaction	<ul style="list-style-type: none">- TOCOM will clarify in the rules that, if it becomes aware of a delay, absence or other deficiency caused by a system failure in a notice of execution of a transaction, TOCOM shall resend the details of said transaction to the selling trading participant and buying trading participant in a manner decided by TOCOM on a case-by-case basis.- TOCOM will clarify in the rules that a customer shall entrust a market derivatives transaction to a trading participant with the understanding that the details of a transaction executed on TOCOM will be as stated in the notice issued by TOCOM to said trading participant (or, if the notice has been resent by TOCOM, as stated in the resent notice).	- In the event that where a system failure occurs causing an inconsistency between TOCOM and a trading participant in understanding of the status of an execution and TOCOM cannot send an execution completion notice to the trading participant, TOCOM will provide a file containing the details of said transaction without delay.

III. Implementation Date

These revisions are scheduled to be implemented in 2021.