

# Enforcement Rules on Index Futures Transactions

**Osaka Dojima Exchange, Inc.**

**DISCLAIMER:**

This English version of the Enforcement Rules on Index Futures Transactions (hereinafter, referred to as the "Enforcement Rules" in this paragraph) has been prepared by Osaka Dojima Exchange, Inc. (the "Company") with the sole purpose of providing information to enhance the understanding of the Company of market participants who are non-residents. Although the Company believes this English version to be accurate, it does not constitute a word-for-word translation of the Japanese original, and the Company makes no guarantees concerning its content.

Accordingly, the Company accepts no liability for any damages arising as a result of the use of this English version of the Enforcement Rules.

Furthermore, if there are any differences between the Japanese and English versions of the Enforcement Rules, the Japanese version shall prevail.

In addition, any disputes that arise in relation to words and phrases in the rules and provisions, as well as the meaning of the provisions and clauses, shall be resolved in accordance with the Japanese version, regardless of whether such disputes take place inside or outside of a court.

## Enforcement Rules on Index Futures Transactions

### (Purpose)

Article 1. These Enforcement Rules set forth the requirements related to Japanese rice futures price index trades, pursuant to the provisions of Article 3, Paragraph (14) of the Market Rules.

### (Method of Announcement of Average Rice Price)

Article 2. The Osaka Dojima Exchange, Inc. (hereinafter, referred to as the “Company”) shall announce the Average Rice Price, as provided for in Article 14-3, Paragraph (2) and Paragraph (3) of the Market Rules, by publication on the website of the Company.

### (Designated Spot Market)

Article 3. Designated Spot Markets, as provided for in Article 165, Paragraph (1) of the Market Rules, must be persons that satisfy the conditions listed in each of the following items.

- (1) The person must be a legal entity.
  - (2) The person must commercially operate a market where trading in rice takes place.
  - (3) The person must have created an appropriate operational system for the operation of a market where trading in rice takes place.
  - (4) The person must not be controlled or influenced by a person deemed inappropriate in view of the operation of a market where trading in rice takes place.
  - (5) The person must be able to provide information as required in accordance with requests from the Company.
2. Persons who wish to receive designation as a Designated Spot Market must submit an application to the Company to that effect, attaching the documents set forth in each of the following items to the application form in Attachment 1.
- (1) Articles of Incorporation
  - (2) Certificate of Registered Matters
  - (3) Documents with information concerning the operational system for the operation of a market where trading in rice takes place
  - (4) Pledge related to the elimination of antisocial forces
3. The Company shall inspect the application based on the provisions of the preceding paragraph, and shall determine whether or not designation is possible.
4. The Company shall publish the persons designated as Designated Spot Markets pursuant to the provisions of the preceding paragraph on the website of the Company.

### (Method of Statement in Statutory Books)

Article 4. Trading Participants who complete trades as provided for in Article 165, Paragraph (1) of the Market Rules (referring to Trading Participants as provided for in Article 101 of the Market Rules; hereinafter, the same applies) must state that fact in statutory books, to ensure that the fact that the relevant trade was completed is identifiable.

### (Preservation of Records)

Article 5. Trading Participants who complete trades as provided for in Article 165, Paragraph (1) of the Market Rules must preserve records pertaining to the notification of the

completion of the relevant trade together with the relevant statutory books, to ensure that they can be cross-checked with the statements in the statutory books, as set forth in the preceding article.

(Notification Pursuant to Trades on Designated Spot Markets, etc.)

Article 6. The format for notifications as provided for in Article 166 of the Market Rules shall be as set forth in Attachment 2.

2. The format for documents proving that trades on Designated Spot Markets, as provided for in Article 166 of the Market Rules, have been completed shall be as set forth in Attachment 3.
3. The format for notifications as provided for in Article 167, Paragraph (2) of the Market Rules shall be as set forth in Attachment 4.
4. If the Company requests the submission of information from a Designated Spot Market pursuant to Article 167, Paragraph (3) of the Market Rules, the Designated Spot Market must submit the relevant information by no later than two (2) days after the day of the trade on the relevant market (if the day two (2) days after is a non-business day for the Company, the next business day after that day); provided, however, that when the Company is attempting to complete trades for the current contract month based on trades on Designated Spot Markets on the final day of transactions of the current contract month or the day before that day, the information must be submitted by no later than the relevant final day of transactions for the current contract month.
5. The Company must receive the submission of information in the preceding paragraph during the period between 8:45 a.m. and 4:40 p.m. on the day of submission of the information provided for in the preceding paragraph.
6. The format for notifications set forth by the Company, as provided for in Article 168, Paragraph (2) of the Market Rules, shall be as set forth in Attachment 5.

(Revisions to Average Rice Price)

Article 7. The Company shall announce the value, as provided for in Appended Table 2, Paragraph (2) of the Market Rules, by publication on the website of the Company, in October of each year.

2. Based on the results of its review, the Company shall revise the nature of the Average Rice Price, as provided for in Article 14-2 of the Market Rules, and the calculation method for the Average Rice Price, as provided for in Appended Table 2 of the Market Rules, as necessary, by August of each year.

(Changes or Abolishment)

Article 8. These Enforcement Rules may be changed or abolished by the authority of the President and CEO.

Supplementary Provisions (July 22, 2024)

These Enforcement Rules shall come into effect on August 13, 2024.

Supplementary Provisions (October 31, 2024)

1. These Enforcement Rules shall come into effect on November 5, 2024.
2. Notwithstanding the provisions of the preceding paragraph, if it is not appropriate to take

effect on the date specified in the preceding paragraph due to a hindrance in the operation of the trading system or other unavoidable reasons, the new trading system shall take effect on a date within three months from the said date, as separately determined by the Company.

Attachment 1

Year / Month / Day

To: President and CEO,  
Osaka Dojima Exchange, Inc.

Name of applicant:  
Name and title of  
representative:

Application for Designation as Designated Spot Market

Our company wishes to be designated as a Designated Spot Market, as described in Article 165, Paragraph (1) of the Market Rules of Osaka Dojima Exchange, Inc. Accordingly, we submit this application together with the required documents.

End

Year / Month / Day

To: President and CEO,  
Osaka Dojima Exchange, Inc.

Name of Trading  
Participant:  
Name and title of  
representative:

Notification Pursuant to Trade on Designated Spot Market

Pursuant to Article 165, Paragraph (1) of the Market Rules of Osaka Dojima Exchange, Inc., a seller and a buyer have performed a spot trade on a Designated Spot Market as follows, and we therefore hereby submit this notification to the effect that we wish to settle the positions, as agreed upon by the seller and the buyer.

The required documents have been separately attached.

1. Name of Designated Spot Market where the trade was performed

\_\_\_\_\_

2. Date the trade was performed on the Designated Spot Market  
Year / Month / Day

\_\_\_\_\_

3. Names of interested parties in the trade

(1) Name of seller

\_\_\_\_\_  
(If the seller is an agent, also state the name of the Customer of the agent<sup>\*</sup>)

(2) Name of buyer

\_\_\_\_\_  
(If the buyer is an agent, also state the name of the Customer of the agent<sup>\*</sup>)

\_\_\_\_\_

4. Contract month and agreed number of units for the settlement of positions

Contract month: (Year /Month) contract

Agreed number of units: units

Settlement value: yen (Year / Month /Day)

End

\*Cases when a Trading Participant performs the trade on a Designated Spot Market as an agent of a Customer, etc.

Year / Month / Day

Name of Trading  
Participant:  
Name and title of  
representative:

Name of Designated  
Spot Market:  
Name and title of  
representative

Certificate of Completion of Trade on Designated Spot Market

We hereby certify that the following trade was completed on this market.

1. Date the trade was performed on the Designated Spot Market

Year / Month / Day

2. Names of interested parties in the trade

(1) Name of seller

\_\_\_\_\_  
(If the seller is an agent, also state the name of the Customer of the agent\*)

(2) Name of buyer

\_\_\_\_\_  
(If the buyer is an agent, also state the name of the Customer of the agent\*)

3. Details of trade

Place of origin: \_\_\_\_\_ prefecture

Item: \_\_\_\_\_

Year of production: \_\_\_\_\_

Price: \_\_\_\_\_ Yen

Quantity: \_\_\_\_\_

End

\*Cases when a Trading Participant performs the trade on a Designated Spot Market as an agent of a Customer, etc.

Year / Month / Day

Name of Trading  
Participant:  
Name and title of  
representative:

●●●●, President and CEO,  
Osaka Dojima Exchange, Inc.

Approval of Completion (Change/Revocation of Completion) of Trade Pursuant to  
Purchase or Sale on Designated Spot Market  
(Notification)

With regard to the notification pursuant to a trade on a Designated Spot Market dated [MONTH] [DAY], [YEAR] (notification of change/revocation of completion of trade), we hereby approve the completion (change/revocation of completion) of the trade, pursuant to Article 167, Paragraph (2) of the Market Rules (Article 168, Paragraph (3) of the Market Rules) of Osaka Dojima Exchange, Inc.

End

Year / Month / Day

To: President and CEO,  
Osaka Dojima Exchange, Inc.

(Seller)  
Name of Trading  
Participant:  
Name and title of  
representative:  
(Buyer)  
Name of Trading  
Participant:  
Name and title of  
representative:

Notification of Change/Revocation of Completion of Trade

We wish to change/revoke the completion of a trade pursuant to a purchase or sale on a Designated Spot Market, which was approved on [MONTH] [DAY], [YEAR], as follows, pursuant to Article 168, Paragraph (1) of the Market Rules of Osaka Dojima Exchange, Inc., and we submit this notification accordingly.

< Insert details of change or statement to revoke >

End