

(Reference Translation)

## Revisions to Trading Rules in Connection with Shortening of Stock Settlement Cycle

October 26, 2017

Tokyo Stock Exchange, Inc.  
Osaka Exchange, Inc.  
Nagoya Stock Exchange, Inc.  
Fukuoka Stock Exchange  
Sapporo Securities Exchange  
SBI Japannext Co., Ltd.  
Chi-X Japan Limited

Tokyo Stock Exchange, Inc., Osaka Exchange, Inc., Nagoya Stock Exchange, Inc., Fukuoka Stock Exchange, Sapporo Securities Exchange, SBI Japannext Co., Ltd., and Chi-X Japan Limited have decided to shorten the stock trading settlement cycle from T+3 to T+2. This decision was made in recognition of the urgency and importance of realizing a secure and efficient securities settlement system for enhancing the international competitiveness of Japan's securities market.

This decision is based on the "Final Report of the Working Group on Shortening Stock Settlement Cycle in the Japanese Market" published in June 2016 (hereafter "Final Report") by said working group, which examined how to shorten the stock settlement cycle in the Japanese market toward T+2.

For details on the corresponding rule revisions, please refer to the websites of each trading venue.

The tentative implementation period is scheduled for April or May 2019, as described in the Final Report. The implementation date will be determined by the middle of 2018 in discussion with market participants and other relevant organizations, and will consider the progress of preparations and other matters.

The Final Report is published on the Japan Securities Dealers Association website.

[http://www.jsda.or.jp/en/activities/research-studies/html/t2\\_final\\_report.html](http://www.jsda.or.jp/en/activities/research-studies/html/t2_final_report.html)

### [Contact]

Tokyo Stock Exchange, Inc.	Tel. +81-3-3666-0141
Osaka Exchange, Inc.	Tel. +81-3-3666-1361
Nagoya Stock Exchange, Inc.	Tel. +81-52-262-3177
Fukuoka Stock Exchange	Tel. +81-92-738-3810
Sapporo Securities Exchange	Tel. +81-11-241-6171
SBI Japannext Co., Ltd.	Tel. +81-3-4577-4040
Chi-X Japan Limited	Tel. +81-3-6366-8877