

To: Trading Participants

The Tokyo Commodity Exchange

Co-location Service at TOCOM

To provide greater convenience to TOCOM market participants, The Tokyo Commodity Exchange (hereinafter, "the Exchange") will provide a co-location service, which will coincide with the launch of its next generation system (scheduled on May 7, 2009), that will enable a higher trading speed for members (hereinafter, "Trading Participants"), as well as domestic and foreign investors (including prop houses).

The outline of the service, related charges and the application procedure are as follows.

1. Co-location Service Outline

(1) Service Users

- Trading Participants
- Customers using DMA (hereinafter, "DMA users")

(2) TOCOM-authorized Co-location Service Vendor (initially, the below two vendors)

- i) KVH Co., Ltd.
- ii) NTT DATA Corporation

* The data centers of both vendors are located in the Tokyo metropolitan area and share the same connectivity terms with the Exchange system.

* Each vendor provides facility services, such as cabinets to place servers and circuits.

(3) Conditions of use

- Maximum bandwidth per single service user shall be 100Mbps.
- Trading Participants (in case of DMA users, contracted Trading Participants) shall submit application to TOCOM for approval.
- In case of DMA users, contracted Trading Participants shall be capable to manage risk, to monitor the trades, positions etc. of said DMA users.

(4) Service fee

Service Users shall pay the following service fees;

- i) Co-location service fee to the Exchange: JPY 350,000/month (tax not included).
- ii) Co-location service fee to the vendor: determined by each vendor

Example of Co-location Service Fee to the Exchange

	For One (1) Trading Participant	For Two (2) DMA users	For One (1) Trading Participant + Two (2) DMA users
Co-location Service Fee to the Exchange ("TOCOM")	JPY 350,000 per month	JPY 700,000 per month (= JPY 350,000×2)	JPY 1,050,000 per month (=JPY 350,000×3)

2. Co-location Service Launch Date

The launch date for the co-location service is the go-live date of the next generation system (scheduled on May 7, 2009).

3. Application Procedure

(1) Application Period: from October 1, 2008 (Wed)

Note 1: If the applicant wishes to use the co-location service from the go-live date of the next generation system, it is necessary to submit the application to the Exchange by October 24 (Fri) (in order to use this service during the mock trading period, which starts from early February 2009). Moreover, application to the vendor should be completed by no later than October 31 (Fri).

Note 2: Applications submitted after November 2008 may not be approved by the start of mock trading (scheduled in early February 2009) or the go-live date (on May 7, 2009).

(2) Contacts

- Regarding the service in general and the application:
e-mail: sd_tocom@tocom.or.jp
- Regarding each co-location service in detail and the application:
Please contact each co-location service vendor below.
 - i) KVH Co., Ltd.
Daisuke Matsumoto, Manager, Sales Dept. 1
TEL: +81 3-4560-4574 e-mail: matsumotod@kvh.co.jp
Shosei Fumikawa, Account Executive for TOCOM, Sales Dept. 1
TEL: +81 3-4560-4771 e-mail: fumikawas@kvh.co.jp
 - ii) NTT DATA Corporation
e-mail: tocom-colo@am.nttdata.co.jp

(3) Application Procedure

- i) Trading Participants shall first submit an “Application Form for Co-location Service” to the Exchange, and receive approval from the Exchange. When reviewing the application, the Exchange may conduct a hearing. The Exchange shall issue a notification to confirm the approval.
- ii) Based on this notification, Trading Participants shall apply with the vendor (using the application form provided by the vendor), and conclude a contract after making any necessary adjustments.
- iii) If the Trading Participant has already installed or applied for the circuit connection to the Exchange, and wish to change to the co-location service by canceling said connection, the Trading Participant shall also submit an application to the Exchange to cancel the existing circuit.

4. Notes

(1) Fee for Canceling Existing Connection

- If changing to the co-location service and submitting an application to the Exchange by October 24, 2008, the circuit cancellation fee will not be charged.
- For circuit cancellations after November, 2008: If the circuit is not yet installed, the cost for the circuit installation study will be charged. If the circuit is already installed, a maximum of one year usage fee is charged as a penalty, since the minimum contract period is one year.

(2) Payment of the Co-location Service Fee.

Fee for the co-location service shall be paid to each vendor in accordance with the conditions stipulated by each vendor.

Note: Even when using the co-location service, service users are required to have a log-in user ID to connect to the Exchange system. Therefore, a "Login user fee" will be charged from the Exchange to the Trading Participant, aside from the co-location service fee charged by the vendor. The same applies to DMA users.