

(As of May 8th, 2017)

EFP and EFS Transactions Detailed Rules

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Article 1 (Purpose)

1. These Detailed Rules shall, based on the provisions of Article 3.5 of the Market Rules, prescribe matters necessary for the handling of EFP and EFS transactions.

Article 2 (Commodities Underlying Eligible Spot Transactions)

1. Commodities underlying spot transactions that are eligible for EFP transactions shall be as follows:
 - (1) Rubber
Ribbed Smoked Sheet (RSS), Technically Specified Rubber (TSR), and Un-Smoked Sheet (USS);
 - (2) Precious metals
 - a. Gold: Gold of minimum 99.5% fineness;
 - b. Silver: Silver of minimum 99.9% fineness;
 - c. Platinum: Platinum of minimum 99.95% fineness; and
 - d. Palladium: Palladium of minimum 99.95% fineness;
 - (3) Oil
 - a. Crude oil: Crude oil and Oil products;
 - b. Gasoline: Crude oil, Gasoline, and Naphtha;
 - c. Kerosene: Crude oil, Kerosene, and Jet fuel; and
 - d. Gas oil: Crude oil, Gas oil, and Heavy fuel oil A;
 - (4) Chukyo-oil
 - a. Gasoline: Crude oil, Gasoline, and Naphtha; and
 - b. Kerosene: Crude oil, Kerosene, and Jet fuel;
 - (5) Aluminum
Aluminum of minimum 99.70% purity with maximum permissible iron content 0.20% and silicon content 0.10%;
 - (6) Agricultural Products & Sugar
 - a. Soybean: Soybeans, Soybean meal and Soybean oil;
 - b. Azuki: Azuki (Red beans);
 - c. Corn: Corn, Cornstarch, Corn oil and DDGS; and
 - d. Raw Sugar: Raw sugar and Refined sugar; and
 - (7) Commodity ETFs backed by physical commodities listed in Item 2.
2. Commodities underlying spot transactions that are eligible for EFS transactions shall be those listed in Item 3 and Item 4 of the preceding paragraph.
3. Notwithstanding the provisions of Item 2.a of Paragraph 1, in the case pursuant to the provisions of the proviso clause of Article 4.1, commodities underlying spot transactions that are eligible for EFP transactions shall be Gold of minimum 99.99% fineness.

Article 3 (Eligible Applicants)

1. Eligibility to make an application for EFP transactions shall be limited to Commercials. However, this limitation shall not apply to Cash-settled Futures Transactions of Gold and Platinum.
2. Eligibility to make an application for EFS transactions shall be limited to Commercials or those who have concluded a contract for a swap transaction (meaning a transaction incidental to a buying and selling contract for cash transactions in which a floating price is exchanged for a fixed price; the same shall apply hereinafter) and satisfy any of the requirements listed in Article 85.1.2 through Article 85.1.5 of the Market Rules.

Article 4 (Preliminary Application)

1. The applicant prescribed in the preceding article shall submit an application form separately defined by the Exchange beforehand to carry out an EFP or EFS transactions.

Article 5 (Relationship between the Number of Lots Pertaining to the Application and the Quantity of a Spot Transaction)

1. The number of lots pertaining to the application shall be the number agreed between the applicants within the number of lots obtained by converting the quantity of the physical commodity specified in the contract to the transaction unit prescribed in Article 17 of the Market Rules.
2. For the purpose of applying the conversion of the preceding paragraph, a fractional quantity exceeding 50% of the minimum transaction unit may be included in the application by deeming such fractional quantity as the minimum transaction unit.

Article 6 (Application Hours)

1. The application for EFP and EFS transactions shall be made during hours from 4:15 pm to 5:30 am on the following business day (or to 7:00pm on that day in case of Rubber) and from 8:20 am to 4:00 pm.

Article 7 (Price Increments)

1. The price increments prescribed in the EFP and EFS Transaction Detailed Rules prescribed in Article 17.5 of Market Rules shall be as follows:

(1) Physically Delivered Futures Transactions

Market	Listed Commodities Component Products	Price Increment
Rubber	RSS (Ribbed Smoked Sheet)	¥0.001
Precious Metals	Gold	¥0.001
	Silver	¥0.0001
	Platinum	¥0.01
	Palladium	¥0.01
Oil	Gasoline	¥0.1
	Kerosene	¥0.1
	Gas Oil	¥0.1
Chukyo -oil	Gasoline	¥0.1
	Kerosene	¥0.1
Aluminum	Aluminum	¥0.001
Agricultural Product & Sugar	Soybeans	¥1
	Azuki	¥0.1
	Corn	¥0.1
	Raw Sugar	¥0.1

(2) Cash-settled Monthly Futures Transactions

a. Products prescribed in Article 17.2.1.a of the Market Rules

Market	Listed Commodities Component Products	Price Increment
Precious Metals	Gold	¥0.01
	Platinum	¥0.01

b. Products prescribed in Article 17.2.1.b of the Market Rules

Market	Listed Commodities Component Products	Price Increment
Oil	Gasoline	¥0.1
	Kerosene	¥0.1
	Gas Oil	¥0.1

c. Products prescribed in Article 17.2.1.c of the Market Rules

Market	Listed Commodities Component Products	Price Increment
Oil	Gasoline	¥0.1
	Kerosene	¥0.1
	Gas Oil	¥0.1

d. Products prescribed in Article 17.2.1.d of the Market Rules

Market	Listed Commodities Component Products	Price Increment
Oil	Crude Oil	¥0.1

(3) Cash-settled Rolling-Spot Futures Transactions

Market	Listed Commodities Component Products	Price Increment
Precious Metals	Gold	¥0.01
	Platinum	¥0.01

Article 8 (Recording on the Statutory Book)

1. Members (meaning Members prescribed in Article 6.1 of Market Rules; the same shall apply hereinafter) who carried out an EFP transaction or EFS transaction shall record the transaction on the statutory book in a manner that clearly indicates that the transaction was carried out by way of an EFP transaction or EFS transaction.

Article 9 (Preservation of the Records)

1. Members who carried out an EFP transaction or EFS transaction shall preserve the record of an EFP or EFS transactions in a manner similar to that applicable to the statutory book prescribed in the preceding article.

Article 10 (Inspection and Requesting Submission of Books and Other Documents)

1. The Exchange may, when deemed necessary, require Members to submit documents and other materials pertaining to said EFP transaction or EFS transaction (including documents pertaining to the spot transaction and the swap transaction entered into in conjunction with the sale/purchase contract for the spot transaction).

Article 11 (Revision or Abolition)

1. Revision or abolition to these Detailed Rules shall be approved by the President & CEO.

Supplementary Provisions

These Detailed Rules shall be in effect as of December 1, 2008.

Supplementary Provisions

Revisions to Article 1 (Purpose), Article 2 (Application Hours), Article 5 (Application Documents), Article 6 (Relationship between the Number of Lots Pertaining to the Application and the Quantity of a Spot Transaction), and Article 8 (Preservation of Documents Proving the Transaction) shall be in effect as of May 7, 2009.

Supplementary Provisions

Revisions to Article 4.1 (Eligible Applicants) and Article 7 (Recording on the Statutory Book) shall be in effect as of October 8, 2009 when the revisions of Market Rules Article 87 (Category of Membership) take effect.

Supplementary Provisions

Revisions to Article 3 (Commodities Underlying Eligible Spot Transactions) shall be in effect as of May 6, 2010.

Supplementary Provisions

Revisions to Article 3 (Commodities Underlying Eligible Spot Transactions) shall be in effect as of October 12, 2010.

Supplementary Provisions

Revisions to Article 4 (Eligible Applicants) and Article 7 (Recording on the statutory book) shall be in effect as of August 1, 2011.

Supplementary Provisions

Revisions to Article 4 (Eligible Applicants) shall be in effect as of October 18, 2011.

Supplementary Provisions

Revisions to Article 7 (Recording on the Statutory Book) shall be in effect as of May 15, 2012.

Supplementary Provisions

Revisions to Article 3 (Commodities Underlying Eligible Spot Transactions) shall be in effect as of February 12, 2013.

Supplementary Provisions

Revisions to Article 2 (Application Hours), Article 5 (Application Documents), Article 6 (Relationship between the Number of Lots Pertaining to the Application and the Quantity of a Spot Transaction), and Article 8 (Preservation of Documents Proving the Transaction) shall be in effect as of December 26, 2013.

Supplementary Provisions

Revisions to Article 4 (Eligible Applicants) shall be in effect as of March 31, 2014.

Supplementary Provisions

Revisions to Article 2 (Application Hours) shall be in effect as of July 22, 2014.

Supplementary Provisions

Revisions to Article 4 (Eligible Applicants) shall be in effect as of April 1, 2015.

Supplementary Provisions

Revisions to Article 3 (Commodities Underlying Eligible Spot Transactions) shall be in effect as of April 20, 2015.

Supplementary Provisions

Article 1

Newly established Article 6 (Application Hours) and Article 7 (Price Increments), the revisions to Article 3 (Commodities Underlying Eligible Spot Transactions), Article 4 (Eligible Applicants), Article 5 (Application Documents), Article 6 (Relationship between the Number of Lots Pertaining to the Application and the Quantity of a Spot Transaction), Article 7 (Recording on the Statutory Book), Article 8 (Preservation of Records), Article 9 (Demand for Inspection and Submission of Books and Other Documents) and Article 10 (Revision or Abolition), and the deletion of Article 2 (Application Hours) shall be in effect as of September 20, 2016.

Article 2

Notwithstanding the provisions of Article 1, in the event that there is operational trouble of the electronic trading system or other unavoidable reasons that it is deemed necessary by the Exchange, the effective date of preceding Article will be separately provided by the Exchange.

Supplementary Provisions

Revisions to the provisions of Article 3 (Eligible Applicants), Article 7 (Price Increments), Article 8 (Recording on the Statutory Book), Article 9 (Preservation of Documents) and Article 10 (Inspection and Requesting Submission of Books and Other Documents) shall take effect on October 31, 2016.

Supplementary Provisions

Revisions to the provisions of Article 3 (Eligible Applicants) and Article 7 (Price Increments) shall take effect on March 21, 2017.

Supplementary Provisions

Revisions to the provisions of Article 2 (Commodities Underlying Eligible spot Transactions) and Article 7 (Price Increments) shall take effect on May 8, 2017.