

ISDA® JAPAN MONTHLY UPDATE

April, 2012

COMMITTEE ACTIVITIES

COLLATERAL: Contact Tomoko Morita (tmorita@isda.org)

As a result of the survey, it was agreed that ISDA facilitates a protocol to amend CSA language to change transfer timing of Japanese collateral to T+2 if it was set out to be longer. It was proposed to be an ever-green and to open by beginning of July 2012. The first draft of the protocol was circulated to Japan Collateral Committee. In addition, the draft of questions and answers concerning the protocol including the background and the effect was circulated.

REGULATORY: Contact Tomoko Morita (tmorita@isda.org)

On April 28, Japanese Financial Services Agency (JFSA) has published the exposure draft of cabinet office ordinances and the draft administrative notice. The exposure draft set out details and the scope of the requirements for 1) the mandatory clearing at a central counterparty; and (2) the storage, reporting of OTC derivatives transaction data including the use of trade repositories. Members of Japan Regulatory Committee, Japan OTC Derivatives Regulations Working Group and Japan Trade Reporting and Repository (TRR) Working Group were invited to submit comments to ISDA by mid-May. The deadline to submit comments to JFSA is at noon on May 28, 2012.

REGULATORY/OPERATIONS: Contact Kumi Namba (knamba@isda.org)

On April 5, ISDA submitted to Japan FSA its member comments on mandatory clearing and TR related items to be specified in the draft cabinet ordinances. Then on April 6, TRR WG members together with OTC Derivatives Regulations/CCP Working Group met with the JFSA officials to further discuss the potential rules on TR and mandatory clearing.

On April 11, ISDA and the OSC co-chair Oliver Stuart met with Mr. Jun Mizuguchi, Deputy Commissioner of International Affairs, Japan FSA to exchange views on derivatives industry's global initiatives regarding trade repositories, trade reporting, and the work on data taxonomy standardization.

CREDIT DERIVATIVES: Contact Kumi Namba (knamba@isda.org)

Sumitomo Trust and Chuo Mitsui Trust Successor issue

On April 12, Japan DC agreed to deliberate the Succession Event question in relation to the Sumitomo Trust and Chuo Mitsui Trust.

UPCOMING COMMITTEE AND WORKING GROUP MEETINGS / CONFERENCES

ISDA 27th Annual General Meeting
Chicago

4/30 – 5/2

Documentation Committee
(Japanese language meeting)

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