

# ISDA® JAPAN MONTHLY UPDATE

December 2013

## COMMITTEE ACTIVITIES

**REGULATORY:** Contact: Tomoko Morita ([tmorita@isda.org](mailto:tmorita@isda.org))

### Financial Instruments and Exchange Act

On December 27, the FSA published the official notice which designates the scope of products to be exempted from registration requirements for clearing houses providing “Financial Instruments Obligation Assumption Service”. The notice extends the deadline of the outstanding exemption for certain types of derivatives from December 31, 2013 to December 31, 2014. It also clarified that the FRAs are included in the said exemption in response to the public comment.

### Draft Amendments to the Deposit Insurance Act

On December 13, the FSA published the draft Cabinet Orders of the Amendments to the Deposit Insurance Act (the Amendments), which was passed into law on June 12, 2013. The Amendments include the establishment of an orderly resolution regime for financial institutions in line with the Key Attributes of the Financial Stability Board, in order to prevent risks from spreading across the market.

Among other things, the new regime would enable the temporary stay of early termination rights on systemically important financial contracts, and enable transfer of such contracts to a third party, including a bridge entity, on an expedited basis in order to resolve failing financial institutions. The drafts are for public consultation and comments are due on January 14, 2014. Members are requested to provide comments.

**CREDIT DERIVATIVES:** Contact: Tomoko Morita ([tmorita@isda.org](mailto:tmorita@isda.org)) / Kaori Horaguchi ([khoraguchi@isda.org](mailto:khoraguchi@isda.org))

### Renesas Electronics Corporation

On December 12, ISDA published the [DC meeting statement and resolution](#) on the current status of discussions in the Legal Subcommittee about a potential Restructuring Credit Event that has occurred with respect to Renesas Electronics Corporation.

### **JAPAN COMMITTEE ACTIVITIES SURVEY**

Japan Committee members were requested to respond to a survey to help ISDA gauge members' views on Committee activities and to operate the committees more efficiently in future. The responses is due on January 10, 2014.

## UPCOMING COMMITTEE AND WORKING GROUP MEETINGS / CONFERENCES

<b>Extraterritoriality in International Derivatives Regulation</b> (Japanese language symposium)	<b>January 20</b>
<b>Trust Funds' Account Sub-Working Group</b> (Japanese language meeting)	<b>January 30</b>