japannexts JNXS

Japannexts**Co., Ltd.**
Roppongi T-Cube, 3-1-1 Roppongi, Minato-ku, Tokyo 106-0032, Japan

Trading Rules (Equities)

June 27, 2025

This document presents the trading rules for Japannexts's PTS **Daytime** and **Nighttime** sessions as of **November 05, 2024**.

Please note:

- Times are denoted in **24-hour JST** notation.
- Monetary values are in **JPY**.
- Further information on the **X-Market** and **U-Market** is available in separate documents.

1. Product Universe

- Listed stocks on the Tokyo Stock Exchange selected by Japannexts.
- Tradable names are specified by Japannexts on a daily basis. Approximately 4,000 names are currently available.

2. Product Type

- Cash equities.
- Standardized margin and loan margin. The trading universe of margin trading securities is determined from those selected by the Tokyo Stock Exchange in agreement with Japan Securities Finance Co., Ltd.

3. Trading Hours and Days

- Daytime session: 08:20 – 16:30
    - Trading hours of margin trading sessions (incl. repayment orders):
      09:00 – 11:30 and 12:30 – 15:30.
    - Outstanding margin orders at the close of each margin trading session are canceled.
- Nighttime session: 17:00 – 06:00
- Japannexts PTS is open for business from Monday to Friday (excl. national, observed, and exchange holidays). For details, refer to the **Holiday Calendar** at www.japannexts.co.jp
- The Nighttime session is open pertaining to the following day — which may be a national, observed, or exchange holiday.

4. Order Placement

- Via FIX 4.2 and OUCH order entry ports.
- Orders accepted from session start time.
- Order Types:
    - Limit
    - IOC (Immediate or Cancel)
    - FOK (Fill or Kill)
    - Post Only
    - Short Sell and Short Sell Exempt (refer to the **Short Selling Rules** document for details)
- Time in Force:

- o DAY: Remains in effect until the end of market trading hours; expires at the end of respective Daytime or Nighttime session.
  - o IOC: Optionally specifies minimum execution size; executes immediately in full or in part upon entry, with the remainder of the order automatically canceled.
  - o FOK: Executes in full upon entry or is automatically canceled.
- Order condition requirements: Symbol, Side, Quantity, Price, Time in Force, Capacity (Principal or Agency), Cash or Margin (Open or Close, Negotiable or Standardized).
- The following actions are supported for existing orders:
  - o Order Cancel
  - o Limit Price Amendment
  - o Order Quantity Amendment
- Orders can be optionally prevented from self-matching upon entry (refer to the **Self-Trade Prevention** document for details).

5. Order Restrictions

- Maximum Quantity
  - o The order quantity limit is 5% of the total number of outstanding shares. An order whose quantity exceeds this limit is rejected.
- Maximum Value
  - o For FIX, the standard order value limit is 100 million JPY. An order whose value exceeds this limit is rejected. The 100 million JPY limit can be increased to 2.5 billion JPY by using the "Special Order" confirmation flag in the order message.
  - o For OUCH, the order value limit is 2.5 billion JPY.
- Price Range
  - o The limit price of an order should be within the price range specified by Japannexts

    PTS. If the limit price is outside this range, the order is rejected. Newly listed stocks without an initial share price on the primary exchange cannot be traded.

6. Matching Process

- Order-Driven Continuous Matching
  - o When the limit price of a new order matches that of an order in the PTS order book, the new order is executed at the limit price in the order book (FIFO).
  - o Continuous matching during trading sessions continues as long as there are orders which can be matched according to price-time priority.
  - o Order matching starts at session start time.
  - o Japannexts PTS does not conduct opening auctions or closing auctio
- Matching Priority: Price-time
  - o Sell Orders: An order at a lower price has priority over an order at a higher price.
  - o Buy Orders: An order at a higher price has priority over an order at a lower price.
  - o For limit orders at the same price, the order accepted earlier has higher priority.

7. Price Range

- Japannexts PTS sets its price ranges (daily price limit high/low) to be the same as those of t he

  exchange. See **Appendix 1: Price Range (J-Market, X-Market)** and **Appendix 2: Price Range (U-Market)**.

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- If the exchange applies any special/temporary adjustment with respect to the lower or higher limit, Japannexts PTS applies the same adjustment and adopts the price range accordingly.
- Price range adjustment takes place before market opening.

8. Base Price

- Nighttime session
  - o The base price is based on the primary exchange closing price.
  - o For special quotations, Japannexts PTS uses the indicative exchange closing pric
  - e. For a stock involved in a corporate action (e.g., ex-dividend), Japannexts calculates the adjusted price by referring to data and parameters obtained from a third-party data vendor.
- Daytime session
  - o The base price is typically the same as the base price of the listed stock on the primary exchange.
  - o In the case where the base price of the listed stock on the primary exchange is not available in a timely manner, the base price of the previous Nighttime session is used.

9. Lot Size

- In general, Japannexts PTS uses the lot size determined by the issuing company.
- However, if the original lot size is less than 10 and its lower price limit of the day is in a decimal tick size range, a lot size of 10 is used.

10. Tick Size

- See **Appendix 3: J-Market Tick Size**, **Appendix 4: X-Market Tick Size**, and **Appendix 5: U-Market Tick Size**.

11. Execution Date

- Always actual calendar date of execution.

12. Trading Day

- The Trading Day starts at the beginning of the Nighttime session and ends at the end of the following Daytime session.

13. Trade Date

- The Trade Date (T) is the date at the end of the Trading Day.

14. Settlement Date

- T+2

15. Trading Halt

- Japannexts PTS may suspend trading in the following cases:
  1. When the JSDA has restricted a name for off-market trading.

2. When a name is suspended for trading on its primary exchange and Japannexts determines that it is inappropriate to continue trading the name.
3. When the base price is not generated (e.g., for an IPO stock).
4. When there are irregular or potentially irregular order flows for a name and Japannexts determines that it is inappropriate to continue trading the name.
5. When there is a system failure and Japannexts determines that it is inappropriate to continue trading on its system.
6. When Japannexts determines that it is inappropriate to continue Nighttime session trading of a certain name and considers it necessary to notify the public or clarify any of the following:
    i. Material information regarding the name that is disclosed on the website of the Timely Disclosure Network (**TDnet**) or the Company Announcements Disclosure Service operated by the Tokyo Stock Exchange at or after 18:00;
    ii. The name is designated as being under supervision or to be delisted by the primary exchange at or after 18:00;
    iii. The name is reported or publicized by the media or through other means at or after 18:00.
7. Any other cases when Japannexts determines that it is unable to sustain fair trading.

- A trading suspension can be done at any time, including during trading hours. Japannexts will attempt to notify all participants via email or fax when possible.
- Information on trading suspensions or restrictions may be obtained from Market Data vendors in real time.
- When a name is suspended during Nighttime session trading, Japannexts will not resume trading of the name until the next morning. As a result, Japannexts will cancel all outstanding orders of the suspended name as an "Unsolicited Cancel".

16. Market Data

- Market data will be disseminated in accordance with applicable regulations.

Appendix 1: Price Range (J-Market, X-Market)

Base price (JPY)		Price range (+/-) (JPY)
Equal to or greater than	Less than	
–	100	30
100	200	50
200	500	80
500	700	100
700	1,000	150
1,000	1,500	300
1,500	2,000	400
2,000	3,000	500
3,000	5,000	700
5,000	7,000	1,000
7,000	10,000	1,500
10,000	15,000	3,000
15,000	20,000	4,000
20,000	30,000	5,000
30,000	50,000	7,000
50,000	70,000	10,000
70,000	100,000	15,000
100,000	150,000	30,000
150,000	200,000	40,000
200,000	300,000	50,000
300,000	500,000	70,000
500,000	700,000	100,000
700,000	1,000,000	150,000
1,000,000	1,500,000	300,000
1,500,000	2,000,000	400,000
2,000,000	3,000,000	500,000
3,000,000	5,000,000	700,000
5,000,000	7,000,000	1,000,000
7,000,000	10,000,000	1,500,000
10,000,000	15,000,000	3,000,000
15,000,000	20,000,000	4,000,000
20,000,000	30,000,000	5,000,000
30,000,000	50,000,000	7,000,000
50,000,000	–	10,000,000

Appendix 2: Price Range (U-Market)

Base price (JPY)		Price range (+/-)(JPY)
Equal to or greater than	Less than	
-	100	60
100	200	100
200	500	160
500	700	200
700	1,000	300
1,000	1,500	600
1,500	2,000	800
2,000	3,000	1,000
3,000	5,000	1,400
5,000	7,000	2,000
7,000	10,000	3,000
10,000	15,000	6,000
15,000	20,000	8,000
20,000	30,000	10,000
30,000	50,000	14,000
50,000	70,000	20,000
70,000	100,000	30,000
100,000	150,000	60,000
150,000	200,000	80,000
200,000	300,000	100,000
300,000	500,000	140,000
500,000	700,000	200,000
700,000	1,000,000	300,000
1,000,000	1,500,000	600,000
1,500,000	2,000,000	800,000
2,000,000	3,000,000	1,000,000
3,000,000	5,000,000	1,400,000
5,000,000	7,000,000	2,000,000
7,000,000	10,000,000	3,000,000
10,000,000	15,000,000	6,000,000
15,000,000	20,000,000	8,000,000
20,000,000	30,000,000	10,000,000
30,000,000	50,000,000	14,000,000
50,000,000	-	20,000,000

Appendix 3: J-Market Tick Size

Price range (JPY)	J-Market tick size (JPY)	
	TOPIX 100 TOPIX Mid400	Excl. TOPIX 100 TOPIX Mid400
≤ 3,000	0.1	0.1
≤ 5,000		0.5
≤ 10,000		1
≤ 30,000	0.5	
≤ 50,000	1	5
≤ 100,000		10
≤ 300,000	5	
≤ 500,000	10	50
≤ 1,000,000		100
> 1,000,000	100	

Appendix 4: X-Market Tick Size

Price range (JPY)	X-Market tick size (JPY)		
	TOPIX 100	TOPIX Mid400	Excl. TOPIX 100 TOPIX Mid400
≤ 3,000	0.1	0.1	0.1
≤ 5,000			0.5
≤ 10,000			1
≤ 30,000		0.5	
≤ 50,000		1	5
≤ 100,000	1		10
≤ 300,000		5	
≤ 500,000		10	50
≤ 1,000,000			100
> 1,000,000		100	

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Appendix 5: U-Market Tick Size

Price range (JPY)	U-Market tick size (JPY)
	All Stocks
≤ 3,000	0.1
≤ 5,000	
≤ 10,000	
≤ 30,000	
≤ 50,000	
≤ 100,000	1
≤ 300,000	
≤ 500,000	
≤ 1,000,000	
> 1,000,000	

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