

Imposition of Disciplinary Action against Okayasu Shoji Co.,Ltd.

Tokyo Commodity Exchange, Inc. (TOCOM) has taken disciplinary action against Okayasu Shoji Co.,Ltd. (hereinafter, the "Company") in accordance with Article 153, Paragraph 1 of the TOCOM Market Rules and has requested that the Company submit a business improvement report pursuant to Article 146, Paragraph 1 of the same Rules.

1. Outline

- Imposition of a JPY 15 million penalty

2. Reason

From January 4, 2011 to February 28, 2022, the Company manipulated its net assets regulation ratio to be higher than the actual value, calculating a ratio that does not reflect the actual status.

As a result, the Company fell under the case provided for in an ordinance of the competent ministry as stipulated in Article 211, Paragraph 1 of the Commodity Derivatives Transaction Act (hereinafter the "Commodity Act") (where the net assets regulation ratio is below 140%), but failed to file the notification to the competent minister stipulated in the same Paragraph, and also made false statements in the monthly report stipulated in Article 117, Paragraph 1, Item 1 of the Ordinance for Enforcement of the Commodity Derivatives Transaction Act per Article 224, Paragraph 2 of the Commodity Act, which it submitted to the competent minister.

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