

IMPORTANT DISCLOSURE RELATING TO TRADING IN FOREX OTC CFDs ISSUED BY INTERACTIVE BROKERS Securities Japan, Inc. (“IBSJ”)

NON SOLICITATION

CFDs are an over-the-counter derivatives instrument that fall under the Financial Instruments and Exchange Act regulation banning uninvited solicitation in sales and marketing practices. IBSJ, its employees and agents are not permitted to solicit your interest in covered products either in person or by telephone without a prior request from you. (Note1)

If there has been a solicitation by visit or by telephone by our officers and employees, please ensure that it is based on your request. If not, please contact our Compliance Department (Tel: +81-3-4588-9700).

In commencing Over-The-Counter foreign exchange margin transactions (hereinafter referred to as "IB FXCFDs"), you should read this document thoroughly and understand what is explained in it. IB FXCFDs may cause a loss due to the fluctuation of the prices of currencies which are objects of the transactions, and loss could exceed the deposited margin. Even though OTC foreign exchange margin transactions may produce substantial profits, they involve the risk of incurring significant losses. Therefore, as you commence or continue trading, in addition to reading this booklet, it is very important that you study the mechanics of transactions and their inherent risks and that you do this at your responsibility only if you believe that such trading is suitable in light of your financial resources, your trading experience, your purpose and other factors.

Please contact our Client Service Department regarding questions or complaints in relation to IB FXCFD transactions. Any disputes can be handled through the ADR framework for complaint processing and dispute resolution (Note 2).

Specified Nonprofit Corporation: Financial Instruments Mediation Assistance Center (FINMAC)
Tel: 0120-64-5005 (toll free number)

(Note 1) However it does not apply for the following cases.

- If you are a professional investor
- If you have done 2 or more OTC derivative trades in the year preceding the date of solicitation or if

you had an open positions in an OTC derivative product on the day of solicitation

- If you are a foreign trading corporation or another type of corporation which deals with foreign exchange and the purpose of trading OTC derivatives is to reduce the possibility of losses due to currency exchange rate fluctuations

(Note 2) ADR stands for "Alternative Dispute Resolution". It is a procedure to resolve civil disputes through a mediator without formal legal proceedings.

Provisional Translation for Reference Purpose Only

Risk Disclosure Statement for Trading CFDs with Interactive Brokers Securities Japan, Inc. (“IBSJ”)

This document is furnished by IBSJ to customers under Article 37-3 of the Financial Instruments and Exchange Act, and covers OTC foreign exchange margin transactions which are over-the-counter derivatives transactions as defined in Article 2.22 of said Law and in Article 2.22 (1) of said Law.

This disclosure details various features and risks involved in trading IB FXCFDs. Please read it carefully and confirm having done so before you start trading.

- IB FXCFDs allow you to establish positions of a greater value than the funds you have deposited with IBSJ. You could potentially incur losses, and you may lose more than your deposit. You must carefully consider your financial circumstances and risk tolerance before trading IB FXCFDs. Note Trading of IB FXCFDs is not suitable for all investors
- IBSJ calculates maintenance margin requirements continuously during regular trading hours with real-time market values and at the market’s close with closing prices. Losses reduce your funds available for margin. If such losses result in insufficient funds to cover your margin requirement at any time you will be subject to forced position liquidations to re-establish margin compliance. For the further details regarding margin calculations, please refer to the “1. Mechanics of IB FXCFD transactions” and “1-2 Margin” sections below.
- IB FXCFDs are over-the-counter trades between you and IBSJ. They are not traded on any exchange.
- You will pay commissions and fees and you will pay the difference between the sale and purchase prices indicated by IBSJ.

Important Features and Risks of IB FXCFDs

■ Commissions and fees

Please refer to the “IBSJ Risk Disclosures for Fees” for commissions and fees for IB FXCFDs.

■ Spread

In addition to commissions and fees you are required to pay the spread (the difference between the sale price and the purchase price).

■ **Risk in relation to prices and liquidity**

Trading IB FXCFDs is highly risky due to the speculative and volatile markets in these products and the leverage (margin) involved. Trading these products may result in a loss of funds greater than you deposited in your account. You must carefully consider the following points regarding prices and liquidity:

- The volatility of foreign exchange rates and interest rates may quickly cause significant losses.
- IB FXCFD roll over interest may turn from a credit to a debit due to changes in interest rates.
- There is a possibility that the spread widens or you cannot trade IB FXCFDs as you intended.
- IBSJ's cover supplier ensures liquidity at a relatively high level based on foreign exchange quotes from multiple financial institutions. However it may become difficult to provide quotes during major holidays or during hours when foreign exchange trading is not active. Additionally there is a risk that special circumstances such as natural disasters, wars, policy changes or regulatory restrictions may make foreign exchange trading difficult or impossible.
- The price IBSJ displays to you for IB FXCFDs is determined based on the prevailing foreign exchange market (Hereinafter referred to as markets). However there is no guarantee for executions at that price. Slippage may occur for large trades or in fast moving markets and during heavily traded hours. The difference may be advantageous or disadvantageous to you.
- IBSJ may provide prices that deviate from a fair market due to system-malfunctions or failures, or erroneous quotes that IBSJ may receive from market participants or for other reasons (off-market prices). IBSJ will adjust or cancel trades executed with off-market prices.

■ **Imposing quotation halts and resumptions, in case of sudden changes in market conditions**

- When market experiences sudden changes, banks may stop quoting, and trading becomes unavailable. IB will stop quoting in case of the above, as IB's prices are generated by IBSJ's cover supplier, based on foreign exchange quotes from multiple financial institutions. All orders entered during this time cannot be executed. Please be advised execution price of LMT and STPLMT orders entered before the market movement may deviate significantly from the specified price. This may result in loss exceeding your deposited margin.

- Note, MKT orders will not be accepted when IB imposes quotation halts, You may create/modify/cancel LMT or STP orders. (Reference price at the time of quotation halt).
- Additionally IB may temporarily impose limitation or suspend trading during market instability.

■Margin requirement

Maintenance margin (the amount of margin you need to maintain in order to maintain open positions) is calculated continuously using real-time mark prices multiplied by the margin ratio specified by IBSJ. During times when FX trading is closed, closing prices are used.

■Risk of Position Liquidation (Forced Liquidation)

BSJ has Position Liquidation Rules in place in order for you to avoid a loss that exceeds the amount of margin you have deposited. However due to sudden changes in market conditions it may not be possible to limit the loss within a certain range, and you may suffer a loss that exceeds the amount of margin deposited. As a result the equity in your account may become negative.

Please refer to customer agreement for details on liquidation. Please be advised position liquidation or loss exceeding deposited margin could occur during quotation resumption period.

■Counterparty for IB FXCFDs

IB FXCFDs are contracts with IBSJ as your counterparty, and are not traded on a regulated exchange and are not cleared on a central clearinghouse. You are exposed to the financial situation of IBSJ which could cause a loss to you.

Cover Transactions

When you place an order for an IB FXCFDs with IBSJ, IBSJ simultaneously places an order for the same contract in the same quantity with its cover supplier. This is referred to as a cover transaction, which puts IBSJ in a neutral position with regard to market risk.

Cover Transaction Partners

Name : Interactive Brokers (UK) Limited. Registration 208159

Business : Financial Services

Regulatory body : UK FCA

The cover transaction partner will further place a cover order in the cash forex market. The executed price of this cover transaction determines the price of your IB FXCFD transaction.

■ Customer Asset Segregation

In accordance with the rules in article 43-3 in the Financial Instruments and Exchange Act, and

articles 143 through 145 in the Cabinet Office Ordinance concerning Financial Instruments and Exchange Act, **IBSJ segregates the margin deposited by you and any unrealized P&L and unsettled realized P&L in a trust account established at the Sumitomo Mitsui Banking Corporation.** IBSJ calculates the required segregation amount every business day as of the end of the previous business day, and deposits the requirement within 2 business days. IBSJ maintains a balance greater than the required segregation amount at Sumitomo Mitsui Banking Corporation.

■Currency and Collateral for Margin

IBSJ accepts margin in cash in JPY only.

■Cancellation of IB FXCFD orders after an order has been executed (i.e. cooling-off) is not available to you.

The regulation of the Financial Instruments and Exchange Act Article 37-6 does not apply to IB FXCFD transactions.

■Taxes

Profit arisen from OTC foreign exchange margin transaction (trading profit and FX CFD roll over interest revenue) is subject to self-assessed separate taxation as "sundry income," in the case of individual customers for transactions on and after January 1, 2012. Therefore, a customer is required to submit an income tax report. Tax rate is fixed at 15% for income tax, income tax amount × 2.1%* for reconstruction special income tax and 5% for local tax. Such profit and loss can be offset against profit or loss from other cash settled futures transactions. Further, if such offset results in losses, such losses can be carried forward for the following three calendar years under certain requirements.

*Reconstruction special income tax is taxed additionally for the amount multiplying income tax by 2.1% (0.315% on profit) each year for 25 years from 2013 to 2037. Profit arisen from OTC foreign exchange margin transaction is subject to taxation as corporate income, in the case of juridical persons. When a customer of a financial instruments firm has made cash settlement, etc. in respect of OTC foreign exchange margin transactions, the firm, in principle, submits a payment report stating the name, address, amount paid and other related information regarding the payment to the director-general of the tax office which has a jurisdiction over the financial instruments firm, etc.

IMPORTANT: IBSJ's officers and employees are not allowed to provide tax advice. Please consult with the relevant tax authority or your tax advisor regarding taxes.

1. Mechanics of IB FXCFD transactions

We conduct OTC foreign exchange margin transactions in accordance with the Financial Instruments and Exchange Act and other relevant laws and regulations, and the rules of the Financial Futures Association of Japan.

1-1. Method of transaction

The following specifications apply to IB FXCFD transactions:

(1) Order entry

All orders should be created, and status should be checked through our internet trading system (Traders Work Station, herein after referred to as TWS).

Please note we do not accept phone orders even in the event of system failure.

Currency pairs we offer

Please refer to the annex “List of IB FXCFD Trading / Currency pairs”. In the event of a conflict between the Interactive Brokers website and this disclosure, the former will prevail.

(2) Order Size

Minimum order size is USD 25,000 equivalent and the minimum increment is 1 in the foreign currency of each pair of currencies. Smaller orders are accommodated at a wider spread.

(3) Tick size

Tick size is 0.1 pip. Note that a tick size of 0.5 is displayed by default although fills are always based on ticks of 0.1 pips. The display tick size can be changed to 0.1 pips in TWS.

(4) Trading Price

We will display a bid price and an offer price simultaneously for each pair of currencies, and you can buy at the offer price and sell at the bid price. (The difference between the offer price and the bid price is called the “spread”.) The spread varies depending on the currency pair and it may widen depending on market conditions.

IBSJ provides a fill based on the prices of its cover transactions. Although this will generally be the displayed price, slippage may occur for large trades or in fast moving markets and during heavily traded hours.

(5) Method of Settlement

Settlement will be made in JPY by paying or receiving the profit or loss calculated on the basis of the difference between the opening price and the closing price. Actual receipt or delivery of foreign currency is not possible. The settlement cycle is 2 days for most currencies.

(6) Rollover

The settlement date of an IB FXCFD trade is in principle 2 business days after the trade is established. However by receiving or paying FX CFD roll over interest, you can defer the settlement date of open positions by one business day (roll-over time is 6am). You can keep your positions open by continuing to roll them over until you close the positions.

1-2. Margin

(1) Margin Deposit

Maximum leverage ratio of IB FXCFDs is set at 25:1. When you place new orders, you must deposit the required margin in advance in an amount which meets the initial margin requirement (the amount of collateral required to open a margin position), and the maintenance margin requirement (IBSJ maintenance margin; the amount of collateral required until the position is closed). The deposit and withdrawal of funds in relation to IB FXCFD trading shall only be done in Japanese yen.

(2) Type of collateral

IBSJ only accepts margin deposits in cash (in JPY).

(3) Types of margin and its calculation

■Required margin for trade (Initial Margin)

Initial margin is an amount of margin required in order to open a new IB FXCFD position.

The calculation method is as follows.

Initial Margin Requirement = Trading Price(*1) x Trading Unit x Trading Quantity x Margin Ratio set by IBSJ(*2).

■IB Maintenance Margin

IB Maintenance Margin is the minimum amount of equity that you must maintain in your account as determined by IBSJ. IBSJ Maintenance Margin employs real-time position liquidation instead of delayed margin calls.

IB maintenance margin is calculated as follows.

IB maintenance margin = Trading Price(*1) x Trading unit x Trading quantity x Margin Ratio set by IBSJ (*2)

*1 IB applies real-time market prices during the trading hours and closing prices after the trading hours.

*2 Margin rates vary by currency pair and may change in real time. Please refer to the link below for each pair's initial and maintenance margin rates;

<https://www.interactivebrokers.com/en/index.php?f=marginnew&p=cfd2>

The Account Window in the trading tool (Trader Workstation: TWS) shows your margin requirements in real-time. As long as both "Cash" and "Current Excess Liquidity" are positive position liquidations will not be triggered.

(4) Unrealized Profit or Loss and FX CFD roll over interest

Unrealized mark-to-market profit or loss and FX CFD roll over interest accrued will be added to or deducted from the margin on deposit.

(5) Return of margin

We will return the margin on deposit for IB FXCFDs once a closing trade has been executed.

2. Cash settlement

Our customer pays to or receives from us the amount of money calculated according to the following computation method.

Trade price differential (Quote Currency) × trading volume x quote currency.JPY rate

(Note): Trade price differential means the difference between the trade price of a resale or repurchase and the trade price of the original purchase transaction or original sale transaction which has been offset by the resale or repurchase.

3. Trading Permissions

There are separate trading permissions for Equity and FX CFDs. Before you start to trade CFDs, you need to apply for either or both of them.

4. Prohibited Acts concerning OTC foreign exchange margin transaction Acts

Please note that, according to the Financial Instruments and Exchange Act, financial instruments firms are prohibited from engaging in any of the following acts in connection with OTC foreign exchange margin transactions with a customer as the counterparty, or an act to assume the duties of an intermediary, broker or agent for OTC foreign exchange margin transactions on behalf of a customer (hereinafter referred to as "OTC foreign exchange margin transactions act"):

- a. giving a customer false information regarding entering into an OTC foreign exchange margin transaction contract (which means a contract to perform OTC foreign exchange margin transaction act with a customer as the counterparty or on behalf of a customer; hereinafter the same) or solicitation therefor;
- b. solicitation for entering into an OTC foreign exchange margin transaction contract by offering a customer a definite prediction in respect of uncertain matters or giving information which will likely give a false impression that such information is certain;
- c. soliciting, by means of a visit or telephoning, a customer who has not requested the solicitation for entering into an OTC foreign exchange margin transaction contract to enter into an OTC foreign exchange margin transaction contract (*provided*, that an act to solicit a customer with whom the financial instruments firm has a continuous trading relationship (such customer is limited to a person with whom more than one over-the-counter financial futures transactions were conducted within one year before the date of the solicitation and a person having the balance of unsettled over-the-counter financial futures transactions as of the date of the solicitation) and to solicit a juridical person engaging in foreign trade or other business regarding foreign exchange transactions for the purpose of reducing the risk of loss arising from the fluctuation of foreign exchange rates are excluded from prohibited act);
- d. soliciting a customer to enter into an OTC foreign exchange margin transaction contract without making prior confirmation whether the customer has an intent to be solicited therefor;
- e. soliciting a customer who has shown in advance the intent that the customer does not want to enter into an OTC foreign exchange margin transaction contract (including the intent that the customer does not want further solicitation; hereinafter the same), or soliciting further a customer who was once solicited to enter into a financial instruments transaction contract despite the fact that the customer has shown the intent that the customer does not want to enter into the OTC foreign exchange margin transaction contract;

- f.** an act to solicit a customer to enter into or cancel an OTC foreign exchange margin transaction contract by telephoning or visit at a time that the customer feels annoyed;
- g.** an act, in the case where a customer has suffered a loss or the predetermined profit has not been realized in OTC foreign exchange margin transaction, to make an offer or a promise, or cause a third party to make an offer or a promise to the customer or a person designated by the customer that the financial instruments firm or the third party will offer a financial profit to the customer or a third party to compensate the customer for the whole or part of the loss or to supplement the profit;
- h.** an act to make an offer or a promise or cause a third party to make an offer or a promise, in the case where a customer conducts OTC foreign exchange margin transaction, to the customer or a person designated by the customer that the financial instruments firm or a third party will offer a financial profit to the customer or a third party to compensate the customer for the whole or part of losses or to increase the customer's profits;
- i.** an act to pay or cause a third party to pay a financial profit to, in the case where a customer conducts OTC foreign exchange margin transaction, the customer or a third party to compensate the customer for the whole or part of losses or to increase the customer's profit arising from such transaction;
- j.** failure of explanation by methods and to the extent necessary for a customer to understand the contents of this booklet in furnishing this booklet in light of knowledge, experience and financial resource of the customer and the purpose to enter into an OTC foreign exchange margin transaction contract;
- k.** an act to make a representation that will likely give a false impression on important matters regarding entering into an OTC foreign exchange margin transaction contract or solicitation therefor;
- l.** an act to make a promise to a customer or a person designated by the customer to offer a special profit, or to offer a special profit to a customer or a third party regarding an OTC foreign exchange margin transaction contract (including an act to cause a third party to make a promise to offer a special profit or cause a third party to offer a special profit);
- m.** an act to employ deception, violence or duress in entering into or cancellation of an OTC foreign exchange margin transactions contract;
- n.** refusing or taking unreasonably long time for the performance of OTC foreign exchange margin transaction act under an OTC foreign exchange margin transaction contract or fulfillment of, in whole or in part, other obligations under an OTC foreign exchange margin transaction contract;
- o.** an act to acquire money, securities or other property or customer margin or other guarantee

money which belong to customers' account under an OTC foreign exchange margin transaction contract by falsifying market prices or through other unlawful means;

p. an act to gather customers without, in advance, informing that the financial instruments firm will solicit to enter into an OTC foreign exchange margin transaction contract and to solicit such customers to enter into such OTC foreign exchange margin transaction contract;

q. an act to conduct OTC foreign exchange margin transaction for a customer's account without obtaining the customer's consent;

r. an act that a financial instruments firm which is an individual or an officer (in the case where an officer is a juridical person, including a partner to perform the duty of an officer) or employee of the financial instruments firm uses its responsibility to conduct OTC foreign exchange margin transaction and conduct OTC foreign exchange margin transaction based on information of customers' behavior regarding an order of OTC foreign exchange margin transaction placed by a customer or other special information obtained in the course of carrying out the duties or for the purpose of seeking speculative profit;

s. in the case of entering into a contract that, in respect of OTC foreign exchange margin transaction, after obtaining a consent for the total amount of funds from a customer, matters such as the distinction of purchase or sale, pair of currencies, volume and prices, to which a customer does not give a consent, are determined by processing of a computer or other prefixed method in the case of occurrence of a specified event and the financial instruments firm conducts transactions in accordance therewith, failure to enter into such contract in writing (excluding the case of entering into by the method using an electronic data processing and network system or other method using information technology);

t. an act, in respect of OTC foreign exchange margin transactions act, to solicit a customer to conduct transactions opposite, in terms of purchase or sale, to the customer's original OTC foreign exchange margin transaction (such opposite transactions means transactions to reduce loss which may arise from the original transactions) or act similar thereto;

u. in the case where, with respect to currency related derivatives transactions (including OTC foreign exchange margin transactions; in v. the same), the amount of margins deposited by a customer (net of paper profit) has fallen short of the amount prescribed by the Commissioner of the Financial Services Agency (2% as from August 1, 2010 and 4% as from August 1, 2011; hereinafter the same), an act to continue transactions without requiring such customer to deposit such shortage immediately after the conclusion of such transactions;

v. in the case where, with respect to currency related derivatives transactions, the amount of margins deposited by a customer (net of paper profit) as at a fixed time each business day has

fallen short of the amount prescribed by the Commissioner of the Financial Services Agency, an act to continue transactions without requiring such customer to deposit such shortage.

w. an act of concluding transactions at a price unfavorable to a customer in the case of slippage unfavorable to customers (trade price is unfavorable to a customer than the price at the time of order placement), and on the other hand concluding transactions at a price unfavorable to a customer in the case of slippage favorable to customers (trade price is favorable to a customer than the price at the time of order placement);

x. an act of establishing the range of slippage to conclude transactions at a price unfavorable to a customer wider than the range of slippage to conclude transactions at a price favorable to a customer (including, in the case where a customer designates slippage, establishing the range of slippage to conclude transactions at a price unfavorable to a customer wider than the range of slippage to conclude transactions at a price favorable to a customer);

y. an act of establishing the upper limit of trading volume to be concluded in the case of slippage unfavorable to a customer larger than the upper limit of trading volume to be concluded in the case of slippage favorable to a customer.

5. Important Terms used in OTC foreign exchange margin transactions

➤ Bid

An indication by a financial instruments firm of willingness to buy a specified product for a specified volume at a specified price. A customer can sell the product at such price.

➤ Cash Settlement

A method of settling futures transactions or options transactions by paying or receiving cash value based on the computed profits or losses without delivering the underlying assets.

➤ Covering Transaction

A financial instruments firm conducts, for the purpose of reducing the risk of loss which arises from the price fluctuation of OTC foreign exchange margin transactions with customers as a counterparty, on-exchange derivatives transactions or foreign exchange transaction or OTC foreign exchange margin transactions with other financial instruments firm or other person as a counterparty for the same object currencies, purchase or sale and other conditions as the OTC foreign exchange margin transactions with customers. Such transaction is called covering transaction.

➤ Delivery Settlement

In the case of OTC foreign exchange margin transactions, a method of settling open positions by paying sold currency in exchange for purchased currency.

➤ Derivatives Transaction

A transaction, derived from an underlying transaction, the price of which is determined by the value of such underlying transaction. Futures transaction and options transaction are included in derivatives transaction.

➤ Extra- Judicial Dispute Resolution

Procedures to solve civil disputes with the involvement of a fair third party for the benefit of the parties of the disputes without relying on judicial proceedings. Also called alternative dispute resolution (ADR)

➤ Financial Instruments Firm

A person registered under the Financial Instruments and Exchange Act to engage in the business handling financial instruments transaction including OTC foreign exchange margin transaction.

➤ OTC foreign exchange margin transactions

A hybrid transaction combining a foreign exchange transaction to exchange currencies and a margin transaction to deal larger amount of transaction by depositing relatively smaller amount of money. Categorized as over-the-counter derivatives transactions.

➤ Hedging Transaction

A transaction of taking positions on an on-exchange financial instruments market or over-the-counter market opposite, in terms of risk, to assets or liabilities which are now held or will be held in the future in order to reduce the risk involved in price fluctuation of such assets or liabilities.

➤ Intermediary Transaction

A transaction in which a financial instruments firm passes its customer's order to another financial instruments firm in the name of the customer.

➤ Limit Order

An order in which a customer specifies the limit of price (the lowest price when selling or the highest price when purchasing). On the contrary, an order in which a customer does not specify any price in advance is called market order.

➤ Long Position

An unsettled purchase transaction.

➤ Position Liquidation

A compulsory settlement of customer's open positions by a financial instruments firm, at the time when a loss of a customer has reached a pre-determined level.

➤ Margin

Guarantee money deposited for the purpose of insuring the contract fulfillment for futures or options transactions, etc. Margins are sometimes classified into initial margins to be deposited when a transaction is concluded and maintenance margins which must be maintained on deposit for an open position at all times. If the amount of margin on deposit drops under the maintenance margin requirements, IBSJ is authorized to immediately and automatically close customer positions to the extent that is required to bring the account into margin compliance. IBSJ cannot guarantee that such transactions will avoid a loss greater than the margin on deposit and if a loss exceeds the margin on deposit IBSJ has the right to recoup the loss from the client's other funds at IBSJ or require the client to deposit additional funds to cover the loss.

➤ Mark-to-Market

Procedures for the valuation of open positions in order to continuously reflect the change in market prices.

➤ Offer

An indication by a financial instruments firm of the current market price for a specified product for a specified volume. A customer can buy the product at or near such price.

➤ Over-The-Counter Derivatives Transaction

A derivatives transaction conducted in a place other than an on-exchange financial instruments market operated by a financial instrument exchange or foreign financial instruments market.

➤ Over-The-Counter Financial Futures Transaction

A derivatives transaction of financial instruments such as currency and interest rate conducted in a place other than an on-exchange financial instruments market operated by a financial instruments exchange or foreign financial instruments market. OTC foreign exchange margin transaction is categorized as an over-the-counter financial futures transaction.

➤ Pips

A pip is the minimum price movement for a given currency pair. 1 pip for the currency pair USD.JPY is JPY 0.01 and USD 0.0001 for currency pair EUR.USD.

➤ Repurchase

A purchase transaction to offset (decrease) a short position.

➤ Resale

A sale transaction to offset (decrease) a long position.

➤ Roll-over

Carrying forward of open position of OTC foreign exchange margin transactions, which were not offset during the trading day, to the next trading day. Roll-over time for IB FXCFDs is 6am.

➤ Short Position

A transaction where the base currency is sold to buy the quote currency, e.g. for USD.JPY selling USD and buying JPY.

➤ Slippage

The situation that the price quoted at the time when a customer places an order or the price designated by a customer at the time of placing an order is different from the trade price.

➤ Specific Investor

An eligible institutional investor, the national government, the Bank of Japan, etc. which are deemed to have professional knowledge and experience of investment in securities including over-the-counter financial futures transactions. An individual person satisfying a certain criteria may request to be treated as a specific investor and a certain specific investor may request to be treated as a customer other than a specific investor.

➤ IB FXCFD Roll Over Interest

You will pay a financing charge or receive a rebate on the value of all rolled-over FX CFD positions based on a rate calculated as the prevailing cash rate for the base currency less the cash rate for the quote currency. The rate may be positive or negative, and a positive rate will be a credit for long positions and a charge for short positions. The financing charge or credit is calculated individually for each FX CFDs without regard to other balances you may have in those currencies.

5. Corporate Profile

Company Name	Interactive Brokers Securities Japan, Inc. Director of Kanto Local Finance Bureau (Financial Instruments Firm) No.187
Head Office	4 th Floor Tekko Kaikan, 3-2-10 Nihonbashi Kayabacho Chuo-ku, Tokyo 103-0025 Japan

Member Association Japan Securities Dealers Association, The Financial Futures Association of Japan, The Commodity Futures Association of Japan

Arbitration Organization ADR FINMAC

Capital JPY 1,300,520,000 (As of 01 Mar 2017)

Business Financial Instruments Business (Type 1 Financial Instruments Firm)

Established August 2006

Contact Client Service Department ([Tel:+81-3-4588-9700](tel:+81-3-4588-9700) Business hours from 8:30 to 17:30)

The contents of dispute resolution measures and complaint handling measures IBSJ will resolve complaints and disputes in relation to IB FXCFDs by utilizing the Financial Instruments Mediation Assistance Center (Tel: 0120-64-5005), which is commissioned by Japan Securities Dealers Association for resolution of complaints and disputes.

DISCLAIMER: *This translation may be used only for reference purposes. This English version is not an official translation of the original Japanese version. Certain parts of the translation may have been edited to accommodate differences in writing style and expression between English and Japanese. In cases where any differences including those differences above occur between the English version and the original Japanese version, the Japanese version shall prevail. Interactive Brokers Securities Japan, Inc. shall individually or jointly accept no responsibility or liability for damage or loss caused by any error, inaccuracy, or misunderstanding with regard to this translation.*

Annex: List of IB FXCFD Trading / Currency pairs

Symbol	Currency Pairs	
AUD.CAD	AUSTRALIAN DOLLAR	CANADIAN DOLLAR
AUD.CHF	AUSTRALIAN DOLLAR	SWISS FRANC
AUD.CNH	AUSTRALIAN DOLLAR	CHINESE RENMINBI - OFFSHORE
AUD.HKD	AUSTRALIAN DOLLAR	HONG KONG DOLLAR
AUD.JPY	AUSTRALIAN DOLLAR	JAPANESE YEN
AUD.NZD	AUSTRALIAN DOLLAR	NEW ZEALAND DOLLAR
AUD.SGD	AUSTRALIAN DOLLAR	SINGAPORE DOLLAR
AUD.USD	AUSTRALIAN DOLLAR	UNITED STATES DOLLAR
AUD.ZAR	AUSTRALIAN DOLLAR	SOUTH AFRICAN RAND
GBP.AUD	BRITISH POUND	AUSTRALIAN DOLLAR
GBP.CAD	BRITISH POUND	CANADIAN DOLLAR
GBP.CHF	BRITISH POUND	SWISS FRANC
GBP.DKK	BRITISH POUND	DANISH KRONE
GBP.HKD	BRITISH POUND	HONG KONG DOLLAR
GBP.JPY	BRITISH POUND	JAPANESE YEN
GBP.NOK	BRITISH POUND	NORWEGIAN KRONE
GBP.NZD	BRITISH POUND	NEW ZEALAND DOLLAR
GBP.SEK	BRITISH POUND	SWEDISH KRONA
GBP.USD	BRITISH POUND	UNITED STATES DOLLAR
GBP.ZAR	BRITISH POUND	SOUTH AFRICAN RAND
CAD.CHF	CANADIAN DOLLAR	SWISS FRANC
CAD.CNH	CANADIAN DOLLAR	CHINESE RENMINBI - OFFSHORE
CAD.HKD	CANADIAN DOLLAR	HONG KONG DOLLAR
CAD.JPY	CANADIAN DOLLAR	JAPANESE YEN
CNH.HKD	CHINESE RENMINBI - OFFSHORE	HONG KONG DOLLAR
CNH.JPY	CHINESE RENMINBI - OFFSHORE	JAPANESE YEN
DKK.JPY	DANISH KRONE	JAPANESE YEN
DKK.SEK	DANISH KRONE	SWEDISH KRONA
EUR.AUD	EUROPEAN MONETARY UNION EURO	AUSTRALIAN DOLLAR
EUR.CAD	EUROPEAN MONETARY UNION EURO	CANADIAN DOLLAR
EUR.CHF	EUROPEAN MONETARY UNION EURO	SWISS FRANC
EUR.CNH	EUROPEAN MONETARY UNION EURO	CHINESE RENMINBI - OFFSHORE

EUR.CZK	EUROPEAN MONETARY UNION EURO	CZECK KORUNA
EUR.DKK	EUROPEAN MONETARY UNION EURO	DANISH KRONE
EUR.GBP	EUROPEAN MONETARY UNION EURO	BRITISH POUND
EUR.HKD	EUROPEAN MONETARY UNION EURO	HONG KONG DOLLAR
EUR.HUF	EUROPEAN MONETARY UNION EURO	HUNGARIAN FORINT
EUR.ILS	EUROPEAN MONETARY UNION EURO	ISRAELI SHEKEL
EUR.JPY	EUROPEAN MONETARY UNION EURO	JAPANESE YEN
EUR.MXN	EUROPEAN MONETARY UNION EURO	MEXICAN PESO
EUR.NOK	EUROPEAN MONETARY UNION EURO	NORWEGIAN KRONE
EUR.NZD	EUROPEAN MONETARY UNION EURO	NEW ZEALAND DOLLAR
EUR.PLN	EUROPEAN MONETARY UNION EURO	POLISH ZLOTY
EUR.RUB	EUROPEAN MONETARY UNION EURO	RUSSIAN RUBLE
EUR.SEK	EUROPEAN MONETARY UNION EURO	SWEDISH KRONA
EUR.SGD	EUROPEAN MONETARY UNION EURO	SINGAPORE DOLLAR
EUR.USD	EUROPEAN MONETARY UNION EURO	UNITED STATES DOLLAR
EUR.ZAR	EUROPEAN MONETARY UNION EURO	SOUTH AFRICAN RAND
HKD.JPY	HONG KONG DOLLAR	JAPANESE YEN
MXN.JPY	MEXICAN PESO	JAPANESE YEN
NZD.CAD	NEW ZEALAND DOLLAR	CANADIAN DOLLAR
NZD.CHF	NEW ZEALAND DOLLAR	SWISS FRANC
NZD.JPY	NEW ZEALAND DOLLAR	JAPANESE YEN
NZD.USD	NEW ZEALAND DOLLAR	UNITED STATES DOLLAR
NOK.JPY	NORWEGIAN KRONE	JAPANESE YEN
NOK.SEK	NORWEGIAN KRONE	SWEDISH KRONA
SGD.JPY	SINGAPORE DOLLAR	JAPANESE YEN
ZAR.JPY	SOUTH AFRICAN RAND	JAPANESE YEN
SEK.JPY	SWEDISH KRONA	JAPANESE YEN
CHF.CNH	SWISS FRANC	CHINESE RENMINBI - OFFSHORE
CHF.DKK	SWISS FRANC	DANISH KRONE
CHF.JPY	SWISS FRANC	JAPANESE YEN
CHF.NOK	SWISS FRANC	NORWEGIAN KRONE
CHF.SEK	SWISS FRANC	SWEDISH KRONA
CHF.ZAR	SWISS FRANC	SOUTH AFRICAN RAND
USD.CAD	UNITED STATES DOLLAR	CANADIAN DOLLAR

USD.CHF	UNITED STATES DOLLAR	SWISS FRANC
USD.CNH	UNITED STATES DOLLAR	CHINESE RENMINBI - OFFSHORE
USD.CZK	UNITED STATES DOLLAR	CZECK KORUNA
USD.HKD	UNITED STATES DOLLAR	HONG KONG DOLLAR
USD.HUF	UNITED STATES DOLLAR	HUNGARIAN FORINT
USD.ILS	UNITED STATES DOLLAR	ISRAELI SHEKEL
USD.JPY	UNITED STATES DOLLAR	JAPANESE YEN
USD.KRW	UNITED STATES DOLLAR	KOREAN WON
USD.MXN	UNITED STATES DOLLAR	MEXICAN PESO
USD.NOK	UNITED STATES DOLLAR	NORWEGIAN KRONE
USD.RUB	UNITED STATES DOLLAR	RUSSIAN RUBLE
USD.SEK	UNITED STATES DOLLAR	SWEDISH KRONA
USD.SGD	UNITED STATES DOLLAR	SINGAPORE DOLLAR
USD.ZAR	UNITED STATES DOLLAR	SOUTH AFRICAN RAND

Note;

This Currency Pairs is expected to extend.

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