

**Summary of the 8th Meeting of the Committee for
Reform of the Securities Clearing and Settlement System**

- Date: Monday, September 25, 2000 from 10:00 a.m. to 11:30 a.m.
- Venue: The 1st and 2nd conference rooms on the 9th floor of the Tokyo Shoken Kaikan
- Agenda: 1. Deliberations of the working groups of the Committee
2. The production of a proposed report on “The State of the Organization and Operation of Central Securities Depositories (CSDs).”
3. Future topics for deliberation and other matters

Summary of Meeting

Because there had been changes in committee members, the meeting was started after introductions were made.

1. Deliberations of the working groups of the Committee

- The Committee received reports on the progress of deliberations of its three working groups (see Note), which have been discussing since July.

- Note: 1. Working Group on a New Settlement System for non-JGB Bonds
2. Working Group on the State of the Organization and Operation of Central Securities Depositories (CSDs)
3. Working Group on the Promotion of a DVP Settlement System and Applications of the Clearing Function

2. The production of a proposed report on “The State of the Organization and Operation of Central Securities Depositories (CSDs).”

- As indicated above, the Committee generally discussed the working group’s proposed version of a report on “The State of the Organization and Operation of Central Securities Depositories (CSDs),” and fundamentally reached to agree with its contents. The Committee decided to have the report revised based on the opinions at the meeting and make it public by the end of September.

- In order to demutualize Central Securities Depositories (CSDs) as a joint stock company, it is important to realize and promote efficient operations and organizational reforms. Then it is agreed that Measures to achieve these goals will be discussed again at the next meeting.

3. Future topics for deliberation and other matters

- After the Secretariat reported on future topics for deliberation and on trends in settlement system reform in the United States, the discussion was held.

- In realizing reform of the settlement system, there are many issues that must be addressed. It is agreed to be propose the selection of more detailed aspects of discussion at the next meeting, since the main framework of bill is under review in the legislative ministries. .
- It was proposed and accepted that the working groups should continue on even after their reports are produced to deal with the possible need for compiling opinions and requests regarding practical matters that may arise during the process of producing legislation based on the documents.

Please note that this outline is provisional and may be revised.