

2022 Trading Incentive Program for Institutional Investors

1. Programs Purpose

To encourage institutional investors to trade more actively, TAIEX offer reduced exchange trading and clearing fees by way of rebates.

2. Program Term

Effective from January 1, 2022 until December 31, 2022.

3. Eligible Contracts

- TAIEX Futures (TX) and Mini-TAIEX Futures (MTX).
- TAIEX Options (TXO).
- FX Futures: Including USD/CNT FX Futures(RTF), USD/CNH FX Futures(RHF) , EUR/USD FX Futures(XEF), USD/JPY FX Futures(XJF), GBP/USD FX Futures(XBF) and AUD/USD FX Futures(XAF).
- Commodity Futures and Options: Including Gold Futures (GDF), NT Dollar Gold Futures (TGF), Gold Options (TGO) and Brent Crude Oil Futures (BRF).
- Equity Futures: Including Single Stock Futures (STF) and ETF Futures (ETF).
- TPEx 200 Futures (G2F)
- U.S. Equity Index Futures: Including DJIA Futures (UDF), S&P 500 Futures (SPF), and Nasdaq-100 Futures (UNF)
- F4G TIP TW ESG Futures (E4F)
- TIP Taiwan BIO Futures (BTF)
- FTSE[®] 100 Futures (F1F)
- Mini Electronics Sector Futures (ZEF)
- Mini Finance Sector Futures (ZFF)
- Taiwan Semiconductor 30 Futures (SOF)
- Shipping and Transportation Sector Futures (SHF)

4. Eligible Participants

- Institutional client accounts of TAIEX brokerage members (include sub-accounts under disclosed omnibus accounts, exclude approved RMB FX Futures non-proprietary market maker accounts) and TAIEX proprietary trading accounts (exclude approved TAIEX market maker accounts).

5. Application Process

- Those wishing to apply for the Program should fill up the application form, including registering accounts¹, mail to TAIEX, and register on line: <https://report.taifex.com.tw/FMS/login.html> to complete the process. Non-member institutional clients should apply through their brokers. Approved registration will be enrolled for both regular trading session and after-hours trading session.
- No registrations are required for those who already participated in the 2021 Q4 Program.
- Those wishing to participate from January should complete the applications before January 15, 2022. Those who do not complete the applications before January 15, 2022, the accumulations of qualifying volumes start from the next trading day after applications.

6. Rebate Schemes

Part I : TAIEX Futures and Mini-TAIEX Futures

Rebate thresholds:

- Average daily trading volume of TAIEX Futures and Mini-TAIEX Futures exceeds 3,000 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	3,000-5,999	10%
2	6,000-11,999	15%
3	12,000-23,999	20%
4	24,000-47,999	25%
5	48,000-94,999	30%
6	95,000-149,999	35%
7	$\geq 150,000$	40%

¹ Participant is allowed to participate through more than one trading account and the trading volume of the registered accounts will be aggregated.

Part II : TAIEX Options

Rebate thresholds:

- Average daily trading volume of TAIEX Options exceeds 3,200 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	3,200-5,499	10%
2	5,500-7,999	15%
3	8,000-11,999	20%
4	12,000-34,999	25%
5	35,000-74,999	30%
6	75,000-149,999	35%
7	$\geq 150,000$	40%

Part III : FX Futures

Rebate thresholds:

- Average daily trading volume of FX Futures exceeds 75 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	75-149	20%
2	150-299	40%
3	≥ 300	60%

Part IV : Commodity Futures and Options

Rebate thresholds:

- Average daily trading volume of Commodity Futures and Options exceeds 7 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	7-14	20%
2	15-29	40%
3	≥ 30	60%

Part V : Equity Futures

Rebate thresholds:

- Average daily trading volume of Equity Futures exceeds 1,000 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	1,000-4,999	30%
2	5,000-9,999	40%
3	10,000-19,999	50%
4	20,000-39,999	60%
5	40,000-79,999	70%
6	$\geq 80,000$	80%

Part VI : TPEX 200 Futures

Rebate thresholds:

- Average daily trading volume of TPEX 200 Futures exceeds 5 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	5-9	40%
2	10-19	60%
3	≥ 20	80%

Part VII : U.S. Equity Index Futures

Rebate thresholds:

- Average daily trading volume of U.S. Equity Index Futures exceeds 500 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	500-1,499	40%
2	1,500-4,499	60%
3	$\geq 4,500$	80%

Part VIII : F4G TIP TW ESG Futures

Rebate thresholds:

- Average daily trading volume of F4G TIP TW ESG Futures exceeds 5 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	5-9	60%
2	≥ 10	80%

Part IX : TIP Taiwan BIO Futures

Rebate thresholds:

- Average daily trading volume of TIP Taiwan BIO Futures exceeds 5 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	5-9	60%
2	≥ 10	80%

Part X : FTSE® 100 Futures

Rebate thresholds:

- Average daily trading volume of FTSE® 100 Futures exceeds 15 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	15-29	60%
2	≥ 30	80%

Part XI : Mini Electronics Sector Futures

Rebate thresholds:

- Average daily trading volume of Mini Electronics Sector Futures exceeds 150 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	150-299	40%
2	≥ 300	60%

Part XII : Mini Finance Sector Futures

Rebate thresholds:

- Average daily trading volume of Mini Finance Sector Futures exceeds 50 lots in any given calendar month.

Tiers for rebate:

Tier	Average Daily Trading Volume (lots)	Reduction rate of exchange trading fee and clearing fee
1	50-99	40%
2	≥ 100	60%

Part XIII : Taiwan Semiconductor 30 Futures

Rebate thresholds:

- Average daily trading volume of Taiwan Semiconductor 30 Futures exceeds 50 lots in any given calendar month.

Tiers for rebate:

<u>Tier</u>	<u>Average Daily Trading Volume (lots)</u>	<u>Reduction rate of exchange trading fee and clearing fee</u>
<u>1</u>	<u>50-99</u>	<u>40%</u>
<u>2</u>	<u>≥ 100</u>	<u>60%</u>

Part XIV : Shipping and Transportation Sector Futures

Rebate thresholds:

- Average daily trading volume of Shipping and Transportation Sector Futures exceeds 15 lots in any given calendar month.

Tiers for rebate:

<u>Tier</u>	<u>Average Daily Trading Volume (lots)</u>	<u>Reduction rate of exchange trading fee and clearing fee</u>
<u>1</u>	<u>15-29</u>	<u>40%</u>
<u>2</u>	<u>≥ 30</u>	<u>60%</u>

7. Example

Client A applied for the program through Broker X, A's trading volume in a calendar month distributes as follows:

Eligible Contracts	Average daily trading volume/Monthly Trading Volume(lots)	Reduction rate of Regular trading session	Rebates (NTD)
TAIEX Futures (TX)	3,000/60,000	10%	$60,000 \times 20 \times 10\% = 120,000$
TAIEX Options (TXO)	8,000/160,000	20%	$160,000 \times 10 \times 20\% = 320,000$
FX Futures (RTF)	100/2,000	20%	$2,000 \times 5 \times 20\% = 2,000$
Commodity Futures and Options (GDF)	10/200	20%	$200 \times 10 \times 20\% = 400$
Equity Futures (STF)	1,000/20,000	30%	$20,000 \times 5 \times 30\% = 30,000$
TPEX 200 Futures (G2F)	25/500	80%	$500 \times 8 \times 80\% = 3,200$
U.S. Equity Index Futures (UDF)	500/10,000	40%	$10,000 \times 8 \times 40\% = 32,000$
F4G TIP TW ESG Futures (E4F)	5/100	60%	$100 \times 12.5 \times 60\% = 750$
TIP Taiwan BIO Futures (BTF)	15/300	80%	$300 \times 8 \times 80\% = 1,920$
FTSE® 100 Futures (F1F)	15/300	60%	$300 \times 8 \times 60\% = 1,440$
Mini Electronics Sector Futures (ZEF)	200/4,000	40%	$4,000 \times 8 \times 40\% = 12,800$
Mini Finance Sector Futures (ZEF)	100/2,000	60%	$2,000 \times 8 \times 60\% = 9,600$
<u>Taiwan Semiconductor 30 Futures (SOF)</u>	<u>100/2,000</u>	<u>60%</u>	<u>$2,000 \times 8 \times 60\% = 9,600$</u>
<u>Shipping and Transportation Sector Futures (SHF)</u>	<u>15/300</u>	<u>40%</u>	<u>$300 \times 8 \times 40\% = 960$</u>
Total (NTD)			<u>544,670</u>

8. Method for Rebate

- Rebates are calculated on a calendar month basis and will be deducted from the accrued trading/clearing fees for the participating month.
- Trading fee rebates will refund to the brokers first then to the eligible participants. Clearing fee rebates will refund to the clearing member then to the brokers and the eligible participants accordingly.

- Information of rebates will be posted at <https://report.taifex.com.tw/FMS/login.html>. Participants can check with its brokers for details.

9. Miscellaneous

- Any self-match volume will not be aggregated once found. Participants will be disqualified if not abide by related rules or contracts.
- Trading volume will not be aggregated if any incorrect information in the application is identified.
- Transactions executed through FCM's backup accounts will not be included in the calculation of the qualifying trading volume.
- TAIFEX reserves the rights to explain and amend the terms of the Program should there any matters not mentioned herein.
- TAIFEX reserves the rights in its absolute discretion to cancel, terminate, amend or suspend the Program. Such news will be announced on TAIFEX website. No individual notice will be given.
- Should any discrepancy between the Chinese version and the English Translation exist, the Chinese text shall govern.
- For more information, please refer to TAIFEX website(www.taifex.com.tw)
- For any question, please contact Trading Department
Mr. Yu Sheng Lin (TEL: 886-2-2366-3285 ; yushenglin@taifex.com.tw)
Mr. Ethan Hsieh(TEL: 886-2-2366-3257 ; ethanhsieh@taifex.com.tw)

Taiwan Futures Exchange

Application Form - 2022 Trading Incentive Program for Institutional Investors (Non-Omnibus Accounts)

Company Name	
FINI ID	
Trading Accounts	1. FCM ID _____ Account _____
	2. FCM ID _____ Account _____
Apply Contracts	<input type="checkbox"/> TAIEX Futures and Mini-TAIEX Futures <input type="checkbox"/> TAIEX Options <input type="checkbox"/> FX Futures <input type="checkbox"/> Commodity Futures and Options <input type="checkbox"/> Equity Futures <input type="checkbox"/> TPEX 200 Futures <input type="checkbox"/> U.S. Equity Index Futures <input type="checkbox"/> F4G TIP TW ESG Futures <input type="checkbox"/> TIP Taiwan BIO Futures <input type="checkbox"/> FTSE® 100 Futures <input type="checkbox"/> Mini Electronics Sector Futures <input type="checkbox"/> Mini Finance Sector Futures <input type="checkbox"/> <u>Taiwan Semiconductor 30 Futures</u> <input type="checkbox"/> <u>Shipping and Transportation Sector Futures</u>
Contact Information	Name :
	TEL :
	E-mail :
Authorized Trader	Signature : Date :

TAIFEX email: yushenglin@taifex.com.tw; ethanhsieh@taifex.com.tw

Taiwan Futures Exchange

Application Form - 2022 Trading Incentive Program for Institutional Investors (Omnibus Accounts)

Omnibus Account	Company Name	
	FINI ID	
	Trading Accounts	FCM ID _____ Account _____
Sub-Account (Institutional Investor)	Company Name	
	FINI ID	
Apply Contracts	<input type="checkbox"/> TAIEX Futures and Mini-TAIEX Futures <input type="checkbox"/> TAIEX Options <input type="checkbox"/> FX Futures <input type="checkbox"/> Commodity Futures and Options <input type="checkbox"/> Equity Futures <input type="checkbox"/> TPEx 200 Futures <input type="checkbox"/> U.S. Equity Index Futures <input type="checkbox"/> F4G TIP TW ESG Futures <input type="checkbox"/> TIP Taiwan BIO Futures <input type="checkbox"/> FTSE® 100 Futures <input type="checkbox"/> Mini Electronics Sector Futures <input type="checkbox"/> Mini Finance Sector Futures <input type="checkbox"/> <u>Taiwan Semiconductor 30 Futures</u> <input type="checkbox"/> <u>Shipping and Transportation Sector Futures</u>	
Contact Information	Name :	
	TEL :	
	E-mail :	
Authorized Trader	Signature : Date :	

TAIFEX email: yushenglin@taifex.com.tw; ethanhsieh@taifex.com.tw

Agreement of Personal Information Usage for Registration of Trading Incentive Program for Institutional Investors

I agree that Taiwan Futures Exchange Co., Ltd is authorized to collect, process, and use my personal information after receiving my company's above application form regarding Trading Incentive Program for Institutional Investors.

I agree that Taiwan Futures Exchange Co., Ltd is authorized to collect my personal information but the collection is limited to the name, telephone number, and e-mail address. The time period is limited from whenever I provide the information to 5 years after the end of the incentive program.

I understand that according to the regulation of Article 3 of the Personal Information Protection Act, I have the right to request Taiwan Futures Exchange Co., Ltd for review, duplication, and supplement or correction of my personal information. I also have the right to request Taiwan Future Exchange Co., Ltd to discontinue collection and possessing or usage of my personal information and delete my personal information 5 years after the end of the incentive program.

To: Taiwan Futures Exchange Co., Ltd

Client:

(Signature)
