

# Taiwan Futures Exchange

## F4G TIP TW ESG Index Futures and TIP Taiwan Bio Futures Trading Incentive Program

### 1. Host Organization

Taiwan Futures Exchange (Hereinafter referred to as TAIFEX)

### 2. Program Purpose

In conjunction with the launch of two new futures products, the F4G TIP TW ESG Index Futures contract and the TIP Taiwan Bio Futures contract, on June 8, 2020, TAIFEX introduces this Trading Incentive Program (the Program) to encourage futures market participants to actively promote the products.

### 3. Program Term

Effective from June 8, 2020 until September 30, 2020. Rewards are given by month.

### 4. Eligible Contracts

- F4G TIP TW ESG Index Futures(E4F)
- TIP Taiwan Bio Futures(BTF)

### 5. Eligible Participants

- The FCMs and their associated persons
- IBs and their branch managers
- Institutional investors: institutional client accounts of TAIFEX brokerage members (include sub-accounts under disclosed omnibus accounts) and TAIFEX proprietary trading accounts (exclude approved TAIFEX market maker accounts).

Institutional investors are required to register for the Program. The FCMs and IBs do not need to register.

### 6. Calculation of Performance

- The calculation weight of the trading volume on June 8<sup>th</sup> is 2, which means every 1 contract traded will be counted as 2 contracts.
- The calculation weight for the rest of trading days is 1, which means every 1 contract traded will be counted as 1 contract.

## 7. Program Rewards

- F4G TIP TW ESG Index Futures(E4F)

- FCMs

1. Trading Volume Rewards: For those with trading volume of 200 contracts or more per month, the top 5 will be ranked according to the trading volume and will be awarded NT\$100,000, NT\$80,000, NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.
2. Active Account Rewards: For those with active accounts of 15 or more and each account trades at least 5 lots per month, the top 3 will be ranked according to active account number and will be awarded NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.
3. Associated Person Rewards: The FCMs who receive the Trading Volume Rewards can each appoint one associated person with the largest trading volume to receive NT\$10,000. The FCMs who receive the Active Account Rewards can each appoint one associated person with the most active accounts to receive NT\$10,000.

- IBs

1. Trading Volume Rewards: For those with trading volume of 100 contracts or more per month, the top 5 will be ranked according to the trading volume and will be awarded NT\$100,000, NT\$80,000, NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.
2. Active Account Rewards: For those with active accounts of 10 or more and each account trades at least 5 lots per month, the top 3 will be ranked according to active account number and will be awarded NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.
3. Branch Manager Rewards: The IBs who receive the Trading Volume Rewards can each appoint one branch manager with the largest trading volume to receive NT\$10,000. The IBs who receive the Active Account Rewards can each appoint one branch manager with the most active accounts to receive NT\$10,000.

- Institutional investors:

Rebate thresholds: average daily trading volume of F4G TIP TW ESG Index 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	$\geq 10$	80%

- TIP Taiwan Bio Futures(BTF)

- FCMs

1. Trading Volume Rewards: For those with trading volume of 200 contracts or more per month, the top 5 will be ranked according to the trading volume and will be awarded NT\$100,000, NT\$80,000, NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.
2. Active Account Rewards: For those with active accounts of 15 or more and each account trades at least 5 contracts per month, the top 3 will be ranked according to active account number and will be awarded NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.
3. Associated Person Rewards: The FCMs who receive the Trading Volume Rewards can each appoint one associated person with the largest trading volume to receive NT\$10,000. The FCMs who receive the Active Account Rewards can each appoint one associated person with the most active accounts to receive NT\$10,000.

- IBs

1. Trading Volume Rewards: For those with trading volume of 100 contracts or more per month, the top 5 will be ranked according to the trading volume and will be awarded NT\$100,000, NT\$80,000, NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.
2. Active Account Rewards: For those with active accounts of 10 or more and each account trades at least 5 contracts per month, the top 3 will be ranked

according to active account number and will be awarded NT\$60,000, NT\$40,000, and NT\$20,000 accordingly.

3. Branch Manager Rewards: The IBs who receive the Trading Volume Rewards can each appoint one branch manager with the largest trading volume to receive NT\$10,000. The IBs who receive the Active Account Rewards can each appoint one branch manager with the most active accounts to receive NT\$10,000.

● Institutional investors:

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%

## 8. Reward Sending Method

- After TAIFEX calculates the results of the rewards and publishes the winning list each month, receipts will be sent to the winning FCMs and the head office of the IBs for overall processing. TAIFEX will remit the rewards after the winners complete the receipts in accordance with the program rules and send back to TAIFEX.
- The rewards of the Program will be issued by remittance and the processing method is as follows:
  - The winning FCMs and the head office of the IBs are required to log in to the Futures Brokers' Online Reporting System ("02. Business reporting / 59. Trading reward activity remittance setting / 02. Trading reward activity remittance information declaration") and fill in the name, ID number, household registration address, name and account number of the financial institution of the FCM's associated persons or the IB's branch managers. The names registered shall be regarded as the person appointed by the winning FCMs/IBs to receive rewards.
  - TAIFEX will send the receipts by e-mail. The winning FCMs and their associated persons and the IBs and their branch managers should complete the

receipts within one month from the date TAIFEX sends them and send back to TAIFEX by the FCMs or the head office of IBs. TAIFEX shall not be liable if TAIFEX is not able to notify the winner or cannot complete the remittance due to their registered information is wrong or inaccurate.

- If the registered associated persons of the FCMs or the branch managers of the IBs do not meet the requirements of the Program, TAIFEX may cancel their qualification for winning the rewards.
- The rewards that belong to associated persons and branch managers shall not be received in the name of the company.

## **9. Application Process and Method for Rebate**

- Those wishing to apply for the Program should fill up the application form, including registering accounts, mail to TAIFEX, 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.
- Those wishing to participate from June 8, 2020 should complete the applications before June 15, 2020. Those who do not complete the applications before June 15, 2020, the accumulations of qualifying volumes start from the next trading day after applications.
- 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.

## **10. Miscellaneous**

- If any participating companies merge during the program term, the surviving company will be the reward entity.
- Any self-match volume will not be aggregated once found. Participants will be disqualified if not abide by related rules or contracts.

- According to the Standards of Withholding Rates for Various Incomes, if the winner is an individual residing in the territory of the Republic of China, or a profit-seeking enterprise having its fixed place of business within the territory of the Republic of China, and the reward payment exceeds NT\$ 20,000, 10% of the payment will be withheld. Also, according to the Stamp Tax Act, the reward payments will be subject to 0.4% stamp duty borne by the winners.
- The FCMs and IBs participating in this incentive program agree TAIFEX to publish company name on TAIFEX' s website.
- TAIFEX notifies the winners of the following items in accordance with the Personal Information Protection Act: The personal information provided to TAIFEX by the winners, including but not limited to the name, ID number, phone number, household registration address, and financial institution account, will be processed or used in written or electronic form by TAIFEX within the scope of the purpose of the Program and for sending reward payments until the end of the Program, the completion of subsequent relevant procedures, such as the sending of relevant reward payments, and the expiring of the period required by law to keep such information. Regarding the above-mentioned personal data collected by TAIFEX, the winners may ask TAIFEX for inquiries or requests to review, make copies, supplement or correct, stop collecting, processing, using, or delete them. However, the winners who make the aforementioned request shall bear their own losses or damages caused, including but not limited to TAIFEX may not be able to provide reward payments and other related services to them.
- TAIFEX reserves the rights in its absolute discretion to cancel, terminate, amend or suspend the Program. Such news will be announced on TAIFEX website.
- TAIFEX reserves the rights to explain and amend the terms of the Program should there any matters not mentioned herein.
- 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](http://www.taifex.com.tw))
- For any question, please contact Trading Department  
Ms. Serena Yang (TEL: 886-2-2366-3258 ; [serena@taifex.com.tw](mailto:serena@taifex.com.tw))

**Taiwan Futures Exchange**  
**Application Form - F4G TIP TW ESG Index Futures and**  
**TIP Taiwan Bio Futures Trading Incentive Program for**  
**Institutional Investors (Non-Omnibus Accounts)**

<b>Company Name</b>	
<b>FINI ID</b>	
<b>Trading Accounts</b>	1. FCM ID _ _ _ _ _ Account _____ 2. FCM ID _ _ _ _ _ Account _____
<b>Apply Contracts</b>	<input type="checkbox"/> F4G TIP TW ESG Index Futures <input type="checkbox"/> TIP Taiwan Bio Futures
<b>Contact Information</b>	<b>Name :</b>
	<b>TEL :</b>
	<b>E-mail :</b>
<b>Authorized Trader</b>	<b>Signature :</b>
	<b>Date :</b>

**TAIFEX email: [yushenglin@taifex.com.tw](mailto:yushenglin@taifex.com.tw); [serena@taifex.com.tw](mailto:serena@taifex.com.tw)**

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## Application Form - F4G TIP TW ESG Index Futures and TIP Taiwan Bio Futures Trading Incentive Program for Institutional Investors (Omnibus Accounts)

<b>Omnibus Account</b>	<b>Company Name</b>	
	<b>FINI ID</b>	
	<b>Trading Accounts</b>	FCM ID _ _ _ _ _ Account _____
<b>Sub-Account (Institutional Investor)</b>	<b>Company Name</b>	
	<b>FINI ID</b>	
<b>Apply Contracts</b>	<input type="checkbox"/> F4G TIP TW ESG Index Futures <input type="checkbox"/> TIP Taiwan Bio Futures	
<b>Contact Information</b>	<b>Name :</b>	
	<b>TEL :</b>	
	<b>E-mail :</b>	
<b>Authorized Trader</b>	<b>Signature :</b>	
	<b>Date :</b>	

TAIFEX email: [yushenglin@taifex.com.tw](mailto:yushenglin@taifex.com.tw); [serena@taifex.com.tw](mailto:serena@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)