

Principles Governing Establishment of Internal Control Systems of OTC Derivatives Clearing

When engaging in clearing operations of OTC derivatives, clearing members shall establish internal control systems in accordance with Article 8 of the Taiwan Futures Exchange (TAIFEX) OTC Derivative Clearing Operating Rules and Article 2.1.8 of the TAIFEX OTC Derivatives Clearing Enforcement Rules. TAIFEX does not establish a standard template for internal control systems, given that clearing members, also financial institutions, such as the banking industry manage the diverse business, and internal control systems should take into account the overall operating activities of the company and its subsidiaries. Because of the implementation of the new system and the suggestion from clearing members to provide principles of internal control systems for their reference, TAIFEX refers the framework of the internal control systems of futures commission merchants in the current exchange-traded derivatives market, and formulates principles of internal control systems of OTC derivatives clearing in order to provide clearing members with a formal template for reference. As for the substantive content of the internal control systems of OTC derivatives clearing, clearing members should establish a written system for their authorization, approval, execution procedures and related control forms according to their scales, organizational structures and management methods, and may add control points according to their operating conditions without violating relevant laws and regulations. However, the operating procedures and control points in the internal control systems established by each clearing member should at least include the following principles. If there are any subsequent additions or amendments to laws and regulations, or internal or external condition changes of clearing members, etc., clearing members shall review and revise the content of the internal control systems immediately to ensure the integrity and effectiveness of the systems. The followings are principles of internal control systems of OTC derivatives clearing:

Operation Item	Procedure and Controlling Point of Operation	Reference
I. Criteria of	I. Financial requirements of clearing members	I. Regulations:

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<p>Clearing Membership</p>	<ol style="list-style-type: none"> 1. The required minimum paid-in capital of individual clearing members is NTD 2 billion. However, exceptions apply under circumstances defined in Article 2.1.3, Paragraph 1, Subparagraph 1 of the TAIFEX OTC Derivatives Clearing Enforcement Rules. Also, the financial structure of individual clearing members shall meet the provision of Article 2.1.3 of the TAIFEX OTC Derivatives Clearing Enforcement Rules according to the type of business to which it is attributed. 2. The required minimum paid-in capital of general clearing members is NTD 8 billion. Also, the financial structure of individual clearing members shall meet the provision of Article 2.1.4 of the TAIFEX OTC Derivatives Clearing Enforcement Rules according to the type of business to which it is attributed. <p>II. Regulations of clearing member personnel and matters to be reported</p> <ol style="list-style-type: none"> 1. Clearing members shall appoint at least 1 Supervisor to manage the following matters: <ol style="list-style-type: none"> (1) Personnel in an adequate number shall be appointed to handle clearing operations of OTC derivatives. 	<ol style="list-style-type: none"> 1. TAIFEX OTC Derivative Clearing Operating Rules Article 6. 2. TAIFEX OTC Derivatives Clearing Enforcement Rules Articles 2.1.3 to 2.1.6. <p>II. Application forms and documents:</p> <ol style="list-style-type: none"> 1. Relevant financial documents. 2. Authorized Person Form. 3. Relevant documents of connection.

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	<p>(2) Appoint competent specialists to conduct clearing operations.</p> <p>(3) Personnel conducting the collection and payment of Margin and Settlement Amount, cashiers and accountants shall not concurrently serve one another's positions.</p> <p>(4) The company applying to become a general clearing member must appoint competent specialists to engage in client clearing operations.</p> <p>2. Clearing members must compile a list of supervisors and specialists conducting clearing operations prescribed in the preceding paragraph to file a registration with TAIFEX prior to launching clearing operations. Any changes to the aforementioned list shall be filed with TAIFEX within 5 business days.</p> <p>III. The premises and equipment of clearing members engaging in clearing operations of OTC derivatives must meet the following criteria:</p> <ol style="list-style-type: none"> 1. Premises for handling clearing operations. 2. Installation of information equipment for handling clearing 	

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	<p>operations.</p> <ol style="list-style-type: none"> 3. Completed connection with TAIFEX's OTC clearing system. 4. Completed connection with TAIFEX-approved trade confirmation platform. 5. Designation of specialists and installation of hotlines to contact TAIFEX. 	
<p>II. Opening and Management of Clearing Accounts</p>	<p>I. Clearing members must separately open proprietary and individual client accounts and report its details and daily settlement type to TAIFEX. The same applies to all subsequent change and cancellation.</p> <p>II. If a clearing member is a branch established within the territory of the R.O.C. by a foreign financial institution, and handles proprietary clearing operations for the head office or other branches, it shall separately open proprietary accounts for the onshore and offshore institutions.</p> <p>III. When applying to TAIFEX to cancel clearing account, clearing member must fully fulfill its obligations of settlement, payment, etc., derived from clearing operations at TAIFEX before it may apply to TAIFEX for its clearing account to be canceled.</p>	<p>I. Regulations:</p> <ol style="list-style-type: none"> 1. TAIFEX OTC Derivative Clearing Operating Rules Article 15. 2. TAIFEX OTC Derivatives Clearing Enforcement Rules Article 3.1.1 and 3.1.2. <p>II. Application forms and documents:</p> <ol style="list-style-type: none"> 1. Application for change of clearing account information.

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	<p>IV. When the clearing member or its client is U.S. person or U.S. Futures Commission Merchant (FCM) , the clearing member shall state on the account information filed the clearing member.</p>	
<p>III. Management of Margin Accounts</p>	<p>I. OTC derivatives clearing margin accounts opened by clearing member:</p> <p>1. The agreements entered into by clearing members with the settlement bank to open the OTC derivatives clearing margin accounts shall provide the following:</p> <p>(1) Where TAIFEX freezes or transfers funds and securities in a clearing member's OTC derivatives clearing margin account in accordance with Article 54, Paragraph 3, Subparagraph 3 and Article 56, Paragraph 1, Subparagraph 2 of the TAIFEX OTC Derivative Clearing Operating Rules, the clearing member agrees that the settlement bank and other institution will proceed according to TAIFEX's instructions.</p> <p>(2) The clearing member agrees that the settlement bank or other institution may provide details of the clearing member's OTC derivatives clearing margin accounts with TAIFEX at</p>	<p>I. Regulations:</p> <p>1. TAIFEX OTC Derivative Clearing Operating Rules Article 17, 18 and 18-1.</p> <p>2. TAIFEX OTC Derivatives Clearing Enforcement Rules Articles 3.2.3 to 3.2.6.</p> <p>II. Application forms and documents:</p> <p>1. Agreement of opening OTC derivatives clearing margin account and relevant documents.</p> <p>2. Agreement of opening OTC derivatives client margin account and relevant</p>

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	<p>TAIFEX's request.</p> <p>(3) A copy of the agreement will be sent to TAIFEX for filing purposes.</p> <p>2. Clearing members shall open separate “OTC derivatives proprietary clearing margin accounts” and “OTC derivatives client clearing margin accounts” at settlement banks or other institutions designated by TAIFEX, to segregate proprietary margins and client margins and make payments.</p> <p>3. Clearing members may not overdraw, apply a guarantee, or exercise other rights over the deposits or securities in the OTC derivatives client (clearing) margin account, and may not divert the funds to cover the margins, clearing fees, commission, processing fees, or shortfall of other clients or the clearing members proprietary account.</p> <p>II. To change details of OTC clearing margin account provided to TAIFEX, clearing member shall complete an Application Form for Change of OTC Derivatives Clearing Margin Account, and attach a copy of the agreement entered into with the new settlement bank or other institution in accordance with Section 3.2.3 of the TAIFEX</p>	<p>documents.</p> <p>3. Reports of OTC derivatives clearing margin account.</p> <p>4. OTC derivatives client margin account registration form.</p>

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	<p>OTC Derivatives Clearing Enforcement Rules and a copy of the OTC derivatives clearing margin account passbook or proof of account. The application package must be delivered to TAIFEX at least ten business days prior to the effective date of change of OTC derivatives clearing margin account.</p> <p>III. OTC derivatives client margin accounts opened by clearing members:</p> <p>1. The OTC derivatives client margin account agreement entered into between clearing members and financial institutions designated by TAIFEX shall providing the following:</p> <p>(1) Account shall be used for deposit, payment, and disposal of funds and securities with the corresponding clients according to Article 18, Paragraph 1 of the TAIFEX OTC Derivative Clearing Operating Rules.</p> <p>(2) Name (which shall state explicitly "XXX OTC derivatives client margin account"), account number (or code), account opening date, and deposit type.</p> <p>(3) Clearing member may not overdraw, apply a guarantee, or exercise other rights over the deposits or securities in the</p>	

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	<p>OTC derivatives client margin account.</p> <p>(4) All withdrawals from the account must be made by transfer. Cash withdrawal will not be allowed.</p> <p>(5) Clearing member agrees that the financial institution may provide details of the account for auditing purpose by Competent Authority or TAIFEX.</p> <p>(6) When Competent Authority orders in accordance with law for withdrawals from the account to be terminated and all funds and securities in the account to be transferred, the financial institution and the clearing member shall proceed accordingly.</p> <p>(7) If the clearing member and a financial institution agree to make withdrawal transfers on the account by financial Electronic Data Interchange (EDI), online banking, automated teller machine (ATM), telephone banking or any other automated method of electronic fund transfer, a maximum single transaction withdrawal limit and a maximum single day withdrawal limit shall be specified.</p> <p>(8) A copy of the transaction will be sent to TAIFEX for filing</p>	

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	<p style="text-align: center;">purposes.</p> <ol style="list-style-type: none"> 2. Clearing member shall open “OTC Derivatives Client Margin Account” at the institution designated by TAIFEX to deposit client margins and segregate the margins from their assets. 3. Clearing members may not overdraw, apply a guarantee, or exercise other rights over the deposits or securities in the OTC derivatives client margin account, and may not divert the funds to cover the margins, clearing fees, commission, processing fees, or shortfall of other clients or the clearing members proprietary account. 4. When a clearing member handling clearing operations for clients receives margins deposited by the clients, it shall deposit the margins in full to the TAIFEX OTC derivatives clearing margin account. <p>IV. Clearing member shall file, within five business days since the effective date of OTC derivatives client margin account open and change or termination, the following documents to TAIFEX:</p> <ol style="list-style-type: none"> 1. OTC derivatives client margin account registration form. 2. Copy of OTC derivatives client margin account agreement. 	

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	3. Proof of account closure, if filing for termination.	
IV. Client Clearing Operations	<p>I. Clearing member shall sign a client clearing agreement with the client when engaging in client clearing operations, and the agreement must cover the following matters:</p> <ol style="list-style-type: none"> 1. The name of the clearing member and client. 2. The transactions eligible for clearing. 3. Clearing and settlement of cleared transaction. 4. Client margin deposit, withdrawal, and the requirement that all margin be deposited in full to TAIFEX. 5. When a client violates the client clearing agreement, limitations on clearing and settlement and disposal of the client's margin and cleared transaction. 6. When a clearing member is declared bankrupt or is liquidated and TAIFEX suspends that member's clearing operations or terminates the clearing agreement, disposal of client margins in TAIFEX clearing accounts and cleared transactions. 7. Termination of the client clearing agreement and disposal of client margins and cleared transaction. 	<p>I. Regulations:</p> <ol style="list-style-type: none"> 1. TAIFEX OTC Derivative Clearing Operating Rules Article 19, 20, and 22. 2. TAIFEX OTC Derivatives Clearing Enforcement Rules Articles 3.3.1 to 3.3.5, and 6.2.4. <p>II. Application forms and documents:</p> <ol style="list-style-type: none"> 1. Client clearing agreement. 2. Relevant documents of client's instruction. 3. Records of that the clearing member accepts or refuses client's clearing requests. 4. Relevant documents of that

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	<p>8. Clearing related fees.</p> <p>9. Other matters to be recorded as required by TAIFEX.</p> <p>II. When engaging in client clearing operations, clearing member shall obtain the client's signed Letter of Pledge in writing to indicate that the client fully understands the clearing process and agrees to adhere to the client clearing agreement and TAIFEX rules. Clearing member shall deliver the client's written Letter of Pledge to TAIFEX within three business days after signing the client clearing agreement with the client.</p> <p>III. When applying for client clearing operation, clearing member shall proceed according to the client's instructions and the client clearing agreement.</p> <p>IV. Registration and filing of overseas Chinese and foreign nationals:</p> <p>1. When entering into client clearing agreements with overseas Chinese and foreign nationals to establish the rules for clearing operations, clearing members shall check first whether the client has followed the Regulations Governing Investment in Securities by Overseas Chinese and Foreign Nationals to complete registration, and the transactions shall comply with</p>	<p>the clearing member makes a deposit into TAIFEX's OTC derivatives clearing margin account from its own funds.</p>

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	<p>the existing trading guidelines.</p> <p>2. When margin payment/receipt for overseas Chinese and foreign nationals involve fund transfer and reporting of purpose of foreign remittance, clearing members shall follow the Regulations Governing Investment in Securities by Overseas Chinese and Foreign Nationals, the Regulations Governing the Declaration of Foreign Exchange Receipts and Disbursements or Transactions, and the other foreign exchange competent authority's rules.</p> <p>V. The clearing member shall refuse to undertake the client's clearing requests on the client's transaction, when client margin deposited by the client is below the client margin payable by the clearing member or the client fails to perform clearing and settlement obligations.</p> <p>VI. Where the clearing margin balance of a clearing member's client account is lower than the required clearing margin and the client is unable to make up the shortfall by the deadline, the clearing member shall deposit the shortfall from its own funds to TAIFEX by the deadline.</p>	

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	<p>VII. When a clearing member and its client terminate a client clearing agreement pursuant to Article 21 and Article 22 of the TAIFEX OTC Derivative Clearing Operating Rules, the client's Letter of Pledge under Article 3.3.2 of the TAIFEX OTC Derivatives Clearing Enforcement Rules will lose effect at the same time.</p> <p>VIII. When requested to be as a backup clearing member, such clearing member shall first enter into an agreement with the client to agree that the client will, if the current clearing member defaults, transfer the rights and obligations derived from cleared transactions in part or in whole to the backup clearing member, who will perform the clearing obligations to TAIFEX associated with these cleared transactions. The backup clearing member shall file with TAIFEX after establishing the agreement.</p>	
<p>V. Transaction Submission Operation</p>	<p>I. The clearing member and its client in each transaction shall submit the transaction for clearing through an approved trade affirmation platform announced by TAIFEX and complete the affirmation procedure before submitting the transaction for clearing.</p> <p>II. The clearing member's consent should be obtained when client clearing transactions is submitted for clearing.</p>	<p>I. Regulations: 1. TAIFEX OTC Derivatives Clearing Enforcement Rules Article 3.3.8, 4.1.1, 4.2.1, 4.2.3, and 4.2.4. II. Application forms and</p>

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	<p>III. A clearing member may apply to TAIFEX to add or modify position limit over an individual client account. When its client submits a transaction for clearing, once the transaction has passed TAIFEX's transaction eligibility and margin adequacy checks, TAIFEX will further check it based on the position limit set by the clearing member, and it will not be necessary for the clearing member to give consent for each transaction.</p> <p>IV. For transactions of the clearing member and its client within the scope of futures trading for which central clearing is required by Competent Authority, the transaction counterparties shall complete the procedure before the deadline of submitted for clearing by TAIFEX on the next business day following the transaction date.</p> <p>V. According to CFTC's rules on Exempt DCO, TAIFEX limits its Clearing Business for U.S. person and FCM, and U.S. person and FCM submitting a contract to TAIFEX for clearing shall comply with the regulations of TAIFEX.</p>	<p>documents:</p> <ol style="list-style-type: none"> 1. Relevant documents of affirmation of transaction for clearing. 2. Relevant certificates and forms of transaction submission for clearing.
VI. Margin Management Operation	I. Before submitting a proprietary transaction or client transaction to TAIFEX for clearing, the clearing margin deposited by the clearing member must not be lower than the amount required by TAIFEX.	<p>I. Regulations:</p> <ol style="list-style-type: none"> 1. TAIFEX OTC Derivative Clearing Operating Rules

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	<p>II. The client margin collected by the clearing members shall be not less than the amount that individual client accounts required by TAIFEX.</p> <p>III. Clearing member must collect the variation margin and PAI for CTM transactions, which are calculated by TAIFEX, from clients according to the client clearing agreement and shall be calculated in the currency of the cleared transaction and paid in cash.</p> <p>IV. Clearing member must collect the mark-to-market difference and PAA for STM transactions, which are calculated by TAIFEX, from clients according to the client clearing agreement and shall be calculated in the currency of the cleared transaction and paid in cash.</p> <p>V. When the balance of clearing margin of an account of clearing member is lower than the required clearing margin, TAIFEX shall make margin calls for the shortfall. The clearing member shall meet TAIFEX's margin requirement within the period specified by TAIFEX.</p> <p>VI. A margin call must be made by the clearing member to its client when the client margin in the client's account is lower than the</p>	<p>Article 31, 32, 34, 35, 38, and 39.</p> <p>2. TAIFEX OTC Derivatives Clearing Enforcement Rules Article 6.1.5, 6.2.1, 6.2.2, and 6.2.3.</p> <p>II. Application forms and documents:</p> <p>1. Relevant documents of margin collect.</p> <p>2. Relevant records of margin control.</p> <p>3. Relevant records of margin call.</p> <p>4. Relevant documents and certificates of clients' margin deposit and withdraw.</p> <p>5. Clients' margin payments and balance statements.</p>

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	<p>required client margin. This should be specified and carried out in accordance with the client clearing agreement between the clearing member and client.</p> <p>VII. When the balance of client margin of a client account of a clearing member is higher than the required client margin, the client may submit an application to withdraw the margin from the clearing member; calculation of the amount and withdrawal procedures must be in accordance with the client clearing agreement between the client and clearing member.</p>	
<p>VII. Clearing and Settlement Operation</p>	<p>I. Clearing members must separately open proprietary and individual client accounts and record the positions and margins each day.</p> <p>II. When clearing members handle clearing margins for clearing operations and clients handle client's margins for clearing operations, the deposits may be made in TWD and foreign currency announced by TAIFEX, or Book-entry central government bonds and other securities announced by TAIFEX. If the client of the clearing member is an overseas Chinese or a foreign national, the clearing member and the client should deposit the required clearing margins and client's margins by foreign currency announced by</p>	<p>I. Regulations:</p> <p>1. TAIFEX OTC Derivative Clearing Operating Rules Article 15, 20, 30, 41, and 42.</p> <p>2. TAIFEX OTC Derivatives Clearing Enforcement Rules Article 3.1.2, 7.1.2, 7.2.1, 7.2.4, 7.3.1, 7.3.2, 7.3.3, 7.3.4, and 7.4.2.</p> <p>II. Application forms and documents:</p>

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	<p>TAIFEX. The settlement amount including variation margin and mark-to-market difference should be paid or received in the currency of the cleared transaction. Exchange settlement of the necessary funds should be handled by the custodian bank or agent in accordance with the relevant regulations.</p> <p>III. If a clearing member is a branch established within the territory of the R.O.C. by a foreign financial institution, and handles proprietary clearing operations for the head office or other branches, the proviso of the preceding paragraph shall apply mutatis mutandis to the head office or offshore branches.</p> <p>IV. Unless otherwise stipulated, settlement of cleared transactions in the clearing accounts of clearing member must be in cash and in the currency of the cleared transaction</p> <p>V. When the cash margin balance on a clearing member's clearing account is insufficient to pay the settlement amount, they must transfer funds into the clearing margin account opened by TAIFEX at the settlement bank within the specified period.</p> <p>VI. When a clearing member posts a client's securities as margin collateral, the percentage of securities in a client's clearing account</p>	<ol style="list-style-type: none"> 1. Relevant positions, margins and other account details data of proprietary and individual client account. 2. Statements of clearing accounts. 3. Clearing margin payments and balance statements. 4. Balance statements of securities. 5. Clients' clearing agreements or margin securities agreements.

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	<p>that can be posted as margin collaterals out of the required clearing margin for the account couldn't violate the regulation of the competent authority or TAIFEX.</p> <p>VII. When a clearing member posts a client's securities as margin collateral, the clearing member is to state the following explicitly in the settlement transaction or agreement with the client in advance:</p> <ol style="list-style-type: none"> 1. All interest, dividends or other benefits from the securities are the property of the client. All taxes and related expenses are to be paid by the client. 2. It is agreed that the clearing member will deposit such securities with TAIFEX to pay the required clearing margin for the client's clearing account. 3. The methods of securities deposit and withdrawal. 4. The provisions on withdrawal where securities are changed to ineligible to be posted as margin collateral, expire, or have principal installment payments. 5. The provisions on disposing securities where the client fails to perform its settlement obligations. 6. The scope and single deposit limit of the securities. 7. The percentage of margin securities. 	

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	VIII. For clearing members posting securities in the form of bonds as margin collaterals, the rules on accrued interest and withholding tax shall refer to Article 7.4.2 of the TAIFEX OTC Derivatives Clearing Enforcement Rules.	
VIII. Position Management	<p>I. Clearing members applying to transfer defaulting client's positions to its proprietary account shall attach documents of defaulting client and its proprietary account shall have adequate margins.</p> <p>II. Clearing member and client participating in compression shall agree that TAIFEX may provide position details on the clearing accounts participating in compression to the compression service providers.</p>	<p>I. Regulations:</p> <p>1. TAIFEX OTC Derivative Clearing Operating Rules Article 29.</p> <p>2. TAIFEX OTC Derivatives Clearing Enforcement Rules Article 8.1.1 and 8.3.2.</p> <p>II. Application forms and documents:</p> <p>1. Relevant certificates and statements of position management.</p>
IX. OTC Derivatives Default Fund	I. Clearing members are required to contribute to TAIFEX the OTC derivatives Default Fund prior to engaging in clearing operations of OTC derivatives according to Article 2.1.3 and 2.1.4 of the TAIFEX	<p>I. Regulations:</p> <p>1. TAIFEX OTC Derivatives Clearing Enforcement Rules</p>

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Management	<p>OTC Derivatives Clearing Enforcement Rules.</p> <p>II. The calculation, deposit and withdrawal of additional OTC derivatives default funds to be contributed by clearing members shall be guided by Article 10.1.3 of the TAIFEX OTC Derivatives Clearing Enforcement Rules.</p> <p>III. The required Member Assessment to be contributed by non-defaulting clearing members and the disbursement and replenishment operations of the OTC derivatives default fund shall be guided by Article 10.2.2 and 10.2.3 of the TAIFEX OTC Derivatives Clearing Enforcement Rules.</p>	<p>Article 2.1.3, 2.1.4, 10.1.3, 10.2.2, and 10.2.3.</p>
X. Client Default Operation	<p>I. Clearing members shall deem a client to be in default where the client is found in any of the following circumstances:</p> <ol style="list-style-type: none"> 1. The client is unable to fully fulfill its settlement or payment obligations derived from clearing operations at TAIFEX before the given deadline; and is unable to fulfill its obligations within three business days after given notice by the clearing member. 2. Except for the circumstances in the preceding subparagraph, the client has violated other provisions in the client clearing agreement, and fails to improve within thirty business days 	<p>I. Regulations:</p> <ol style="list-style-type: none"> 1. TAIFEX OTC Derivative Clearing Operating Rules Article 10. 2. TAIFEX OTC Derivatives Clearing Enforcement Rules Article 3.3.7 and 7.4.4. <p>II. Application forms and documents:</p>

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	<p>after given notice by the clearing member.</p> <p>3. If there are other stricter stipulations in the client clearing agreement, the stipulations shall be followed.</p> <p>II. Under the above circumstances, the clearing member shall file the client as in default to TAIFEX on the same day, and notify the client at the same time. Clearing member filing client in default to TAIFEX shall meet the following requirements:</p> <ol style="list-style-type: none"> 1. Clearing member file its client in default shall specify default date, client name, client clearing account code and default facts. 2. To file client in default, clearing member shall submit the client clearing agreement and margin call or clearing notice. <p>III. Where a client is in default, a clearing member may dispose the client's securities, and withhold taxes as required by law. Where the aforesaid client's securities are deposited with TAIFEX, the clearing member may not make a request to withdraw the securities from TAIFEX until the clearing member has reported the client's default.</p>	<ol style="list-style-type: none"> 1. Clearing member's notice documents. 2. Client clearing agreements. 3. Relevant documents of defaulting client.
XI. Measures in Response to A	I. Clearing members shall keep confidential all information obtained from their participation in TAIFEX's default management process.	I. Regulations: 1. TAIFEX OTC Derivatives

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Clearing Member's Default	<p>Clearing members shall not disclose such information to any third party, except in response to queries made according to the law.</p> <p>II. TAIFEX will hold default fire drill annually, upon receiving such notification, the clearing members shall dispatch their representatives to participate in the default fire drill.</p>	Clearing Enforcement Rules Article 11.1.3 and 11.1.5.
XII. Business Filing and Record Keeping	<p>I. All business activities shall be filled by the instruction of the TAIFEX OTC Derivatives Clearing Enforcement Rules.</p> <p>II. All records shall be kept according to the instruction of the TAIFEX OTC Derivatives Clearing Enforcement Rules.</p>	<p>I. Regulations:</p> <p>1. TAIFEX OTC Derivatives Clearing Enforcement Rules Article 13.1.1, 13.1.2, 13.2.1, 13.2.2, 13.2.3, and 13.2.4.</p>