

Appendix 1: Guidelines for the Transfer of Securities from a Securities Borrowing and Lending Account to the Transfer Account of the Dealing and Futures Departments

Provider of securities	Requestor of securities	Transfer account	Purpose of borrowing of securities
Securities firm engaging in borrowing and lending of securities	Its proprietary securities department	Proprietary trading account 000000-0	As needed for trading
		Proprietary trading account 55555-5	As needed for a market maker to provide trading quotes and engage in hedging
		Proprietary trading account 55555-6	As needed for a liquidity provider to participate in trading and engage in hedging
		Proprietary trading account 777777-7	(1) ETF participating securities firm engages in the in-kind creation/repurchase, arbitrage, hedging of units of ETFs (2) As needed for providing liquidity of ETFs by liquidity providers of ETFs
		Proprietary trading account 888888-1	(1) As needed for hedging the operation of structured products and equity derivatives business on the TWSE. (2) To handle exercise of

			contract-based and overseas call warrants (central depository account). (3) As needed for hedging contract-based and overseas call/put warrants issued.
		Proprietary trading account 888888-4	As needed for hedging of issuing exchange-traded notes (ETNs)
		Proprietary trading account 888888-8	(1) To handle exercise of call warrants (central depository account) (2) As needed for hedging of issuing call/put warrants
	Its proprietary futures department	Sub-account separately created with the proprietary securities department 888888-3	As needed for hedging and delivery by contract
		Sub-account separately created with the proprietary securities department 888888-2 (note)	As needed for hedging of stock option and stock futures trading by stock option or stock futures market makers

Note: Proprietary futures department may only file information about underlying securities in the sale of stock options or stock futures under the "888888-2" account number, and should not borrow securities from other securities firms engaging in borrowing and lending of securities to sell the underlying securities.