

2024 Evaluation Results of Individual Projects Controlled by the Securities and Futures Bureau(SFB)

#	Authority (Division)	Project Title	Evaluation Opinions	Grade
1	SFB (Securities Firms Division)	Enhancing the competitiveness of the securities firms as well as internationalizin g securities and futures markets	<p>1. Project Management: The implementation progress of this plan was reported on schedule, and the quarterly performance objectives have been achieved on time. Relevant administrative operations were properly controlled.</p> <p>2. Performance: Project goals set for 2024 were reached with good performance. Major achievements were as the following:</p> <p>(1) The FSC amended and promulgated "Regulations Governing Borrowing or Lending Money in Connection with Securities Business by Securities Firms" on August 19, 2024. The FSC had supervised the TWSE accomplished "Regulations Operating Borrowing or Lending Money in Connection with Securities Business by Securities Firms".</p> <p>(2) In 2024, TWSE and other securities-related institutions have revised the internal control regulations of securities firms.</p> <p>(3) The FSC has kept participating in</p>	outstanding

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			<p>IOSCO meetings, strived to share the Taiwan capital market initiatives and held the World Investor Week (WIW) activities in Taiwan so as to keep up with of global supervisory momentum and enhance international visibility.</p> <p>3. Recommendation: In order to enhance international visibility and competitiveness of domestic securities and futures market, please continue to promote new initiatives in securities market, supervise peripheral organizations to hold international conferences and activities, strengthen cooperation with foreign securities and futures institutions, so as to increase the degree of internationalization of the securities and futures markets.</p>	
2	SFB (Securities Trading Division)	Improve the protection of investors' rights, strengthen the management of shareholders meetings and the administration of shareholder services, and actively	<p>1. Project Management: The implementation progress of this plan was reported on schedule, and the quarterly performance objectives have been achieved on time. Relevant administrative operations were properly controlled.</p> <p>2. Performance: Project goals set for 2024 were reached with good performance. Major</p>	outstanding

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		implement the surveillance of stock trading to ensure market discipline.	<p>achievements were as the following:</p> <p>(1) The FSC has supervised the SFIPC to file 30 class action suits and attended 81 shareholders' meetings.</p> <p>(2) The FSC supervised the TDCC to amend the "Standards for the Internal Control System of Shareholder Services Unit" applicable to TWSE-listed, TPEX-listed, and emerging stock companies to strengthen the management of shareholders' meetings and the administration of shareholder services.</p> <p>(3) The FSC has supervised the TDCC to host 3 amendment seminars of "Standards for the Internal Control System of Shareholder Services Unit" and to host 5 seminars of "Solicitation of Proxies for Attendance at Shareholder Meetings", in order to facilitate the advocacy of regulations.</p> <p>(4) The FSC has supervised the TWSE and TPEX to host 4 sessions of "Prevention of Illegal Transactions Seminar", to hold 4 sessions in total of "Securities and Futures Cross-market Surveillance Seminar" and "Illegal Transaction Review Panel Discussion Meeting".</p> <p>3. Recommendation:</p>	

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			<p>Strengthening the protection of investors' rights, supervising the Investor Protection Center to strengthen the protection of the rights and interests of securities investors and futures traders, strengthening the advocacy of shareholders' units, implementing the stock market surveillance system and investigating illegal transactions to maintain market transaction fairness.</p>	
3	SFB (Securities Investment Trust and Consulting Division)	Improving the operation and environment of domestic asset-management industry, and completing the relevant regulations and practice procedure.	<p>1. Project Management: The implementation progress of this plan was reported on schedule, and the quarterly performance objectives have been achieved on time. Relevant administrative operations were properly controlled.</p> <p>2. Performance: Project goals set for 2024 were reached with good performance. Major achievements were as the following: (1) The FSC has amended the regulations of Securities Investment Trust Funds and securities investment consulting services with automated tools, including allowing active ETFs and passive multi-asset ETFs, approving amendments to ETF trading regulations by the TWSE and TPEX,</p>	outstanding

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			<p>and amending the "Regulations Governing Securities Investment Consulting Enterprises" to add a dedicated chapter regulating securities investment consulting services with automated tools.</p> <p>(2)The FSC has supervised SFI to enhance human resource for asset managements and the management of securities investment trust funds, including releasing 2023 report and 2025 budget and working plan.</p> <p>3. Recommendation: The FSC will continue to understand the development of the securities investment trust and consulting industry, and complete the relevant laws and regulations, boost industry development and enhance investor protection.</p>	
4	SFB (Accounting and Auditing Supervision Division)	Enhancing the transparency of corporate financial information, keeping accounting and auditing supervision regulations in line with	<p>1. Project Management: The implementation progress of this plan was reported on schedule, and the quarterly performance objectives have been achieved on time. Relevant administrative operations were properly controlled.</p> <p>2. Performance: Project goals set for 2024 were reached with good performance. Major</p>	outstanding

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		international standards.	<p>achievements were as the following:</p> <p>(1) The FSC Amended “ Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants”.</p> <p>(2) The FSC Amended “Regulations Governing CPA Continuing Professional Education”.</p> <p>(3) The FSC Amended “Regulations Governing Establishment of Internal Control Systems by Public Companies”.</p> <p>(4) The FSC Released 2023 audit oversight report, including the results of audit firm inspection. Conducted on-site inspections of three audit firms.</p> <p>(5) The FSC Attended twenty IFIAR’s meetings such as board meeting, sustainability assurance task force, enforcement workshop, and inspection workshop.</p> <p>3. Recommendation:</p> <p>To enhance the transparency of corporate financial information, and to keep accounting and auditing supervision regulations in line with international standards, it is advised that Taiwan’s adoption of accounting standards should be in step with IFRSs,</p>	

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			and assistance should be provided to companies in adopting IFRSs. It is also advised that audit quality should continue to improve and CPA firms should be supervised by the SFB to implement quality management systems.	
5	SFB (Futures Trading Division)	Improving the futures market's efficiency, expanding the futures industry's scope, and ensuring the security of transactions.	<p>1. Project Management: The implementation progress of this plan was reported on schedule, and the quarterly performance objectives have been achieved on time. Relevant administrative operations were adequately controlled.</p> <p>2. Performance: Project goals set for 2024 were reached with good performance. Significant achievements were as follows:</p> <p>(1) The FSC has supervised the TAIEX in completing the planning for the mandatory clearing of TWD IRS contracts and studying on the Establishment of Self-Match Prevention Mechanism in the futures market.</p> <p>(2) The FSC has supervised the TAIEX to amend the 2024 annual regulatory standards for Futures Commission Merchants and Introducing Brokers</p>	outstanding

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			<p>Internal Control Systems and launch FTSE TWSE Taiwan Mid-Cap 100 Index Futures.</p> <p>3. Recommendation: To enhance the futures market efficiency and market participation, it is advised that the development of the futures market should be tracked sequentially, and new measures or products should be introduced timely to strengthen the efficiency of the futures market and enhance international competitiveness.</p>	