

2023 Evaluation Results of Individual Projects Controlled by the Financial Supervisory Commission (FSC)

#	Authority (Department)	Project Title	Evaluation Opinions	Grade
1	FSC (Banking Bureau, BB)	Provide diverse financial services to support economic development.	<p>1. Project management: The BB submitted quarterly progress reports regarding project execution on schedule and completed all proposed tasks on time. It also properly managed relevant administrative operations.</p> <p>2. Performance: All targets were reached with good performance. Major achievements were as follows: (1) With regard to small and medium enterprise (SME) financing, the outstanding loans by domestic banks as of the end of 2023 stood at NT\$9,766.4 billion, up by NT\$483.1 billion compared to the end of 2022. (2) With regard to financing for the six core strategic industries, the outstanding loans by domestic banks as of the end of 2023 stood at NT\$7,234.8 billion, up by NT\$440.3 billion compared to the end of 2022. (3) The average NPL ratios of loans extended by domestic banks to SMEs and key innovative industries were both lower than 0.3%, achieving the goal.</p> <p>3. Recommendations: (1) Performance in the implementation of the "Program to Encourage Lending by Domestic Banks to Small and Medium Enterprises" and the "Program to Encourage Lending by Domestic Banks to Enterprises in</p>	Outstand ing

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			<p>the Six Core Strategic Industries" were affected by the actual capital needs of enterprises and the actual lending decisions of banks. To create a favorable financing environment and ensure that banks properly control credit risk, the BB should continue to pay attention to the credit quality of relief and revitalization loans provided by banks to enterprises in the future.</p> <p>(2)To provide operational funds for SMEs and key industries, supporting economic development, in the future, please continue to encourage domestic banks to lend to those enterprises while paying proper attention to risk management, and to continually monitor indicators such as the non-performing loan ratio and other indicator related to the quality of bank loans.</p>	
2	FSC (Securities and Futures Bureau, SFB)	Construct a diversified fund-raising environment and expanding the scale of the capital market.	<p>1. Project management: The SFB submitted quarterly progress reports regarding project execution on schedule and completed all proposed tasks on time. It also properly managed relevant administrative operations.</p> <p>2. Performance: All targets were reached with good performance. Major achievements were as follows: (1)The number of new applicant companies for listing on the Go Incubation Board for Startup and Acceleration Firms (GISA) was 41. (2)The Taiwan Stock Exchange</p>	Outstanding

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			<p>(TWSE) and Taipei Exchange (TPEX) carried out 456 on-site visits and telephone interviews to recruit domestic and foreign companies in 2023.</p> <p>(3) 1,813 listed companies have set up corporate governance officers.</p> <p>(4) Companies listed on the GISA had raised NT\$120.93 million in capital.</p> <p>(5) TWSE and TPEX altogether amended five listing rules to enhance the listing environment.</p> <p>3. Recommendations:</p> <p>When setting future goals for the cumulative number of on-site and telephone visits to domestic and foreign companies by TWSE and TPEX, as well as the achievement rate of fundraising amounts for companies applying to register on the GISA, the SFB should evaluate past performance, capital market development, and domestic socio-economic conditions to establish more challenging goals.</p>	
3	FSC (Insurance Bureau, IB)	Strengthened insurance enterprises' solvency and risk management.	<p>1. Project management:</p> <p>The execution of this project has been reported according to the scheduled timeline. Apart from a slight delay in the issuance of the "Regulations Governing the Setting Aside of Various Reserves by Insurance Enterprises," all other tasks have been completed as planned. Administrative operation control remains appropriate.</p> <p>2. Performance:</p> <p>All targets were reached with</p>	Outstanding

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			<p>good performance. Major achievements were as follows:</p> <p>(1)Held three seminars ("Strengthening Compliance with Insurance Laws Seminar 2023," "Insurance Industry Risk Trends Forum 2023," and "Seminar on Aligning Various Reserve Deposit Requirements for the Insurance Industry with IFRS 17 2023") and issued the "Procedures for Reporting the Scope of Major Incidental Events and Other Compliance Matters for the Insurance Industry."</p> <p>(2)Issued eight regulations related to insurance reserves, capital adequacy ratio, and actuarial certification procedures, among others.</p> <p>3. Recommendations:</p> <p>To enhance the operation of insurance enterprises and stabilize the insurance market, the IB is advised to continue to monitor international insurance supervision developments, revise relevant regulations as necessary, and strengthen the solvency and risk management capabilities of insurance enterprises through various policy measures and align our regulatory system with international standards.</p>	
4	FSC (Financial Examination Bureau, FEB)	Obtained better results from financial examinations and carried out more	<p>1. Project management:</p> <p>The FEB submitted quarterly progress reports regarding project execution on schedule and completed all proposed tasks on time. It also</p>	Outstanding

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		rigorous targeted examinations in line with financial market conditions.	<p>properly managed relevant administrative operations.</p> <p>2. Performance: All targets were reached with good performance. Major achievements were as follows:</p> <ol style="list-style-type: none"> (1) Completed 21 targeted examinations. (2) Completed a total of 356 examinations (including full-scope, commissioned, and targeted examinations). (3) Held 11 coordination meetings with financial institutions and the other FSC bureaus. (4) 100% of examined institutions indicated in post-examination surveys that they were "satisfied." (5) Proposed 12 supervisory recommendations to the other FSC bureaus after analyzing results of the targeted examinations. <p>3. Recommendations: Financial examinations serve as an important line of defense in identifying and rectifying deficiencies early. Therefore, the FEB is advised to continue to optimize digital inspection-related systems and tools, enhance the utilization of supervisory technology, strengthen digital inspections and risk management, and plan ongoing training courses on supervisory technology. These efforts aim to enhance the information expertise of inspectors, effectively urging financial institutions to strengthen their cybersecurity</p>	

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			measures.	
5	FSC (Planning Department, PD)	Green Finance Action Plan 3.0	<p>1. Project management: The PD submitted quarterly progress reports regarding project execution on schedule and completed all proposed tasks on time. It also properly managed relevant administrative operations.</p> <p>2. Performance: All targets were reached with good performance. Major achievements were as follows: (1) Conducted the Sustainable Finance Evaluation. (2) Issued 47 sustainable bonds. (3) Established an ESG information integration and inquiry platform. (4) The amount of sustainable bonds issued reached NT\$147.2 billion. (5) Held three seminars on Sustainable Finance Evaluation.</p> <p>3. Recommendations: The Green Finance Action Plan 3.0 includes three core strategies, five major implementation aspects, and 26 specific measures. The PD is advised to continue implementing the aforementioned plan, refining relevant promotion strategies as necessary, to establish a sustainable financial ecosystem, promote information disclosure, and guide funding support for green and sustainable industries, ultimately achieving Taiwan's goal of net-zero carbon emissions by 2050.</p>	Outstanding