

Taiwan Market Report 2019

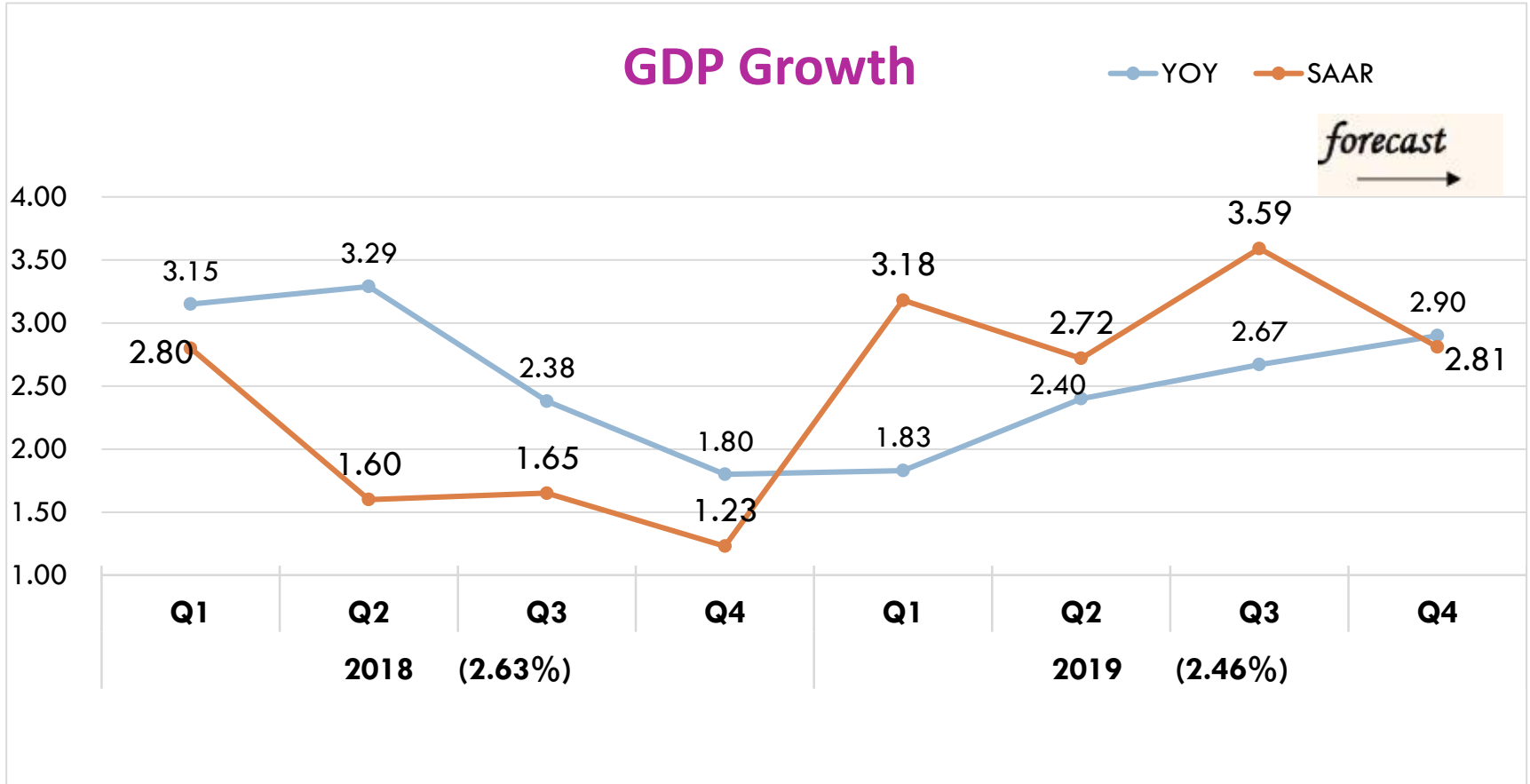
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Taiwan Securities Association

November 4, 2019

Taiwan's Economic Growth



Taiwan Stock Exchange Capitalization Weighted Stock Index (TAIEX)

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Initiatives in Taiwan Securities Market

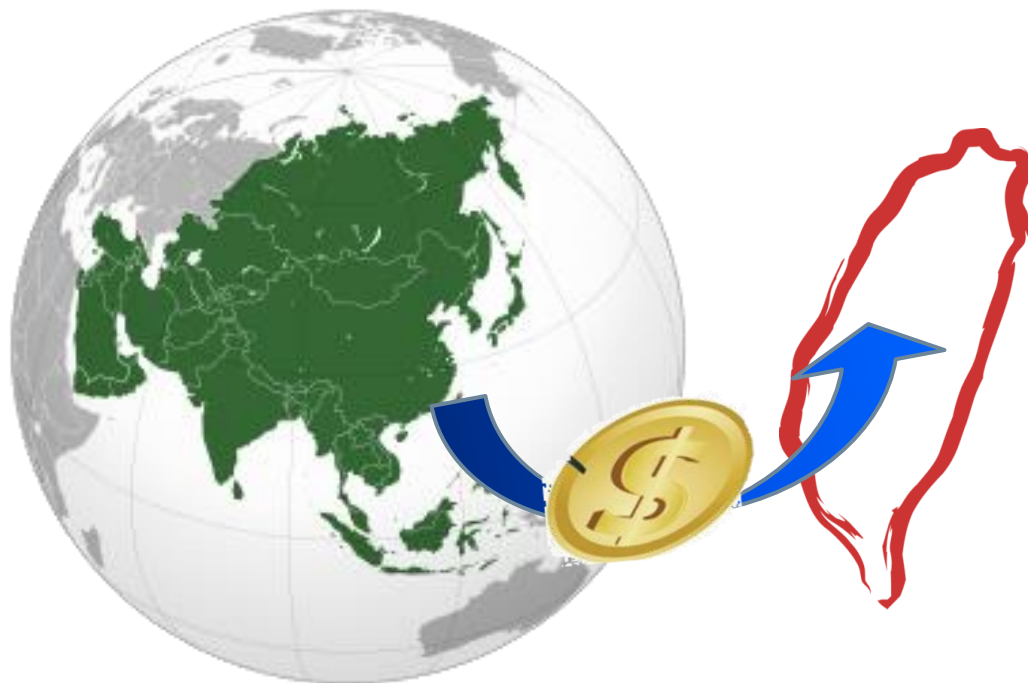
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New Tax Code in Taiwan to Encourage Funds Repatriation

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It is estimated that **more than 10 billion US dollars** will be repatriated to Taiwan in the next two years for real investment, likely to boost domestic demand, and help to maintain economic growth momentum.



The Overseas Funds Repatriation Separate Act

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Applicable Tax Rate

General Tax Rate

Repatriation in 1st year: 8%

Repatriation in 2nd year: 10%

If used in real investment

- tax rate reduced to 4% or 5%

If not used as specified

- tax rate 20%

Individuals:
repatriate overseas funds

Profit-seeking businesses:
repatriate overseas profits

Real investment
70%

Financial investment
25%

Free-to-use
5%

Security Token Offering (STO)

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STO Platform operators acquire the **license of proprietary traders**

Minimum paid-up capital of **US\$3.33 M**

Operating bond of about **US\$330,000**

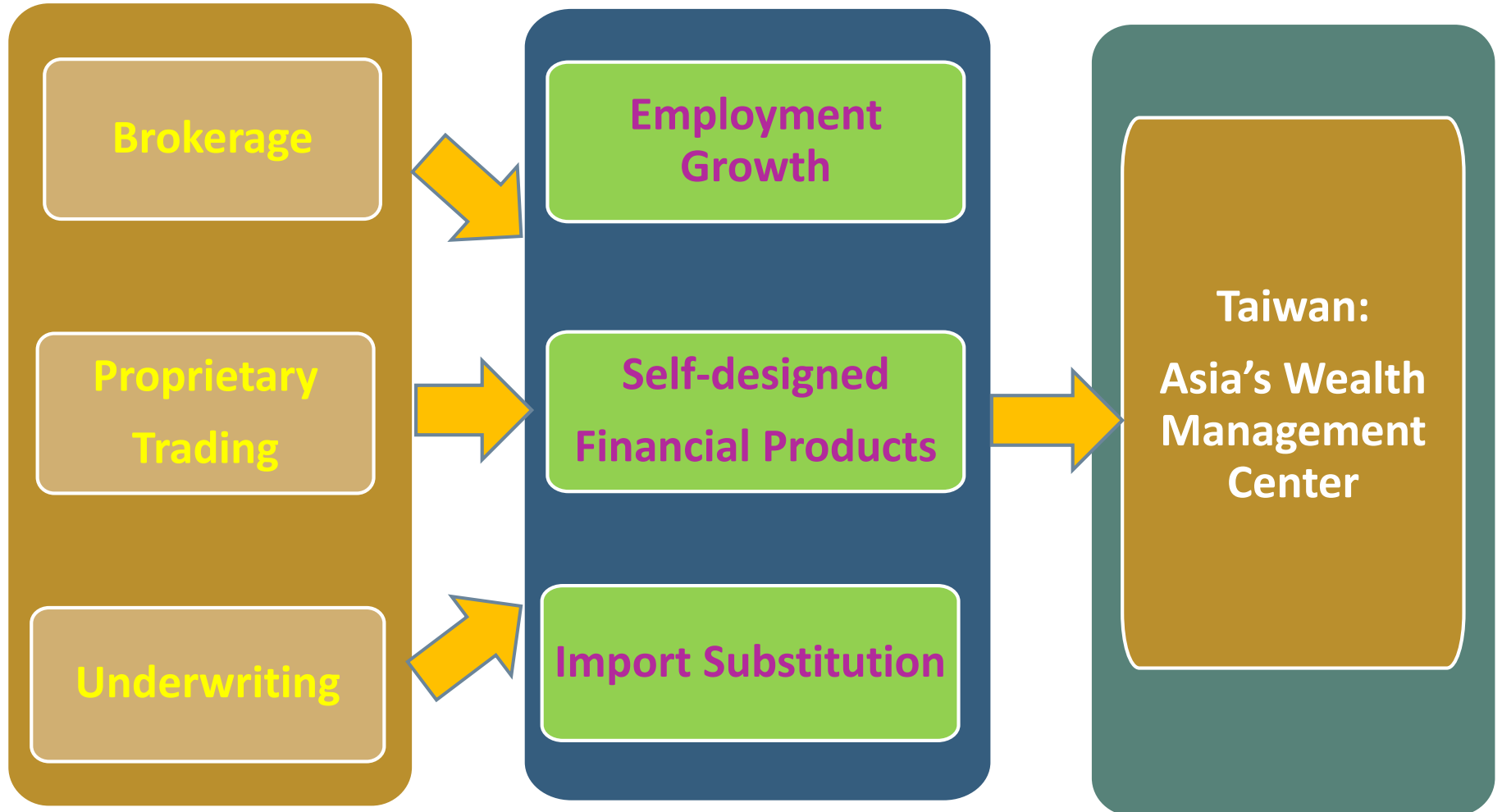
Security Token Offering

For a single platform, total amount of funds raised by all issuers cannot exceed **US\$ 3.33 M**

STO adopts the **Real-Name** system

Conclusion

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A nighttime photograph of the Taipei skyline, featuring the Taipei 101 skyscraper prominently in the center-left. The building is illuminated with blue and white lights. The city lights are visible in the background, and the sky is a deep blue with some clouds. The text "Thank You" is overlaid in white on the right side of the image.

Thank You