

Appendix 2

Comparison of the Regular and Expanded Repo Facilities of the CBC

	Regular Repo Facility	Expanded Repo Facility
Application	As announced by the CBC	<ol style="list-style-type: none"> 1. As announced by the CBC 2. Financial institutions may also participate by applying to the CBC. (Applicable in case of emergency needs for funding)
Eligible counterparties	<ol style="list-style-type: none"> 1. banks 2. bills finance companies 3. Chunghwa Post 4. securities firms (that are designated dealers for the CBC's open market operations) <p>(The above-listed are all eligible to conduct repo transactions with the CBC directly.)</p>	<ol style="list-style-type: none"> 1. banks 2. bill finance companies 3. Chunghwa Post 4. securities firms 5. insurance companies <p>(For securities firms that are not designated OMO dealers, and for insurance companies, they may conduct repo transactions with the CBC through a designated dealer; the rest of the above-listed may conduct repo transactions with the CBC directly.)</p>
Tenor	Within 30 days	Within 180 days

Rate	Variable rates based on market rates and the issuing rates of the CBC's CDs	Variable rates based on market rates and the issuing rates of the CBC's CDs
Eligible collateral	As stipulated in Articles 26 and 27 of <i>The Central Bank Act</i> , but mainly the CBC-issued CDs and NCDs and government bonds	As stipulated in Articles 26 and 27 of <i>The Central Bank Act</i> , but mainly the CBC-issued CDs and NCDs and government bonds

Note: In response to the impact of the global financial crisis, the CBC announced on September 26, 2008, that it would broaden the scope of the repo facility to provide sufficient liquidity for financial institutions.