

**Application for Approval of Form and Terms of Derivatives Contract**

**Part 1: General information**

- 1.1 Application date: .....
- 1.2 Applicant's Name, head office, telephone number and facsimile number: .....  
.....
- 1.3 Name of the derivatives contract: .....
- 1.4 This application is for approval of:
  - Form and terms of a new derivatives contract
  - Amended form and terms of the derivatives contract granted approval on .....(date/month/year).....

**Part 2: Contract specifications**

- 2.1 Contract type: .....  
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- 2.2 Underlying assets / variables:.....  
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- 2.3 Contract size / unit/ multiplier:.....  
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- 2.4 Settlement month:.....  
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- 2.5 Price quotation:.....  
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- 2.6 Minimum price fluctuation / movement:.....  
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- 2.7 Daily price limit:.....  
.....
- 2.8 Trading hours:.....  
.....
- 2.9 Last trading day:.....  
.....
- 2.10 Settlement day.....  
.....

- 2.11 Position limit / accountability and conditions for exemption .....
- .....
- 2.12 Settlement method:.....
- .....
- 2.13 Settlement price or reference price for margin calculation .....
- .....
- 2.14 Exercise price (if any).....
- .....

**Part 3: Details supporting the consideration for approval of the derivatives contract**

- 3.1 The rationale or sources for determining the details of the derivatives contract in Part 2. In addition, to prevent unfair activities, the Applicant shall provide the information indicating that the form and terms of the derivatives contract seeking approval are of low risk with regard to unfair activities that may affect the prices of the derivatives contract or the underlying assets or the range of the variables or the trading of the derivatives contract. In this regard, at least the following information shall be provided:
  - (a) The amount of deliverable supply of the underlying assets in case physical delivery is required;
  - (b) The delivery price or the reference price for calculating settlement price and the source of the price information as well as the reliability and acceptance of such information;
  - (c) The determination of appropriate position limit / accountability.
- 3.2 General information on the underlying assets or variables, e.g., production, issuance, sale, or trading, etc.;
- 3.3 Information indicating the benefits of having the derivatives contract seeking approval for reflecting the price of the underlying assets or the price discovery of the variables, as well as the demand on such derivatives contract for risk management;
- 3.4 In case of securities index variable, specify additional details of the calculation including the following information:
  - (a) The amount of securities and market capitalization of individual component securities and the proportion of securities component of securities index;
  - (b) The methods for selection/ replacement of component securities;
  - (c) Liquidity of component securities for calculating the securities index.
- 3.5 Rules on margin call and collateral placement for the derivatives contract transactions, which are issued by the derivatives clearing house that provides clearing and settlement services to such derivatives contract, and applied for approval
  - Having obtained an approval from the Securities and Exchange Commission according to the SEC Office Letter No. .... dated .....
  - In the process of filing an application for approval with the Securities and Exchange Commission according to the Letter: ..... dated .....

**Part 4: Certification and consent of the Applicant**

I hereby certify that the information in this application and the evidentiary documentation attached herewith are complete, accurate and true in all aspects.

Signature: ..... Authorized person  
Position: .....  
Date: .....

Signature: ..... Authorized person  
Position: .....  
Date: .....

Applicant’s seal (if any)

**Attachments:**

- 1. Form and terms of the derivatives contract seeking approval
- 2. Supporting documents containing the details as specified in Part 3 for the consideration of approval, as follows:

- 2.1 .....
- 2.2 .....
- 2.3 .....
- 2.4 .....

**Remarks:**

- 1. The Applicant may create a new application form containing the complete forms and terms specified in this application form;
- 2. In case of applying for approval of an amended form and terms, specify the amended parts and submit documents containing the details regarding the amendments of the derivatives contract;
- 3. Every page of the original copy of the application form and evidentiary documentation shall be signed by the authorized director(s) who bind(s) the juristic person who files the application. Every page of the duplicate copies shall be certified with signature.

Two contact persons of the Applicant:

1 Full name: ..... Position: .....  
Telephone No.: ..... Facsimile No.: .....  
Email address: .....  
2 Full name: ..... Position: .....  
Telephone No.: ..... Facsimile No. ....  
Email address: .....

For SEC official use: Full name: .....  
Date of consideration: .....

Supporting documents  Complete  
 Incomplete, requiring additional evidentiary documents as follows:  
1) .....  
2) .....  
3) .....

Result of consideration  Approval recommended  
 Approval not recommended because .....  
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Remark:  
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