

5. Close the pledge of short-term bills between investors

Upon receipt of pledgee' s application for closing the pledge, TDCC transfers pledgee' s bills from their accounts into pledger' s bill accounts (proprietary position) with deductions of the pledger' s pledged position.

6. Close the pledge of short-term bills by Investors to the Bill Dealers

Upon receipt of pledgee' s application for closing the pledge, TDCC transfers pledgee' s bills from their accounts into pledger' s bill accounts (proprietary or reverse repo positions) with deductions of the pledger' s pledged position.

7. Close the pledge of short-term bills by bill dealers to other bill dealers

Upon receiving pledgee dealer' s application for closing the pledge, TDCC transfers bills from pledgee' s accounts into pledger' s proprietary positions with deductions from pledger' s pledged position.

8. Acquisition of short-term bills through exercise of pledge

Upon receiving a pledge exercise instruction from a pledge bank, TDCC then transfers the given amount of bills from pledgee' s pledge position into the pledgee' s proprietary position or the reverse repo position, with deduction of pledged amount from the pledged position of pledger' s bank accounts.

9. Acquisition of short-term bills by bill dealers from other bill dealers through exercise of pledge

Upon receiving a pledge exercise instruction from a pledge dealer, TDCC verifies relevant documents and then transfers the given amount of bills from pledgee' s pledge position into the pledgee' s proprietary position with deduction of pledged amount from the pledged position of pledger dealer.