



TWDC











Taiwan Digital Currency



Topic of Today

- What are Stablecoins vs. other Crypto Currency ?
- Why are They the Future of Finance ?
- How are the Governed ?
- Our Efforts to Launch a Taiwan Dollar Stablecoin “TWDC”

Types of Stablecoins :

#	NAME	PRICE	24H CHANGE	MARKET CAP. 1
1	 USDT Tether	\$ 1.00	0.01%	\$ 74.69B
2	 USDC USD Coin	\$ 1.00	0.01%	\$ 37.23B
3	 BUSD Binance USD	\$ 1.00	-0.05%	\$ 12.90B
4	 UST TerraUSD	\$ 1.00	0.11%	\$ 7.23B
5	 DAI Multi-Collater...	\$ 1.00	0.20%	\$ 6.49B
6	 TUSD TrueUSD	\$ 1.00	0.14%	\$ 1.28B
7	 FRAX Frax	\$ 1.00	0.13%	\$ 1.14B
8	 USDP Pax Dollar	\$ 1.01	0.12%	\$ 955.91M
9	 LUSD Liquity USD	\$ 1.00	0.10%	\$ 720.56M
10	 USDN Neutrino USD	\$ 0.984400	0.27%	\$ 559.01M

- **Fiat based-** backed by existing currencies like USD, JPY, RMB etc.
 - *Private money- launched by Crypto companies like Coin, Luna, Tether, etc.*
 - *Public money- launched by central banks- eRMB (most other central banks including Taiwan Central Bank are experimenting with their own stable coins).*
- **Commodity based -** backed Gold, Silver, etc.
- **Crypto based-** backed by other crypto currencies
- **Algorithm based-** use algorithms to track fiat currencies or other indexes (Luna's Terra, for example).

Crypto is the Future



Especially stablecoin - which like gold over 2,000 years ago became a currency backed on an asset. Stablecoin is based on fiat currency-making it less volatile and giving it legitimacy (by being back by something accepted as “real”- the New Taiwan Dollar in our case.

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Taiwan always wants to be a financial center but our banking system is too outdated. Stable coin can help us leap ahead.

Generally speaking Stable coin is better than fiat currency:

1. Faster (Instant, 24H), more user friendly (all from your wallet), cheaper (in theory, but depends on the underlying blockchain)- eventually will be cheaper.
2. Promotes a democratization of wealth- does not depend on your banking relationships and can be used to encourage savings and investment in the smallest increments.
3. More direct- no need to go through banks to settle either locally or internationally.

China's eRMB is leading the charge and it will help the RMB gain ground as a global settlement tool.

How are crypto currencies governed?

- *Mostly defined as a commodity not as money (as is the case In Taiwan)*
- *In Taiwan only AML and KYC laws apply to crypto currency, but we would like to see more laws created to properly regulate and protect investors.*
- *Japan is one of the first countries to introduce more comprehensive laws governing crypto and they come from the financial regulator.*
- *USA will follow shortly.*

Japan Passes Landmark Stablecoin Bill for Investor Protection: Report

The new legal framework will take effect in a year.

By **Amitoj Singh** 🕒 Jun 3, 2022 at 2:34 p.m. Updated Jun 3, 2022 at 9:59 p.m.

▲ Source: Coindesk

Biden Official Says US Government Could Pass Stablecoin Rules by End of Year

The President's Working Group on Financial Markets discussed issues that should be addressed by stablecoin legislation in a meeting Thursday.

By **Nikhilesh De** 🕒 Jul 1, 2022 at 2:20 a.m. Updated Jul 1, 2022 at 2:31 a.m.

▲ Source: Coindesk

TWDC issued by Semper Verea

- We have **put together a consortium of uses** to guide the future development of the stable coin including local banks, credit card companies, online payment platforms, and technology companies. This founders group will be the stewards of the TWDC and they will be the initial users of it.
- **TWDC is 1:1 backed by the New Taiwan Dollar**. Customers money will be placed in a guarantee account in a local Taiwanese bank. No interest is paid in guarantee accounts, and the funds cannot be invested - they are purely held in trust until the customer redeems the TWDC for NTD.
- Regulators and the Central Bank are concerned about **investor protection and stability** of the financial system. TWDC takes both considerations as fundamental governance aspects. We will work with the regulator to make this a success.
- **TWDC goal is not to be a money making venture** - it is to create an eco system for Taiwanese companies and individuals to start using this tool for payment, supply chain settlement, gaming, etc. etc. It is a beginning and we will all see where it takes us!

Thanks!

Any questions?

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