

MEMORANDUM OF UNDERSTANDING ON THE
EXCHANGE OF INFORMATION BETWEEN THE
COMISION NACIONAL DE VALORES IN BUENOS
AIRES AND THE SECURITIES AND EXCHANGE
COMMISSION IN TAIPEI

1. The Comision Nacional de Valores in Buenos Aires ("CNV") and the Securities and Exchange Commission in Taipei ("SEC") and jointly with the CNV (hereinafter referred to as "the Signatories") are aware, in general, of the growth of the cross-border equities and derivatives markets, and in particular, of the increasing volume of transactions between their respective markets. As long standing members in the International Organization of Securities Commissions ("IOSCO"), the Signatories are also aware of the benefits of mutual cooperation between capital markets regulators within both a multilateral and bilateral framework.
2. The Signatories believe that, as international participation in derivatives markets continues to grow, it becomes increasingly important to establish arrangements for the Signatories to exchange supervisory, surveillance and investigatory information in order to assist each other in securing compliance with the laws, regulations and rules of the CNV and SEC relating to derivatives markets, to the extent permitted by the law of each country. This should serve to improve the protection of investors, to help strengthen the adequate supervision and effective regulation of the derivatives business, to enhance the supervision of cross-border transactions in derivatives products, and to prevent fraudulent and other prohibited practices, thus protecting the integrity of the derivatives markets.
3. The Signatories agree to consider carefully each request for information from the other relating to supervision, surveillance, and investigation as described in paragraph 2 above. In order to facilitate the timely processing of requests, the Signatories agree to appoint as contact persons those designated in Appendix A.
4. This Memorandum represents an important step towards improving co-operation between the Signatories in the supervision of their respective derivatives markets. The Signatories look forward to a productive



measures relating to the exchange of information should such measures prove necessary or appropriate.

5. This Memorandum of Understanding shall enter into force on the date of signature by each party of the Signatories.
6. The Signatories shall inform each other of the adoption of the domestic measures that may be necessary to implement the provisions of the MOU. This MOU shall immediately enter into operation upon the mutual exchange of letters of such notification.

IN WITNESS WHEREOF the Undersigned have signed this Memorandum.

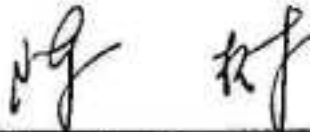
Done in Buenos Aires, Argentina, on the second day of November of 1995 in duplicate in English language, in Spanish language, and in Chinese language. The English version will be prevailing in the event of any interpretational divergence between any two of the versions.

For:
The Comision Nacional
De Valores In Buenos Aires



Guillermo Harteneck
Chairman

For:
The Securities And Exchange
Commission In Taipei



Gordon S. Chen
Chairman

Appendix A

Contact Points

- * The Comision Nacional de Valores in Buenos Aires:

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