

**MEMO# 7912**

June 3, 1996

## **DRAFT RESPONSE ON NEW TAIWAN RULES FOR OFFSHORE FUND SALES**

ACTION REQUESTED URGENT June 3, 1996 VIA FAX TO: INTERNATIONAL COMMITTEE No. 17-96 RE: DRAFT RESPONSE ON NEW TAIWAN RULES FOR OFFSHORE FUND SALES

\_\_\_\_\_ As we previously informed you, the Securities and Exchange Commission of Taiwan is considering revising the regulations that apply to the sale and marketing of offshore funds in Taiwan. At the Commissions request, the Institute submitted comments on an appropriate framework for regulating offshore fund sales and marketing in Taiwan and participated through counsel in Taiwan at a Commission hearing on this matter. See Memorandum to International Committee No. 15-96, May 9, 1996. We understand that the Commission intends to propose new offshore fund regulations soon. The Commission has asked the hearing participants to respond to a number of specific questions about possible new offshore fund regulatory regimes in preparation for another hearing in a few weeks. Attached is a draft response to the Commissions questions. Please review the draft and provide us with any comments you have by COB Wednesday, June 5. You can reach me by phone at 202 326-5826 or by fax at 202 326 5841. Thank you for your prompt response. We will keep you informed of developments. Mary S. Podesta Associate Counsel - International Attachment