

Memorandum of Understanding

1. Objectives

The Australian Financial Markets Association (AFMA) and the Securities Association of China (SAC) have reached an agreement on the Memorandum of Understanding (MOU), as written below, to further develop and foster the close relationship that exists between them, to cope jointly with changes in international financial markets and to further develop the securities industry in the markets that each association represents.

2. Mutual cooperation under the MOU

To accomplish the objectives mentioned above, AFMA and SAC shall cooperate with each other in the following areas.

- 1) Both AFMA and SAC shall consider conducting when deemed necessary:
 - Senior officials' visits and meetings and
 - Staff visits and meetings.
- 2) Both AFMA and SAC shall consider establishing channels for exchange of information, inter alia, regarding the following topics:
 - Laws and regulations in securities business and markets,
 - Planning, development and operation of efficient securities trading practices and mechanisms,
 - International clearance and settlement procedures, and
 - Accreditation and training for market professionals.
- 3) Both AFMA and SAC shall cooperate and co-work to further develop the Asia-Pacific securities markets and raise the region's presence in international forums related to the securities industry. For this purpose, both the associations shall consider:
 - Cooperating in, or co-hosting, seminars for the Asia-Pacific securities market participants, and
 - Collaborating in expressing common interests and producing input and materials for international forums, in which both the associations participate.
- 4) Both AFMA and SAC shall consult and cooperate with each other when deemed necessary on other issues of mutual concern.

3. Effectiveness

The MOU shall become effective when the Chairmen of AFMA and SAC have signed its two originals in duplicate in Chinese and English languages, both versions being equally authentic. Each association shall keep one for its records.

10 August, 2008



Chum Darvall
Acting Chairman, AFMA



Huang Xiangping
Chairman, SAC