

## Association and Business Activities in 2005

In 2005, the SITCA completed each required assignment in accordance with applicable laws, Articles of Incorporation, self-disciplinary rules, and represented members to lobby and communicate with the regulator to open up for new fund and advisory business. The followings are our major initiatives and projects:

### Association activities in general

#### Meetings, activities, and social events

- I. To smoothly implement the Association activities in the year of 2005 and obtain a good supervisory performance of the activities, the Association convened 1 meeting of General Assembly, 4 Joint Meetings of the Board of Directors and 1 meetings of the Board of Supervisors. Other major resolutions are as follows:
  1. On July 21, the Third Session, the Second General Assembly meeting was held at the Memorial Conference Center of the National Taiwan University. The meeting approved the revisions of Article of Incorporations and resolved that any entity engaging in the offering and distributions of offshore funds shall apply for SITCA membership. Also in the meeting, the required number of managing directors and supervisors were canceled.
  2. On November 9, the Third Session, the Third meeting of the Board of Supervisor was held. In the meeting, the previous Chairman Yeh, Chin-Hai resigned and his position was replaced by Ms. Ho, Mei-Yi, Chairwoman of GMS Investment Consulting Co., Ltd.
  3. To strengthen international cooperation and cross-strait business exchange, enhance the industry research and develop new business, and clearly define the business operations between each division, on April 1, the original Business Research Division was renamed as Industry Legal Affair Division. Also the Industry Strategy and Research Division was newly created.
- II. To promote social exchange, friendship, consensus, and seek common voice and interests between and among members, the Association organized the following activities:
  1. Held the "Annual SITE and SICE Bowling Tournament of 2005".
  2. Held the "Annual SITE and SICE Golf Tournament of 2005".
  3. Held the quarterly "Executive Management of SITE and SICE Social Gathering of 2005".
  4. Held the "SITE & SICE Karaoke Contest of 2005".

### Strengthen the information service to members and the public

- I. Disclose important messages and SITE fund related information
  1. Held post-lunar calendar year press conference and report the work and accomplishments for the year of 2004 and initiatives for the year of 2005.
  2. Since June 1996, the Association entrusted Professor Tsun-Siou Lee and Professor Sean-Bii Chiu from the Finance Department of National Taiwan University to conduct fund performance measurement of domestic funds on either a monthly or quarterly basis, and issue the statistic monthly reports.
  3. The Association's website onshore fund area added newly created items: excluded business day for calculating fund NAV, private placement funds, bond funds disclosures, and offshore funds important announcements.
- II. Established the library reading room to display all kinds of information, including newspapers, magazines, and international journals and periodicals that can be used for free information search by the members and the investors. Also, some promotional pamphlets were also displayed for investors' use without any charges.
- III. The website has been revamped as follows: announcement, member news, Association's affairs, member profiles, industry updates, laws and regulations, securities investment trust & consulting act, members' filings, education and promotions, related websites, investor protection, job vacancy, download area, and contact us.,etc.
- IV. The website has also included public information for authorized SICEs for investors' reference, the website platform includes: members' profiles, company history and outlook, research team background, and business activities.
- V. Provided investors' complaint and mediation services

In 2005, the Association received a total of 38 investors' complaints for disputes between investors and member companies. 31 of the 38 cases have been settled peacefully.

### Managed different license filing, registration, and review

- I. Managed the preliminary review of discretionary investment business and in 2004, the Association received and completed the review of a total of 2 applications.
- II. Managed the registration of SITE and SICE