

**The Foreign Exchange Committee endorses the SFEMC's recommendation regarding the treatment of the Taiwan dollar fixing rate for September 12, 2001.**

On September 12, 2001 the daily 11:00AM fixing rate for the Taiwan dollar was published during the afternoon of September 12 leading market participants to question whether the published rate reflected 11:00 AM trading. In an effort to provide guidance on the treatment of the fixing rate, the Singapore Foreign Exchange Market Committee issued the attached statement recommending that market participants use the fixing rate of September 13 in lieu of the September 12 fixing rate. The Foreign Exchange Committee fully endorses this recommendation in accordance with market best practices.

SFEMC statement:

**SFEMC statement regarding the treatment of the Taiwan dollar fixing rate for September 12, 2001**

On the morning of Sept 12 (Wednesday), the Taiwan Central Bank stated that the FX, futures and the stock markets in Taiwan will be closed. Consequent on the announcement, the FX banks in Singapore, in the interest of certainty, agreed that it would be prudent and commercial to use the 11 am fixing rate appearing on the following business day. Accordingly, there was no 11 am fixing rate on that day. After 11 am the same day, the Taiwan Central Bank stated that FX trading in Taiwan will resume at 12 noon. Notwithstanding the resumption of FX trading at 12 noon, the banks decided that it would be reasonable to maintain the agreement reached that morning to use the 11 am fixing rate on the following business day.