

**Regional Perspectives Panel:
Central America
El Salvador, Guatemala,
Nicaragua and Panama**

**ACSDA 2010 General Assembly
March 10 - 11, 2010 in Tampa Bay, USA**



Who Does What:

	El Salvador	Guatemala	Nicaragua	Panama
Trade Recording	BVES (Exchange)	BVN (Exchange)	BVDN (Exchange)	BVP (Exchange)
CCP	NA	NA	NA	NA
Allocation to Client Accts	NA	BVN (*Only on Demat issues minimal)	Optional	NA
Securities Clearing Gross/Net	CEDEVAL (Gross)	BVN (Gross)	CENIVAL (Gross)	LATINCLEAR (Gross)
Cash Clearing Gross/Net	BVES (Net)	BVN (Gross)	NA	LATINCLEAR (Net)
Securities Settlement	CEDEVAL (Gross)	BVN (Gross)	CENIVAL (Gross)	LATINCLEAR (Gross)
Cash Settlement	BVES, Banco Central de Reserva (Central Bank)	Central Bank	Participants settle among themselves	Bank of Panama (Central Bank)
Custody, Asset & Issuer Svcs	CEDEVAL	BVN	CENIVAL	LATINCLEAR

Ownership & Governance Models

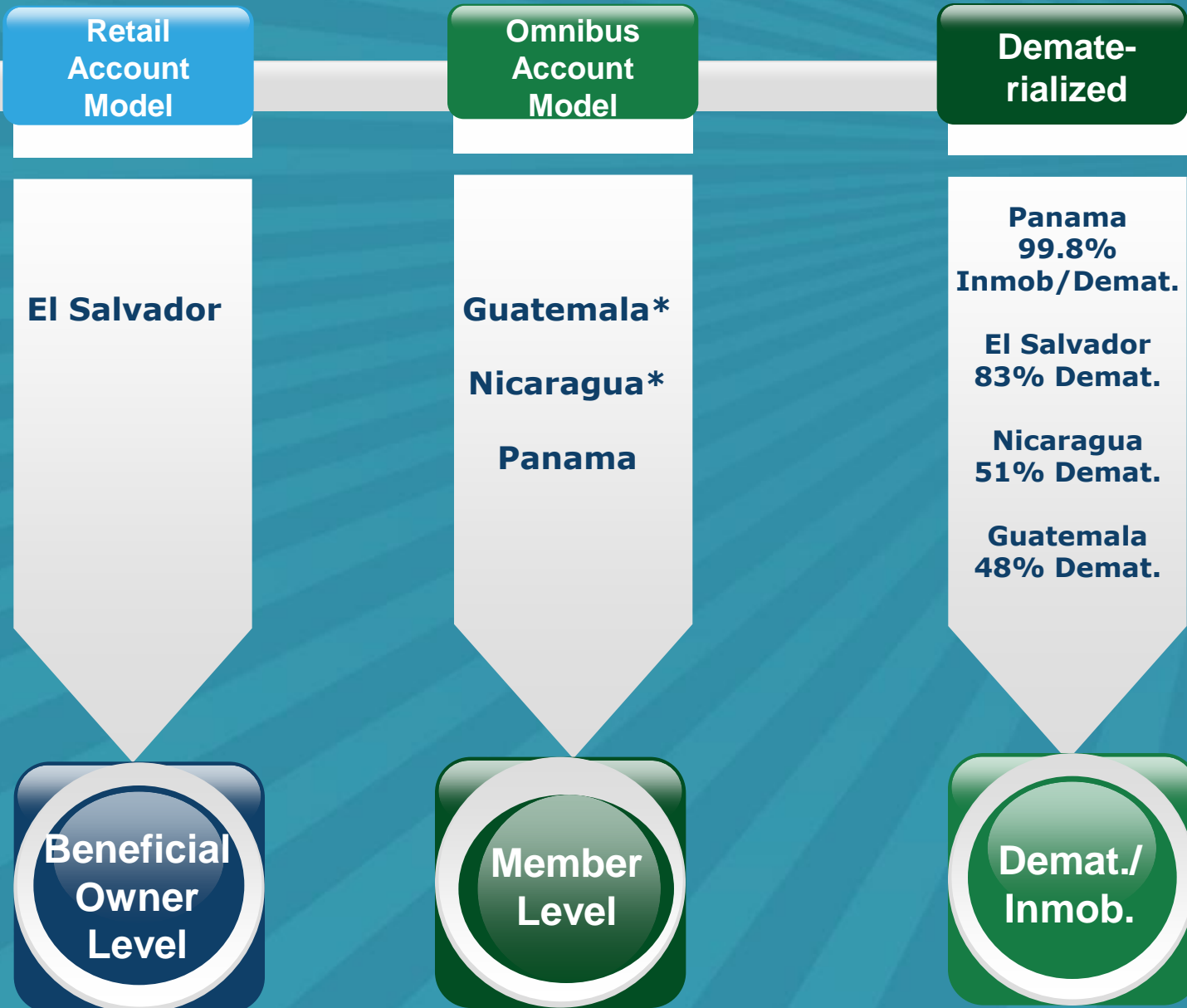
	El Salvador	Guatemala	Nicaragua	Panama
CSD	CEDEVAL	BVN (Currently part of the Exchange)	CENIVAL	LATINCLEAR
For Profit	YES	YES	YES	YES
Publicly Traded	YES	NO	NO	YES
Share holders	89% owned by the El Salvador Stock Exchange (BVES) 11% Participant owned	Currently part of the Stock exchange.	93% owned by the Bolsa de Valores de	22% Broker-Dealers 24% Banks 13% Exchange (BVP) 36% Corporations 5% Individuals
Board Seats	10 Members	19 Members	10 Members 1 Central Bank	14 Members 6 indep.

Securities Servicing

Country	CSD	Equities	Corporate Bonds	Money Market	Government Securities
El Salvador	CEDEVAL	✓	✓	✓	✓
Guatemala	BVN*	✓	✓	✓	✓
Nicaragua	CENIVAL*	✓	✓	✓	✓
Panama	LATINCLEAR	✓	✓		✓

*All instruments are eligible, equities and Money market are not typically held at the CSD

Depository Account Structure and Dematerialization



*Mixed with the possibility to identify the Beneficial Owner

Securities on Deposit 2009

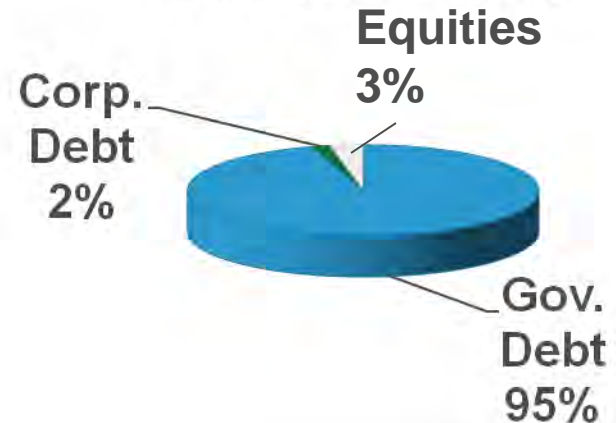
Country	CSD	Value (USD)
El Salvador	CEDEVAL	6.2 billion
Guatemala	BVN	1.7 billion
Nicaragua	CENIVAL	671 million
Panama	LATINCLEAR	4.6 billion

Securities on Deposit 2009

CENIVAL Nicaragua



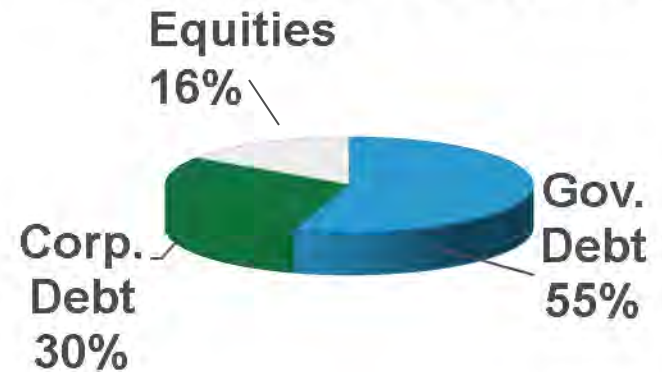
BVN Guatemala



LATINCLEAR Panamá



CEDEVAL El Salvador



Equity Transaction Volumes 2009

Country	Market	Equity Trades	Value of Equity Trades (USD)
El Salvador	BVES	1,166	5.2 Million
Guatemala	BVN	21	145,686
Nicaragua	BVDN	1	250,000
Panama	BVP	1,316	312.7 Million

Bond Volumes 2009

Country	Market	Debt Trades*	Value of Debt Trades* (USD)
El Salvador	BVSE	8,985	2.69 billion
Guatemala	BVN	6,041	11.9 billion
Nicaragua	BVDN	2,284	545.79 million
Panama	BVP	867	449.7 million

*** Repo's are included**

Asset Servicing 2009

Country	CSD	Value (USD)
El Salvador	CEDEVAL	1.4 billion
Guatemala	BVN	696 million
Nicaragua	CENIVAL	24.63 million
Panama	LATINCLEAR	1.47 billion

2009 Highlights and Challenges

CEDEVAL , El Salvador

- FITCH Rating for Central America of AA+ (stable) for third consecutive year.
- Evaluation and rating from Thomas Murray.
- Securities on deposit up to approx. 25% of the GDP of El Salvador, and 83% of the total of securities is in dematerialized form.
- Securities on deposit increased by 7.8%.

2010 Challenges and Plans

CEDEVAL , El Salvador

- Implementation of the Real Time Gross Settlement System (RTGS) by the Central Bank for the entire financial system.
- Implementation of an integrated settlement system by CEDEVAL to achieve a better DVP.
- Achieve a up to 90% of securities in dematerialized form.
- Complete information and documentation for the rating of CEDEVAL by the Association of Global Custodians (AGC) according to the standard 17-f-7 of the Securities and Exchange Commission (SEC).
- Strengthening CEDEVAL's financial soundness by an increase in shareholders' equity.

2009 Highlights and Challenges

LATINCLEAR, Panama

New Initiatives (CCV):

- ❑ **New Custody Services:** negotiable instruments, promissory notes, government payment instruments.
- ❑ **New Services:** Payment, Register and Transfer Agent, Escrow Agent and Trustee Agent.
- ❑ **Development of an options Project** (along with Panama Stock Exchange-PSE).
- ❑ **Expanded custody services for international markets** (through CB account)

2009 Highlights and Challenges

LATINCLEAR, Panama

New Initiatives (CCV):

Technology platform:

On April 30th, 2009, we completed the implementation of a new technological platform; to update and upgrade the system for approximately 15 custody modules, corporate stocks and other related businesses.

Reorganization Plan of BVP and Latin Clear

On October 22nd, 2009, in two separate General Assembly meetings, stockholders of Panama Stock Exchange (PSE) and Central Latinoamericana de Valores S.A. (Latin Clear), approved a new corporate reorganization plan by establishing a common holding company. As a result, the shareholders of both entities were consolidated into a new holding company while both PSE and Latin Clear remain operating as separate companies with separate management, staff, assets, etc. This corporate reorganization must be completed by late June 2010.

2010 Challenges and Plans

LATINCLEAR, Panama (Continued)

- ❑ To Develop an Options Program in conjunction with the Panama Stock Exchange (PSE).
- ❑ Clearance and Settlement of market operations:
- ❑ Latin Clear and the PSE, will develop a task force in order to consider a shortened settlement cycle (T+3 to T+2) for the entire market.
- ❑ Implement swift system

2009 Highlights and Challenges

CENIVAL, Nicaragua

In 2009 we:

- Made our first's cross-border transactions through the linkage with Panamá.
- Signed an agreement with the Nicaragua Central Bank in order to handle the book-entry for securities issued by the public sector.
- 117% increase in securities in custody and 51% of them are in dematerialized form.
- Create a new Website with online consultations.
- Set an alternate processing site for contingencies.

2010 Challenges and Plans

CENIVAL, Nicaragua

In 2010 we expect to achieve the following goals:

- Dematerialisation of the entire public debt
- Complete clearing and settlement of transactions, including securities and cash on delivery versus payment DVP.
- Strengthen our technology infrastructure

2009 Highlights and Challenges

BVN , Guatemala

During the year of 2009 the following goals were achieved:

- Finalized the decision to separate the securities depository from the Stock Exchange
- Developed the book-entry system for equities.
- Increased amount on deposit 60%.

2010 Challenges and Plans

BVN , Guatemala

For the year 2010 the main challenges will be:

- Launching to the market the CSD: “Central de Valores Nacional, S.A.” –CVN-
- Desmaterializing securities issues by financial entities.
- Linking to the financial system through standardized messaging.
- Final phase for implementing RTGS Settlement in all markets.