

September 6, 1992

Definitions

For purposes of Part B of Mexico's schedule:

**capital** means the following, as defined in Mexican measures, applied on a national treatment basis:

Type of Financial Institution	Concept of "Capital"
commercial banks	capital neto
securities firms	capital global
insurance companies	
casualty	requerimiento bruto de solvencia (allocation to casualty insurance)
life and health	requerimiento bruto de solvencia (allocation to life and health insurance)
factoring companies	capital contable
leasing companies	capital contable

**Foreign Commercial Bank Affiliate** means a Foreign Financial Affiliate that is a commercial bank;

**Foreign Financial Affiliate** means a financial institution established in Mexico and owned and controlled by a financial service provider of another Party;

**Foreign Insurance Affiliate** means a Foreign Financial Affiliate that is an insurance company; and

**Transition Period** means the period beginning with the entry into force of the Agreement and ending on the earlier of i) January 1, 2000, or ii) six years from the entry into force of the Agreement.