



BANGKO SENTRAL NG PILIPINAS

**OFFICE OF THE DEPUTY GOVERNOR
FINANCIAL SUPERVISION SECTOR**

MEMORANDUM NO. M-2018-023

**To : ALL BANKS AND NON-BANKS WITH QUASI-BANKING FUNCTIONS
(NBQBs)**

**Subject : Reminder on Testing the Overnight Lending Facility (OLF) of the BSP
as Part of Liquidity Contingency Planning**

Banks/NBQBs that identify the OLF of the BSP as a secondary source of liquidity in their respective contingency funding plans (CFPs) are reminded to incorporate availments from the said facility in the regular testing of the CFP to ensure that the plan can be efficiently executed.

The foregoing is consistent with the supervisory expectations set out in the Guidelines on Liquidity Risk Management under Appendix 74/Q-44a of Subsection X176/4176Q of the Manual of Regulations for Banks/NBFIs, specifically relating to the funding sources during stressed conditions.

For compliance.


CHUCHI G. FONACIER
Deputy Governor

3 August 2018