



**BANGKO SENTRAL NG PILIPINAS**  
**OFFICE OF THE GOVERNOR**

**CIRCULAR NO. 921**  
**Series of 2016**

**Subject: Amendments to Provisions of the Manual of Regulations for Banks and Manual of Regulations for Non-Bank Financial Institutions pertaining to the Interest Rate Corridor (IRC) System**

The Monetary Board, in its Resolution No. 1275 dated 21 July 2016, approved the amendments to certain provisions of the Manual of Regulations for Banks (MORB) and the Manual of Regulations for Non-Bank Financial Institutions (MORNBFI) pertaining to the Bangko Sentral ng Pilipinas' monetary operations under the IRC system:

**Section 1.** Subsection X601.1 of the MORB/Section 4601Q.1 of the MORNBFI on the "Repurchase agreements with Bangko Sentral" as amended by Circular No. 913 dated 3 June 2016 is further amended as follows:

***§X601.1/4601Q.1 Repurchase agreements with Bangko Sentral.***

a. Repurchase agreements may be entered into with the Bangko Sentral subject to the following terms and conditions:

- (1) *Rate.* Xxx
- (2) *Term.* Xxx
- (3) *Security.* Only direct obligations of the National Government and its instrumentalities and political subdivisions, which are fully guaranteed by the Government, with a remaining maturity of at least six (6) days and longer than the tenor of the Repurchase Agreement and which are freely negotiable, unencumbered, and regularly serviced, shall be eligible as underlying instruments for repurchase agreements subject to the collateral requirement prescribed by the Bangko Sentral.
- (4) *Delivery.* Xxx
- (5) Xxx

Xxx

**Section 2.** Subsection X601.4a(4) on the "Borrowings from the Overnight Lending Facility (OLF) of the Bangko Sentral" as amended by Circular No. 913 dated 3 June 2016 is further amended as follows:

**§X601.4 Borrowings from the Overnight Lending Facility (OLF) of the Bangko Sentral. Xxx**

a. Counterparties may avail of borrowings from the Bangko Sentral's OLF subject to the following terms and conditions:

- (1) *Rate. Xxx*
- (2) *Term. Xxx*
- (3) *Volume. Xxx*
- (4) *Eligible Collateral.* Only direct obligations of the National Government or of its instrumentalities and political subdivisions which are fully guaranteed by the Government, with a remaining maturity of not less than six (6) days and which are freely negotiable and are unencumbered, shall be eligible as collateral. The Bangko Sentral shall prescribe rules for the delivery of collateral.
- (5) *Operating Hours. Xxx*

**Section 3.** Annex A of this Circular on the Guidelines for Days Declared as Public Sector Holidays shall replace Appendix 84 of the MORB/Q-49 of the MORNBFi.

**Section 4.** The definition of "Overnight Deposit" and "Overnight Borrowings" in the Manual of Accounts for the Financial Reporting Package (FRP) and Simplified FRP, as amended by Circular 913 dated 3 June 2016, is further amended as follows:

(a) Manual of Accounts

**"BALANCE SHEET ACCOUNTS**

**Asset Accounts**

XXX

**3. Due from Bangko Sentral ng Pilipinas (BSP)** – This refers to the balance of the deposit account maintained with the BSP.

Xxx

The Due from BSP accounts shall be broken down as to:

- (a) Demand Deposit – Xxx
- (b) Overnight Deposit – This refers to the amount of funds placed in the Bangko Sentral's overnight deposit facility the interest rate of which is set in relation to the policy interest rate.
- (c) Term Deposit – Xxx

(d) Others - Xxx

**4. Xxx**

Xxx

**Liability Accounts**

Xxx

**5. Bills Payable**

(a) **Bangko Sentral ng Pilipinas (BSP)** – Xxx

(a.1) **Rediscounting** – Xxx

(a.2) **Emergency Advances** – Xxx

(a.3) **Overnight Borrowings** – This refers to the amount availed from the Bangko Sentral's overnight lending facility in order to cover short-term liquidity requirements.

(a.4) **Overdrafts** – Xxx

(a.5) **Others** – Xxx

(b) **Interbank Loans Payable**

Xxx

Xxx"

**Section 5.** The definition of the "Overnight Deposit Account" in the Manual of Accounts for the FRP for Trust Institutions (FRPTI), as amended by Circular 913 dated 3 June 2016, is further amended as follows:

(a) Manual of Accounts

**"BALANCE SHEET ACCOUNTS**

**Asset Accounts**

XXX

**2. Due from Bangko Sentral ng Pilipinas (BSP)** – This refers to the balance of the deposit account maintained with the BSP, which shall be comprised of the following:

(a) **Demand Deposit Account** – Xxx

(b) **Overnight Deposit Account** – This refers to the amount of funds placed in the Bangko Sentral's overnight deposit facility the interest rate of which is set in relation to the policy interest rate.

(c) **Term Deposit Account** – Xxx

**3. Xxx**

Xxx

Xxx"

**Section 6.** This Circular shall take effect immediately.

**FOR THE MONETARY BOARD:**

  
**VICENTE S. AQUINO**  
Officer-In-Charge

22 August 2016

**GUIDELINES FOR DAYS DECLARED AS PUBLIC SECTOR HOLIDAYS Appendix 84/Q-49** [Appendix to Secs. X207, X256 and X601.6/4256Q and 4601Q.6 (2008 – 4246Q.2 and 4601Q.6)] ANNEX A

*The following table details the standard operating procedures of the Bangko Sentral ng Pilipinas (BSP), the Bureau of the Treasury (BTR) and the Philippine Clearing House Corp (PCHC) during public sector holidays. Exceptions to these guidelines shall be issued by the BSP when deemed necessary.*

| Time of receipt of Public Holiday<br>Announcement by the BSP                                                                                | Bangko Sentral ng Pilipinas |        |                                                                       |                        |        |          |                         |                  | Reserve<br>Position | Bureau of the<br>Treasury |                                                                                                                                                   | PCHC                                                       |  |
|---------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|--------|-----------------------------------------------------------------------|------------------------|--------|----------|-------------------------|------------------|---------------------|---------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------|--|
|                                                                                                                                             | Treasury Department         |        |                                                                       |                        | PDS    | PhilPASS | Cash Dept<br>Withdrawal |                  |                     |                           |                                                                                                                                                   |                                                            |  |
|                                                                                                                                             | Trading and Settlement      |        |                                                                       |                        |        |          |                         |                  |                     |                           |                                                                                                                                                   |                                                            |  |
|                                                                                                                                             | ODF                         | OLF    | TDF                                                                   | Overnight RRP Facility |        |          |                         | Auction          |                     | Sec. Mkt                  | Manila                                                                                                                                            | Regional                                                   |  |
| 1. On an ordinary business<br>day prior to the date of<br>effectivity                                                                       | Closed                      | Closed | Closed. TDF offering to<br>be rescheduled by the<br>Auction Committee | Closed                 | Closed | Closed   | Closed                  | Non -<br>Reserve | Closed              | Closed                    | No clearing; no<br>settlement. PCHC<br>will issue an<br>advisory to its<br>members that it will<br>continue accepting<br>and processing<br>checks | To be<br>decided in<br>coordination<br>with Head<br>Office |  |
| 2. On a Saturday or Sunday<br>to take effect the following<br>Monday or on a non-working<br>holiday to take effect the next<br>business day |                             |        |                                                                       |                        |        |          |                         |                  |                     |                           |                                                                                                                                                   |                                                            |  |
| a. Under good<br>weather conditions                                                                                                         | Open                        | Open   | Open                                                                  | Open                   | Open   | Open     | Open                    | Reserve          | Open                | Open                      | Normal                                                                                                                                            | To be<br>decided in<br>coordination<br>with Head<br>Office |  |
| b. Under unfavorable<br>conditions such as bad<br>weather, (e.g., Typhoon<br>signal no. 3), natural<br>calamities or civil<br>disturbances  | Closed                      | Closed | Closed. TDF offering to<br>be rescheduled by the<br>Auction Committee | Closed                 | Closed | Closed   | Closed                  | Non -<br>Reserve | Closed              | Closed                    | No clearing; no<br>settlement. PCHC<br>will issue an<br>advisory to its<br>members that it will<br>continue accepting<br>and processing<br>checks | To be<br>decided in<br>coordination<br>with Head<br>Office |  |
| 3. Before 9:00am on the<br>date of effectivity                                                                                              | Closed                      | Closed | Closed. TDF offering to<br>be rescheduled by the<br>Auction Committee | Closed                 | Closed | Closed   | Closed                  | Non -<br>Reserve | Closed              | Closed                    | No clearing; no<br>settlement. PCHC<br>will issue an<br>advisory to its<br>members that it will<br>continue accepting<br>and processing<br>checks | To be<br>decided in<br>coordination<br>with Head<br>Office |  |

**GUIDELINES FOR DAYS DECLARED AS PUBLIC SECTOR HOLIDAYS** Appendix 84/Q-49[Appendix to Secs. X207, X256 and X601.6/4256Q and 4601Q.6 (2008 – 4246Q.2 and 4601Q.6)]NNEX-A

| Time of receipt of Public Holiday Announcement by the BSP     | Bangko Sentral ng Pilipinas |                                                                                                                                                                                                |                                                                                                                                                                                                |                                                                                                                                                                                   |                                                                                                                                                                                                  |      |          |                      |          |        | Reserve Position | Bureau of the Treasury |                                                | PCHC |  |
|---------------------------------------------------------------|-----------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|----------|----------------------|----------|--------|------------------|------------------------|------------------------------------------------|------|--|
|                                                               | Treasury Department         |                                                                                                                                                                                                |                                                                                                                                                                                                |                                                                                                                                                                                   |                                                                                                                                                                                                  | PDS  | PhilPASS | Cash Dept Withdrawal |          |        |                  |                        |                                                |      |  |
|                                                               | Trading and Settlement      |                                                                                                                                                                                                |                                                                                                                                                                                                |                                                                                                                                                                                   |                                                                                                                                                                                                  |      |          |                      |          |        |                  |                        |                                                |      |  |
|                                                               | ODF                         | OLF                                                                                                                                                                                            | TDF                                                                                                                                                                                            | Overnight RRP Facility                                                                                                                                                            | Auction                                                                                                                                                                                          |      |          |                      | Sec. Mkt | Manila |                  | Regional               |                                                |      |  |
| 4. After 9:00am and before 12:00pm on the date of effectivity | Day 1                       | Suspended at 12:00pm; to resume on Day 2 from 8:00am to 8:45am.<br>Settlement of all Overnight Deposits dealt from Day 1 until 8:45am of Day 2 shall be until 9:00am of Day 2                  | Suspended at 12:00pm; to resume on Day 2 from 8:00am to 8:30am.<br>Settlement of all Overnight Lendings dealt from Day 1 until 8:30am of Day 2 shall be until 9:00am of Day 2                  | No change in auction time, settlement will be until 9:00am of Day 2                                                                                                               | Offering suspended; to resume on Day 2 at 8:00am and settle until 9:00am of Day 2                                                                                                                | Open | Open     | Open                 | Reserve  | Open   | Open             | Normal                 | To be decided in coordination with Head Office |      |  |
|                                                               | Day 2                       | Day 1 transactions to resume from 8:00am to 8:45 am for value Day 1 and settle until 9:00am of Day 2<br><br>then,<br><br>Regular trading and settlement hours for same day value transactions. | Day 1 transactions to resume from 8:00am to 8:30 am for value Day 1 and settle until 9:00am of Day 2<br><br>then,<br><br>Regular trading and settlement hours for same day value transactions. | Settlement of Day 1 transactions until 9:00am of Day 2<br><br>then,<br><br>Regular trading and settlement hours for same day value transactions, if there is a scheduled auction. | Bid submission at 8:00am to 8:20am, allocation until 8:45am, settlement until 9:00am of Day 2 for value Day 1<br><br>then,<br><br>Regular trading and settlement of same day value transactions. | Open | Open     | Open                 | Reserve  | Open   | Open             | Normal                 | To be decided in coordination with Head Office |      |  |
| 5. After 12:00pm on the date of effectivity                   |                             | No change in trading and settlement hours                                                                                                                                                      | No change in trading and settlement hours                                                                                                                                                      | No change in trading and settlement hours                                                                                                                                         | No change in trading and settlement hours                                                                                                                                                        | Open | Open     | Open                 | Reserve  | Open   | Open             | Normal                 | To be decided in coordination with Head Office |      |  |

**GUIDELINES FOR DAYS DECLARED AS PUBLIC SECTOR HOLIDAYS Appendix 84/Q-49[Appendix to Secs. X207, X256 and X601.6/4256Q and 4601Q.6 (2008 – 4246Q.2 and 4601Q.6)] ANNEX A**

| Time of receipt of Public Holiday Announcement by the BSP | Bangko Sentral ng Pilipinas |                                                                                                                |                                                                                                                |                                                                                                                                                                                               |                                                                                                                              |        |          |                      |               |          | Reserve Position | Bureau of the Treasury                                                                                                       |                                                | PCHC |  |
|-----------------------------------------------------------|-----------------------------|----------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------|--------|----------|----------------------|---------------|----------|------------------|------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|------|--|
|                                                           | Treasury Department         |                                                                                                                |                                                                                                                |                                                                                                                                                                                               |                                                                                                                              | PDS    | PhilPASS | Cash Dept Withdrawal |               |          |                  |                                                                                                                              |                                                |      |  |
|                                                           | Trading and Settlement      |                                                                                                                |                                                                                                                |                                                                                                                                                                                               |                                                                                                                              |        |          |                      |               |          |                  |                                                                                                                              |                                                |      |  |
|                                                           | ODF                         | OLF                                                                                                            | TDF                                                                                                            | Overnight RRP Facility                                                                                                                                                                        |                                                                                                                              |        |          |                      | Auction       | Sec. Mkt |                  | Manila                                                                                                                       | Regional                                       |      |  |
| 6. In case the suspension of work is extended to Day 2    |                             |                                                                                                                |                                                                                                                |                                                                                                                                                                                               |                                                                                                                              |        |          |                      |               |          |                  |                                                                                                                              |                                                |      |  |
| a. Before 9:00am of Day 2                                 | Day 2                       | Closed;<br>If the ODF was suspended on Day 1, Day 1 transactions and settlement will resume on Day 3 at 8:00am | Closed;<br>If the OLF was suspended on Day 1, Day 1 transactions and settlement will resume on Day 3 at 8:00am | Closed. If there were TDF transactions on Day 1, settlement will continue from 8am to 9am on Day 3. If the TDF offering was suspended on Days 1 and 2, the Auction Committee will reschedule. | Closed;<br>If the Overnight RRP offering was suspended on Day 1, Day 1 transactions will be moved to Day 3 at 8:00am         | Closed | Closed   | Closed               | Non - Reserve | Closed   | Closed           | No clearing; no settlement. PCHC will issue an advisory to its members that it will continue accepting and processing checks | To be decided in coordination with Head Office |      |  |
|                                                           | Day 3                       | Day 1 transactions to resume from 8:00am to 8:45 am and settle for value Day 1 until 9:00am of Day 3           | Day 1 transactions to resume from 8:00am to 8:30 am and settle for value Day 1 until 9:00am of Day 3           | Settlement of Day 1 transactions, if any, until 9:00am of Day 3<br><br>then,                                                                                                                  | Bid submission from 8:00am to 8:20am, allocation until 8:45am. Settlement for value Day 1 until 9:00am of Day 3<br><br>then, | Open   | Open     | Open                 | Reserve       | Open     | Open             | Normal                                                                                                                       | To be decided in coordination with Head Office |      |  |
|                                                           |                             | then,<br><br>Regular trading and settlement of same day value transactions.                                    | then,<br><br>Regular trading and settlement of same day value transactions.                                    | Regular trading and settlement hours for same day value transactions if there is a scheduled auction.                                                                                         | Regular trading and settlement of same day value transactions.                                                               |        |          |                      |               |          |                  |                                                                                                                              |                                                |      |  |

**GUIDELINES FOR DAYS DECLARED AS PUBLIC SECTOR HOLIDAYS Appendix 84/Q-49[Appendix to Secs. X207, X256 and X601.6/4256Q and 4601Q.6 (2008 – 4246Q.2 and 4601Q.6)] ANNEX A**

| Time of receipt of Public Holiday Announcement by the BSP | Bangko Sentral ng Pilipinas |                                                                                                                                                                                       |                                                                                                                                                                                       |                                                                                                                                                        |                                                                                                                                                                       |         |          |        |          |      | PDS  | PhilPASS | Cash Dept Withdrawal                           | Reserve Position | Bureau of the Treasury |  | PCHC |  |
|-----------------------------------------------------------|-----------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|----------|--------|----------|------|------|----------|------------------------------------------------|------------------|------------------------|--|------|--|
|                                                           | Treasury Department         |                                                                                                                                                                                       |                                                                                                                                                                                       |                                                                                                                                                        | Overnight RRP Facility                                                                                                                                                | Auction | Sec. Mkt | Manila | Regional |      |      |          |                                                |                  |                        |  |      |  |
|                                                           | Trading and Settlement      |                                                                                                                                                                                       |                                                                                                                                                                                       |                                                                                                                                                        |                                                                                                                                                                       |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |
|                                                           | ODF                         | OLF                                                                                                                                                                                   | TDF                                                                                                                                                                                   |                                                                                                                                                        |                                                                                                                                                                       |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |
| b. After 9:00am but before 12:00pm of Day 2               | Day 2                       | Day 1 transactions, if any, to resume from 8:00am to 8:45 am and settle for value Day 1 until 9:00am of Day 2                                                                         | Day 1 transactions, if any, to resume from 8:00am to 8:30 am and settle for value Day 1 until 9:00am of Day 2                                                                         | Settlement of Day 1 transactions, if any, until 9:00am of Day 2                                                                                        | If the Overnight RRP offering was suspended on Day 1, bid submission from 8:00am to 8:20am, allocation until 8:45am. Settlement for value Day 1 until 9:00am of Day 2 | Open    | Open     | Open   | Reserve  | Open | Open | Normal   | To be decided in coordination with Head Office |                  |                        |  |      |  |
|                                                           |                             | then,                                                                                                                                                                                 | then,                                                                                                                                                                                 | then,                                                                                                                                                  | then,                                                                                                                                                                 |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |
|                                                           |                             | Day 2 suspended at 12:00pm; to be resumed on Day 3 from 8:00am to 8:45am. Settlement of all Overnight Deposits dealt from Day 2 until 8:45am of Day 3 shall be until 9:00am of Day 3. | Day 2 suspended at 12:00pm; to be resumed on Day 3 from 8:00am to 8:30am. Settlement of all Overnight Lendings dealt from Day 2 until 8:30am of Day 3 shall be until 9:00am of Day 3. | Regular trading hours for same day value transactions, if there is a scheduled auction. Settlement of Day 2 transactions will be until 9:00am of Day 3 | Offering for Day 2 suspended at 12:00pm; to be resumed on Day 3 at 8:00am and settle until 9:00am of Day 3                                                            |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |
|                                                           |                             |                                                                                                                                                                                       |                                                                                                                                                                                       |                                                                                                                                                        |                                                                                                                                                                       |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |
|                                                           | Day 3                       | Day 2 transactions to resume from 8:00am to 8:45am and settle for value Day 2 until 9:00am of Day 3                                                                                   | Day 2 transactions to resume from 8:00am to 8:30am and settle for Value Day 2 until 9:00am of Day 3                                                                                   | Settlement of Day 2 transactions, if any, until 9:00am of Day 3                                                                                        | Bid submission from 8:00am to 8:20am, allocation until 8:45am. Settlement for value Day 2 until 9:00am of Day 3                                                       | Open    | Open     | Open   | Reserve  | Open | Open | Normal   | To be decided in coordination with Head Office |                  |                        |  |      |  |
|                                                           |                             | then,                                                                                                                                                                                 | then,                                                                                                                                                                                 | then,                                                                                                                                                  | then,                                                                                                                                                                 |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |
|                                                           |                             | Regular trading and settlement of same day value transactions.                                                                                                                        | Regular trading and settlement of same day value transactions.                                                                                                                        | Regular trading and settlement hours for same day value transactions if there is a scheduled auction.                                                  | Regular trading and settlement of same day value transactions.                                                                                                        |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |
|                                                           |                             |                                                                                                                                                                                       |                                                                                                                                                                                       |                                                                                                                                                        |                                                                                                                                                                       |         |          |        |          |      |      |          |                                                |                  |                        |  |      |  |

## ANNEX A

ANNEX A