

**No. S 000 –**

DEPOSIT INSURANCE ACT  
(CHAPTER 77A)

DEPOSIT INSURANCE  
(AMENDMENT) REGULATIONS 2007

In exercise of the powers conferred by section 8 of the Deposit Insurance Act, the Monetary Authority of Singapore hereby makes the following Regulations:

**Citation and commencement**

1. These Regulations may be cited as the Deposit Insurance (Amendment) Regulations 2007 and shall come into operation on 11<sup>th</sup> June 2007.

**Amendment of regulation 6**

2. Regulation 6 of the Deposit Insurance Regulations 2006 (G.N.No. S 8/2006) is amended by deleting paragraph (1) and substituting the following paragraph:

“(1) For the purposes of regulation 5(2) and subject to paragraphs (2) and (3), the asset maintenance ratio shall be calculated in accordance with the following formula:

$$\text{Asset maintenance ratio} = \frac{\sum [A \times B]}{C}$$

where A is the value of any eligible asset or eligible pledged asset which —

- (a) is reflected as an asset in the books of the Scheme member in relation to its operations in Singapore;
- (b) is free from any prior encumbrances;
- (c) does not arise or result from any contractual or other arrangements with, or investments in, a counterparty related to the Scheme member; and
- (d) is not used to meet any requirements in relation to minimum liquid assets or minimum cash balances;

B is the percentage applicable to a particular eligible asset or an eligible pledged asset specified in the second column of the First or Second Schedule, as the case may be; and

C is the insured deposit base of the Scheme member —

- (a) as at 31st December of the preceding year; or
- (b) in the case where the foreign bank becomes a Scheme member during the course of a premium year or an exemption from the requirement to be a Scheme member granted to the foreign bank is withdrawn during the course of a premium year, as at the date on which the foreign bank becomes a Scheme member.”.

Made this 4<sup>th</sup> day of June 2007.

HENG SWEE KEAT  
*Managing Director,*  
*Monetary Authority of Singapore.*

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