

MAS Notice 1013 (Amendment) 2020

Issued on: 21 December 2020

DISCLOSURE IN FINANCIAL STATEMENTS

- 1 For presentational purposes, the amendments in this document are compared against the version of MAS Notice 1013 issued on 01 March 2006.
- 2 This document shall be interpreted as follows:
 - (a) Text which is coloured and struck through represents deletions which will not appear in the untracked version of MAS Notice 1013 last revised on 21 December 2020 which is published on MAS' website www.mas.gov.sg ("Published Version"); and
 - (b) Text which is coloured and underlined represents insertions which will appear in the Published Version.
- 3 The amendments reflected in this document shall take effect on 22 December 2020.
- 4 This document is to be used for reference only. In the event of discrepancies between the amendments in this document and the Published Version, the Published Version shall prevail.

MAS NOTICE 1013

01 Mar 2006

*Last revised on 21 December 2020

NOTICE TO MERCHANT BANKS

~~(MAS 1013 dated 3 Mar 1999 is cancelled)~~

Disclosure in Financial Statements

1 This Notice is issued pursuant to Directive 33, which is issued under section 28 of the Monetary Authority of Singapore Act (Cap. 186)¹. ~~It sets out certain disclosure requirements that apply to merchant banks in addition to the requirements relating to financial statements as specified in the Companies Act (Cap. 50), including the Accounting Standards prescribed under the Companies Act. The presentation and layout of the financial statements is a matter for merchant banks to decide in consultation with their auditors. Merchant banks may disclose other information in their financial statements, in addition to those specified in this Notice.~~

[MAS Notice 1013 (Amendment) 2020]

Definitions

2 For the purposes of this Notice, "Accounting Standards" has the same meaning as in section 4 of the Companies Act (Cap. 50);

~~"Accounting Standards" has the same meaning as in section 4 of the Companies Act (Cap. 50);~~

~~"FRS 107" means the Financial Reporting Standard 107 of the Accounting Standards that applies with effect from the dates set out below²;~~

~~(a) in relation to a company incorporated or foreign company registered under the Companies Act, that has been admitted to the official list of an approved securities~~

¹ This Notice sets out certain disclosure requirements that apply to merchant banks in addition to the requirements relating to financial statements as specified in the Companies Act, including the Accounting Standards prescribed under the Companies Act. The presentation and layout of the financial statements is a matter for merchant banks to decide in consultation with their auditors. Merchant banks may disclose other information in their financial statements, in addition to those specified in this Notice.

² Earlier application of FRS 107 is encouraged by the Council on Corporate Disclosure and Governance (referred to as the Accounting Standards Committee in Section 200A of the Companies Act (Cap. 50)).

~~exchange in Singapore and has not been removed from that official list, for annual periods beginning on or after 1 January 2007;~~

~~(b) in relation to any other company incorporated or registered under the Companies Act, for annual periods beginning on or after 1 January 2008.~~

[MAS Notice 1013 (Amendment) 2020]

Disclosure Requirements Applicable to Merchant Banks

3 ~~[deleted by MAS Notice 1013 (Amendment) 2020]~~ Every merchant bank should:

~~(a) in the case of a merchant bank that applies FRS 107 before the relevant dates set out in the definition of FRS 107, comply with the disclosure requirements specified in FRS 107; or~~

~~(b) in any other case, disclose in its financial statements the minimum information as set out in Appendix 1 of this Notice.~~

4 Every merchant bank ~~shall~~must, apart from complying with the requirements set out in the Companies Act ~~(Cap 50)~~, including the disclosure requirements specified in the Accounting Standards, disclose ~~the following items~~ in its financial statements: ~~(a) the gross aggregate amount of all credit facilities granted by the merchant bank that are classified as sub-standard, doubtful or loss under MAS Notice 1005; on Credit Files, Grading and Provisioning.~~

[MAS Notice 1013 (Amendment) 2020]

4A Every merchant bank that is incorporated outside Singapore must, where applicable, disclose in its financial statements that are lodged in accordance with section 373(1) of the Companies Act, the fact that in the event of receivership, winding up proceedings or such equivalent proceedings of the merchant bank, the regulatory authority in the country where the merchant bank is incorporated requires its head office to confer a lower priority in the repayment of deposits, to depositors of the branches of the merchant bank located outside of the home country, as compared to depositors of the merchant bank in its home country.

~~(b) where the regulatory authority in the home country of the merchant bank incorporated outside Singapore requires its head office to confer lower priority to depositors of the foreign offices of the merchant bank, vis-à-vis the home country depositors, in the repayment of deposits in the event of receivership, winding up proceedings or equivalent proceedings of the merchant bank, such information shall be disclosed in the financial statements of the Singapore branch of the merchant bank.~~

[MAS Notice 1013 (Amendment) 2020]

5 This Notice shall take immediate effect. MAS Notice 1013 dated 3 March 1999 is cancelled with immediate effect.

*Notes on history of amendments:

1. MAS Notice 1013 dated 3 March 1999 is cancelled with effect on 1 March 2006.

2. MAS Notice 1013 dated 1 March 2006 takes effect on 1 March 2006.

3. MAS Notice 1013 (Amendment) 2020 dated 21 December 2020 takes effect from 22 December 2020.