

## **MAS Notice 601**

6 June 2007

Last revised on 11 June 2021

NOTICE TO BANKS  
BANKING ACT, CAP 19

### **CAPITAL FUNDS AND HEAD OFFICE CAPITAL FUNDS**

1 This Notice is issued pursuant to sections 2(1) and 9(6) of the Banking Act (Cap. 19) [“the Act”].

[MAS Notice 601 (Amendment) 2021]

#### **Definition**

2 [deleted by MAS Notice 601 (Amendment) 2021]

3 The expressions used in this Notice shall, except where expressly defined in this Notice or where the context otherwise requires, have the same respective meanings as in the Act.

#### **Definition of Capital Funds**

4 For the purposes of sub-paragraph (a) of the definition of “capital funds” in section 2(1) of the Act, the following are to be excluded as “capital funds”:

- (a) revaluation reserves;
- (b) unrealised fair value gains or losses on equity securities held at fair value through other comprehensive income;
- (c) unrealised fair value gains or losses on debt securities and loans held at fair value through other comprehensive income; and
- (d) cumulative fair value gains or losses on cashflow hedges of financial instruments that are measured at amortised cost.

[MAS Notice 601 (Amendment) 2018]

5 [deleted by MAS Notice 601 (Amendment) 2021]

#### **Definition of Head Office Capital Funds**

6 For the purposes of the definition of “head office capital funds” in section 9(6) of the Act, the term “published reserves” must exclude any revaluation reserves.

[MAS Notice 601 (Amendment) 2021]

7 This Notice takes effect on 11 June 2007.

\* Notes on history of amendments

1. MAS Notice 601 dated 18 July 2001 cancelled with effect from 11 June 2007.
2. MAS Notice 601 dated 6 June 2007 with effect from 11 June 2007.
3. MAS Notice 601 (Amendment) 2018 with effect from the following dates:
  - (a) in the case of a bank that has its annual period commencing on or before 22 January, 22 January 2018;
  - (b) in the case of a bank that has its annual period commencing after 22 January, the day on which that annual period commences in 2018.
4. MAS Notice 601 (Amendment) 2021 with effect from 1 July 2021.