

## MAS SGD Term Facility – Collateral Eligibility

### Eligible Collateral

Category		Type of Collateral
Category A: SGD Collateral	A1	<ul style="list-style-type: none"> <li>• Singapore Government Securities (“SGS”) Bonds and T-Bills, MAS Bills and MAS FRN, and SGD cash<sup>1</sup></li> </ul>
	A2	<ul style="list-style-type: none"> <li>• SGD debt securities (including sukuk) issued by any Singapore statutory board</li> <li>• SGD debt securities (AAA rated to AA- rated) issued by: <ul style="list-style-type: none"> <li>○ Government related entities, which include: <ul style="list-style-type: none"> <li>▪ Foreign national governments and central banks</li> <li>▪ Government agencies</li> <li>▪ Local governments</li> <li>▪ Supranationals</li> </ul> </li> <li>○ Non-financial corporates</li> <li>○ Covered bonds (AAA rated to AA- rated) issued in accordance with MAS Notice 648 of the Banking Act</li> </ul> </li> </ul>
	A3	<ul style="list-style-type: none"> <li>• SGD debt securities (A+ rated to BBB- rated) issued by: <ul style="list-style-type: none"> <li>○ Government related entities, which include: <ul style="list-style-type: none"> <li>▪ Foreign national governments and central banks</li> <li>▪ Government agencies</li> <li>▪ Local governments</li> <li>▪ Supranationals</li> </ul> </li> <li>○ Non-financial corporates</li> <li>○ Covered bonds (A+ to BBB- rated) issued in accordance with MAS Notice 648 of the Banking Act</li> </ul> </li> </ul>
Category B: Foreign Currency Collateral		<ul style="list-style-type: none"> <li>• G10 currencies cash: US Dollar (USD), Euro (EUR), Pound Sterling (GBP), Japanese Yen (JPY), Australian Dollar (AUD), Canadian Dollar (CAD), Swiss Franc (CHF), New Zealand Dollar (NZD), Swedish Kroner (SEK), Norwegian Krona (NOK)</li> <li>• Offshore Renminbi (CNH) cash</li> <li>• Debt securities (AAA rated to BBB- rated) denominated in G10 currencies, issued by: <ul style="list-style-type: none"> <li>○ Foreign national governments and central banks in their respective domestic currency</li> <li>○ Government related entities, which include: <ul style="list-style-type: none"> <li>▪ Foreign national governments and central banks issuing in non-domestic currencies</li> <li>▪ Government agencies</li> <li>▪ Local governments</li> <li>▪ Supranationals</li> </ul> </li> <li>○ Non-financial corporates</li> <li>○ Covered bonds (AAA rated to BBB- rated) issued in accordance with MAS Notice 648 of the Banking Act</li> </ul> </li> </ul>
Category C <sup>2</sup>		<ul style="list-style-type: none"> <li>• Eligible residential property loans and related mortgages (“Residential Mortgages”) which have been pre-positioned with MAS</li> </ul>

<sup>1</sup> SGD cash can only be used for margining purposes under the Triparty Collateral Management Service.

<sup>2</sup> Only domestic systemically important banks which are locally incorporated may pledge Category C collateral.

#### Other Collateral Eligibility Requirements (Category A and B collateral)

1. Any Eligible Collateral which is encumbered, used to meet any regulatory requirement or held by the Eligible Counterparty on behalf of its customers may not be used as collateral by the Eligible Counterparty for the purpose of obtaining SGD funds through the Facility.
2. Eligible Collateral shall have a minimum issuance size of S\$50 million or its equivalent in foreign currency terms.
3. Other than covered bonds, Eligible Collateral shall be plain vanilla bonds/bills or floating rate bonds/notes and shall not be structured.
4. An Eligible Counterparty shall not use any securities issued by itself or any other related entity within its group as collateral for the Facility.
5. The total post-haircut value of all Eligible Collateral rated BBB and below shall not exceed 20% of the total post-haircut value of all outstanding Eligible Collateral transferred to MAS by the Eligible Counterparty ("Concentration Limit").
6. Eligible Collateral settled bilaterally and via the Appointed Triparty Agent(s) shall have separate Concentration Limits which will be computed and met separately.
7. Where bilateral settlement is adopted, the Concentration Limit must be met at the inception of each Transaction.
8. Where triparty settlement is adopted, the Appointed Triparty Agent(s) shall transfer/substitute securities from the Eligible Counterparties' collateral source account(s) to ensure that concentration limits are met at all times during the trade. Eligible Counterparties shall ensure that there are sufficient Eligible Collateral in their collateral source account(s), and if there is a shortfall, Eligible Counterparties shall immediately transfer securities into their collateral source account(s) upon receiving the collateral shortfall notification from the Appointed Triparty Agent(s).
9. While SGD cash is not accepted as collateral at the opening leg settlement, SGD cash may be posted as variation margins for collateral pledged via the Appointed Triparty Agent(s).
10. For Eligible Collateral in the form of securities, the issuer of securities shall not be subjected to UN sanctions.
11. Eligible Collateral (excluding cash collateral) to be settled bilaterally shall have a maturity date that is at least one (1) Business Day after the Maturity Date of the relevant Transaction.