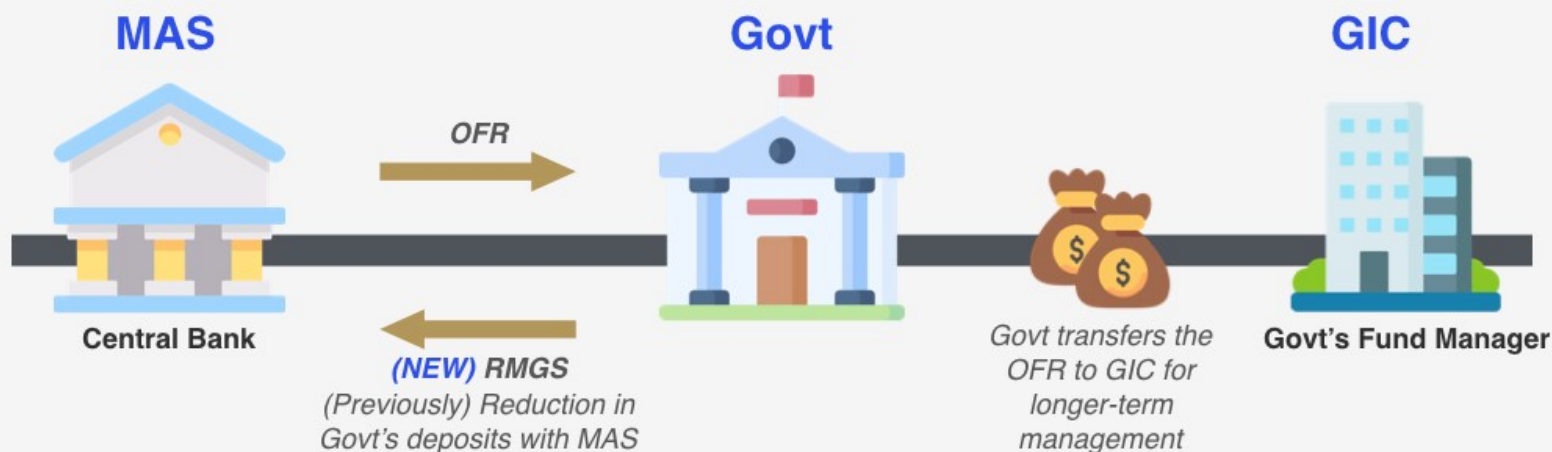


RESERVES MANAGEMENT GOVERNMENT SECURITIES (RMGS)

Facilitate transfers of Official Foreign Reserves (OFR) beyond MAS' needs to Government for longer-term management by GIC



Why are there OFR available for transfer?

- MAS **accumulates OFR when managing the SGD** to ensure price stability
- MAS **transfers OFR above what is required** for conducting monetary policy and ensuring financial stability to the Government for longer-term investment by GIC
- In return, the Government reduces its deposits placed with MAS

Why do we need RMGS? What is RMGS?

- **OFR accumulation has outpaced growth of Government's deposits** in recent years, so a new transfer mechanism is needed
- RMGS is Government debt **issued only to MAS** to facilitate transfers

Is MAS lending money to the Government for spending?

- No — RMGS can be used only to facilitate transfers
- Amounts transferred **cannot be used for the Government's spending**



Monetary Authority
of Singapore



Find out more