



## **MAS NOTICE 761**

17 December 2019

NOTICE TO PRIMARY DEALERS  
GOVERNMENT SECURITIES ACT, CAP 121A

### **OBLIGATIONS OF PRIMARY DEALERS**

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#### **1 Scope**

This Notice is issued pursuant to section 29C of the Government Securities Act (Cap 121A) (“the Act”), and governs the roles and responsibilities of primary dealers in the Government securities market. This Notice applies to all primary dealers appointed under section 29A of the Act.

#### **2 Definitions**

2.1 In this Notice –

“effective two-way price” in relation to a Government securities transaction, means a dual price quotation which would include both a bid price and an offer price that a primary dealer will honour for a particular Government security;

“Government securities” means the stocks, bearer bonds, book-entry Government securities or other securities which may be issued under the Act.

2.2 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.

#### **3 Participation in Government Securities Auctions**

3.1 A primary dealer shall apply to take up Government securities in every invitation by public notice to take up such securities under the Act.

3.2 At every Government securities auction, a primary dealer shall apply for at least  $\frac{1}{x}$  of the Government securities issuance amount, where x is the number of primary dealers appointed under section 29A of the Act, as set out at the MAS' internet website at <https://www.mas.gov.sg>.

[MAS Notice 761 (Amendment) 2019]

#### **4 Market Making**

4.1 A primary dealer shall quote effective two-way prices for every Government securities sale and repurchase agreement and every outright Government securities purchase or sale transaction, under all market conditions, when requested to by another counterparty.

#### **5 Effective Date**

This Notice shall take immediate effect.

#### **Notes on History of Amendments**

1. MAS Notice 761 issued on 13 September 2010, with effect on 13 September 2010.
2. MAS Notice 761 (Amendment) 2019 with effect from 17 December 2019.