

MAS Notice 761 (Amendment) 2019

Issued on: 17 December 2019

OBLIGATIONS OF PRIMARY DEALERS

Introduction

- 1 This document reflects amendments made to MAS Notice 761 to implement technical revisions.
- 2 For presentational purposes, the amendments in this document are compared with the version of MAS Notice 761 issued on 13 September 2010 (the “Original Notice”).
- 3 This document shall be interpreted as follows:
 - (a) Text which is coloured and struck through represent deletions, and will not appear in the untracked version of MAS Notice 761 revised on 17 December 2019 (“Published Version”); and
 - (b) Text which is coloured and underlined represent insertions.
- 4 The amendments reflected in this document shall take effect on 17 December 2019.
- 5 In the event of discrepancies between the amendments in this document and the Published Version, the Published Version shall prevail. This document is to be used for reference only.

MAS NOTICE 761

17 December 2019 ~~13 September 2010~~

NOTICE TO PRIMARY DEALERS
GOVERNMENT SECURITIES ACT, CAP 121A

OBLIGATIONS OF PRIMARY DEALERS

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> in the First Schedule of the Government Securities Regulations.

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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.