



BANGKO SENTRAL NG PILIPINAS

OFFICE OF THE GOVERNOR

CIRCULAR NO. 807

Series of 2013

Subject: Changes in the Exporters' Dollar and Yen Rediscount Facility (EDYRF)

Pursuant to Monetary Board Resolution No. 1267 dated 1 August 2013, the provisions of the following Subsections of Section X269 of the Manual of Regulations for Banks (MORB), covering the guidelines on rediscounting with the Bangko Sentral ng Pilipinas are hereby amended as follows:

§269.2 Eligible papers and collaterals.

X X X

(After last paragraph under a. Commercial Credits)

Dollar-denominated trust receipts covering importation of goods and raw material are also considered eligible papers for rediscounting under the EDYRF.

X X X

(After last sentence of the first paragraph under c. Other Credits)

Dollar-term loans to finance capital expenditures (plant expansion/modernization) by exporters are also considered eligible papers for rediscounting under the EDYRF provided they are booked in the regular banking units.

X X X

§269.6 Rediscounting rates/lending rates and liquidated damages.

The rediscount rates for peso, dollar and yen loans shall be as follows:

X X X

b. Dollar/Yen Rediscounts

Based on the 90-day London Inter-Bank Offered Rate (LIBOR) plus 200 bps plus term premia for longer maturities as follows:

Term	Premium
1-90 days	90-day LIBOR + 200 bps
91-180 days	90-day LIBOR + 200 bps + 6.25 bps
181-360 days	90-day LIBOR + 200 bps + 12.50 bps

X X X

§269.8 Repayments/Remittance of Collections/Arrearages. The following shall govern repayments, remittance of collections, and arrearages:

a. Repayments –

x x x

(2) Dollar/Yen Rediscounts


x x x

If the foreign currency denominated loans are not settled on maturity date, the borrowing bank's DDA with the BSP shall be debited automatically for the peso equivalent of the matured obligation plus accrued interest due thereon. The foreign exchange (FX) rate at the time of the loan repayment shall not be lower than the FX rate at the time of loan availment and any FX loss arising from default or repayment shall be for the account of the borrower and not for the BSP.

x x x

Effectivity. This Circular shall take effect on 15 NOV 2013.

FOR THE MONETARY BOARD:


NESTOR A. ESKENILLA, JR.
Officer-In-Charge

15 August 2013