



Funding the Republic

REPUBLIKA NG PILIPINAS
KAGAWARAN NG PANANALAPI
KAWANIHAN NG INGATANG-YAMAN
(BUREAU OF THE TREASURY)
Intramuros, Manila 1002

MEMORANDUM

**To : ALL NRoSS ACCOUNT HOLDERS WHO ARE NOT
NRoSS DIRECT PARTICIPANTS**

RE : Sponsorship of BTr-Managed Accounts in NRoSS

Date : 09 October 2018

The Bureau of the Treasury has transitioned to the National Registry of Scripless Securities (NRoSS) as the new registry system for Philippine government securities last August 28, 2018. It has a front-end interface that is capable of performing securities transfer and account creation and settlement of securities on a delivery versus payment (DvP) basis among other services.

Entities allowed access to the front-end interface of NRoSS are called **NRoSS Direct Participants** and these consist of the following: (1) SEC licensed Dealer or Broker including Government Securities Eligible Dealers (GSEDs) and Government Securities Brokers (GSBs); (2) Custodians, Trustees, Depositories, (4) Regulatory Bodies and (5) Qualified Institutional Buyers (QIBs) and other entities that may be approved by BTr.

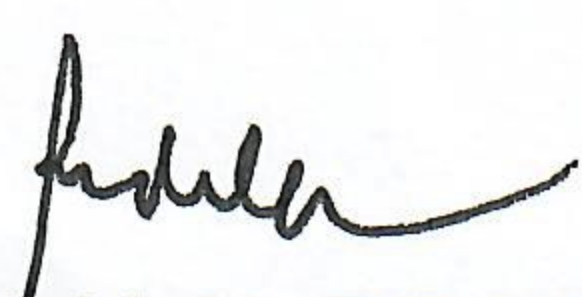


Under the NRoSS operating guidelines and procedures, **NRoSS Account Holders who are not NRoSS Direct Participants must be sponsored by an eligible sponsor of the BTr. An eligible sponsor of the BTr is a Government Securities Eligible Dealer (GSED) or Government Securities Broker (GSB) whose responsibility is to create an NRoSS Sponsored Client Account and to perform the transfer of securities in the said account of its Sponsored Client by virtue of an authorization or a Special Power of Attorney (SPA) granted by the sponsored client to the sponsor GSED or GSB. The sponsored client shall also be required to submit an **Investor's Undertaking** confirming to BTr the authorization embodied in its SPA or similar authorization and to abide with the rules, guidelines and procedures regarding government securities of the Bureau of the Treasury.**

In line with developments stated above, all **BTr Managed Accounts** defined as NRoSS Account Holders whose accounts have been created and securities transfer effected by BTr are henceforth required to be sponsored by an eligible sponsor of the BTr who shall create your Sponsored Client Account in NRoSS and effect securities transfer in the said account related to trade and non-trade transactions.

Attached for your perusal is the List of GSEDs or GSBs you can choose from to be your sponsor. These GSEDs or GSBs are also settlement banks and maybe your existing dealer or broker.

The implementation of this Memorandum shall take effect on November 15, 2018.

Thank you.


ROSALIA V. DE LEON
Treasurer of the Philippines
016838  

GSEDs and GSBs NRoSS Direct Participants
As of October 10, 2018

#	Name	GSED	GSB
1	AB CAPITAL AND INVESTMENT CORPORATION	X	
2	ASIA UNITED BANK	X	X
3	AUSTRALIA AND NEW ZEALAND BANKING GROUP LIMITED	X	
4	BANCO DE ORO UNIBANK, INC.	X	X
5	BANK OF COMMERCE	X	X
6	BANK OF THE PHILIPPINE ISLANDS	X	X
7	BDO CAPITAL & INVESTMENT CORPORATION	X	X
8	BDO PRIVATE BANK, INC.	X	X
9	BPI-CAPITAL CORPORATION	X	X
10	CHINA BANKING CORPORATION	X	X
11	CITIBANK N.A.	X	
12	CITICORP FINANCIAL SERV.& INS BROKERAGE PHILS INC.		X
13	CITYSTATE SAVINGS BANK INC.	X	
14	CTBC BANK (PHILIPPINES) CORP.	X	X
15	DEUTSCHE BANK AG	X	
16	DEVELOPMENT BANK OF THE PHILIPPINES	X	X
17	EAST WEST BANKING CORPORATION	X	X
18	FIRST METRO INVESTMENT CORPORATION	X	X
19	ING BANK NV	X	
20	JPMORGAN CHASE BANK	X	
21	LAND BANK OF THE PHILIPPINES	X	X
22	MAYBANK PHILIPPINES INC.	X	X
23	METROPOLITAN BANK & TRUST COMPANY	X	X
24	MULTINATIONAL INVESTMENT BANCORPORATION		X
25	PHILIPPINE BANK OF COMMUNICATIONS	X	X
26	PHILIPPINE BUSINESS BANK	X	X
27	PHILIPPINE COMMERCIAL CAPITAL, INC.		X
28	PHILIPPINE NATIONAL BANK	X	X
29	PHILIPPINE VETERANS BANK	X	X
30	RIZAL COMMERCIAL BANKING CORPORATION	X	X
31	ROBINSONS BANK CORPORATION	X	X
32	SECURITY BANK CORPORATION	X	X
33	STANDARD CHARTERED BANK	X	X
34	STERLING BANK OF ASIA INC.	X	X
35	THE HONGKONG AND SHANGHAI BANKING CORPORATION LTD.	X	X
36	UNION BANK OF THE PHILIPPINES	X	X
37	UNITED COCONUT PLANTERS BANK	X	X
Total		<u>34</u>	<u>30</u>



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INVESTOR'S UNDERTAKING

I, investor of government securities issued by the National Government, through the Bureau of the Treasury (BTr), undertake that:

- A. I shall be bound by the provisions of a written authority or a special power of attorney, or any relevant agreements I have entered into concerning my/our government securities holdings, thereby confirming my/our authority for the BTr to carry out and execute the acts or instructions referred to in the aforesaid documents.
- B. It is understood that the Registry of Scripless Securities (RoSS) administered by the BTr is the official registry of ownership of or interest in government securities issued by the National Government under its scripless policy; that the RoSS is operated by an electronic system (i.e., the NRoSS System or its successor system) which facilitates the transfers of securities in the RoSS; and that I will abide by the rules, regulations, guidelines and procedures of BTr concerning government securities.

And further undertake as follows:

- 1. To create/open through a BTr-recognized sponsor a securities account with RoSS to ensure that title to scripless government securities is officially recorded in my/our name and under my/our control.
- 2. That as a condition for the creation/opening of my/our securities account with RoSS, I have opened a settlement bank account with _____ (as Settlement Bank) to which coupon and maturity proceeds any other payments to be made on my/our government securities holdings will be credited or debited; undertake to furnish the RoSS of said settlement bank account number as a condition for the creation/opening of my/our securities account; and give notice at least three (3) business days prior to any coupon and/or maturity payment of any change in the settlement Bank and/or settlement bank account number.
- 3. That no transfer of government securities shall be made or recorded in RoSS during a prescribed Closed Period in accordance with the terms and conditions of the particular government securities issued.
- 4. That in the case any transaction involving my/our government securities including that of RTBs, I shall consult my/our broker/agent/custodian how to properly facilitate such transaction. I shall give relevant written instruction/authority to my/our broker/agent/custodian for any transaction involving my/our holdings under its sponsorship or custodianship.
- 5. To receive notices and/or statements of securities account upon my/our demand from my broker/agent/custodian through electronic means. Should I need a statements of securities or other reports from the BTr, an appropriate request shall be made subject to the payment of appropriate fees pursuant to the Schedule of Fees as may be published by the BTr.

6. That I expressly agree and acknowledge that the crediting to the regular demand deposit account of my/our Settlement Bank of coupons and/or redemption value due my/our scripless government securities, shall constitute actual receipts of payment by me/us.
7. To hold the BTr, its officers, employees and agents free and harmless against all suits, actions, damages or claims arising from failure of my/our Settlement bank to credit my/our bank account for coupons and maturity values on due date.
8. That all my instructions affecting my/our scripless government securities which are transmitted to or received in good faith by the NRoSS System or any successor system operating the RoSS from myself/ourselves or my/our designated broker/agent/custodian are covered by relevant documentation indicating my/our express consent and authority.
9. That I expressly warrant and authorize the delivery of copies of all evidence of authority granted to my/our designated broker/ agent/custodian to transact on my/our scripless government securities upon reasonable demand by the BTr.
10. That I undertake to immediately notify the BTr of any unauthorized trade of my/our scripless government securities and until receipt of such notice, transactions effected by BTr in good faith are deemed valid.
11. To render free and harmless the BTr, its officers, employees and agents for any claim or damages with respect to trade transactions carried out in good faith.
12. That while it is understood that BTr shall maintain the strict confidentiality of records in RoSS. I hereby expressly waive and authorize BTr, to the extent allowed by law, to disclose relevant information in compliance with Anti-Money Laundering laws, rules and regulations and other legal orders of competent courts.
13. To submit to the BTr the relevant special power of attorney or authorizations issued to my/our agent upon demand of the BTr.

Name & Signature of Investor

Conforme:

Authorized Signatory
Name, Designation & Signature
 Sponsoring Broker

Authorized Signatory
Name, Designation & Signature
 Settlement Bank