



Funding the Republic

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

MEMORANDUM

FOR : All NRoSS Direct Participants

SUBJECT : NRoSS Tax Exempt Account Settlement Rules and Process

DATE : 21 June 2019

Due to noted tax reimbursement requests raised by some Participants resulting from the failure to perform timely delivery of securities to their tax-exempt clients NRoSS Account, please be reminded of the following rules under Treasury Circular No. 4-2018 Guidelines for the Settlement of Government Securities Under the National Registry of Scripless Securities Environment (Link: <http://www.treasury.gov.ph/wp-content/uploads/2018/08/Guidelines-for-Settlement-of-Government-Securities-under-NRoSS.pdf>), dated August 20, 2018:

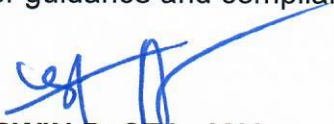
Item 4.6 – “Trading Participants shall ensure that securities of Sponsored Clients are maintained in the proper Client Account. Securities of tax-exempt institution (TEI) clients shall be timely placed in their own TEI Sponsored Client Account for proper tax monitoring and calculation.”

Item 6.5 – “Trading Participants shall transfer all securities balances in the Omnibus Client Account to the relevant Sponsored Client Accounts before cut-off of each business day. The Omnibus Client Account shall be zeroed out at end of day.”

Item 7.2 – “On coupon payment date, the final reimbursable amount due to a selling tax-exempt NRoSS Account shall be made.”

Any shortfall or loss in amounts supposed to be received by TEI clients due to the delay in the transfer of securities to the TEI Sponsored Client Account shall be for the account of the concerned Trading Participant. The BTr will not entertain any request for adjustment of coupons paid if the cause is due to this delay which is a violation of section 6.5 hereof.”

For guidance and compliance.


ERWIN D. STA. ANA
Officer-in-Charge and Deputy
Treasurer of the Philippines