



Funding the Republic

Republic of the Philippines
KAGAWARAN NG PANANALAPI
KAWANIHAN NG INGATANG-YAMAN
(BUREAU OF THE TREASURY)
Intramuros, Manila



MEMORANDUM

TO : Custodian Bank Participants in NRoSS

SUBJECT : Segregated NRoSS Accounts for Omnibus Taxable Non-Resident Clients

DATE : 19 November 2024

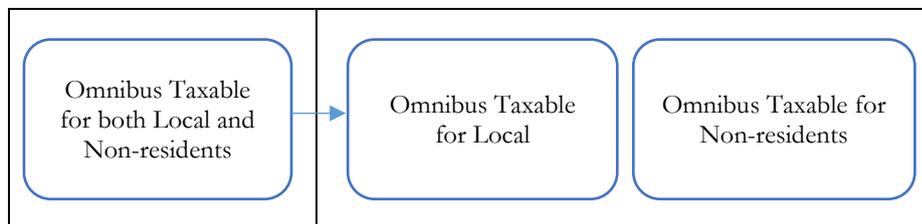
I. Background

As part of the Bureau of the Treasury’s efforts to improve the monitoring of non-resident investor participation in government securities, we are introducing a new requirement for custodians to properly identify and segregate the securities holdings of their taxable non-resident clients.

II. Requirement

a. Separate NRoSS Account for Omnibus Taxable Non-Residents
(if applicable)

If your institution maintains a single omnibus NRoSS account for both taxable local and non-resident clients, you are enjoined to create a separate NRoSS account for omnibus taxable non-resident clients and Free-of-Payment transfer to this NRoSS account the holdings of your non-resident clients. This will ensure that the holdings of taxable non-resident clients are clearly segregated from those of the taxable local clients.



*the naming convention for your omnibus accounts is at the discretion of your institution

The BTr shall not require any documentation to create a separate NRoSS account for omnibus taxable non-resident clients.



b. Identification and Tagging of Non-resident Clients

For existing NRoSS accounts

Custodians must identify to BTr the NRoSS accounts of all their non-resident clients. To assist with this, we will provide a form (**Annex A**) that custodians shall use to list down the NRoSS accounts of all their non-resident clients.

Based on this form, the BTr shall tag all non-resident NRoSS accounts in the NRoSS system as “Non-Resident”. This is a one-time submission only.

For new NRoSS accounts to be created

Going forward, Custodians must ensure that when creating a new NRoSS account for any non-resident client in the Client Registration module of NRoSS, they select ‘Non-Resident’ as the investor type, as shown below.



The screenshot shows a form with three fields: 'Is QIB *' with a dropdown menu set to 'No', 'Valid Gov't ID *' with an empty text input field, and 'Investor Type *' with a dropdown menu set to 'Non-Resident'. Below the fields are three buttons: 'Reset', 'Cancel', and 'Ok'.

All non-resident NRoSS accounts shall have “Non-Resident” as default Investor Type.

III. Benefits

- With the implementation of this initiative, the BTr shall no longer require the custodians to submit the ‘Outstanding Holders of Government Securities’ report.
- Improve monitoring of non-resident investors’ participation in government securities.

IV. Point of Contact

The following BTr personnel shall be the points of contact for all issues concerning this memorandum:

Name	Designation	Contact
Francis A. Medina	Chief Treasury Operations Officer I	famedina@treasury.gov.ph

Mark Joseph M. Receo	Treasury Operations Officer IV	mmreceo@treasury.gov.ph
Paullyn W. Munda	Treasury Operations Officer II	pwmunda@treasury.gov.ph

V. Implementation Timeline

Action Item	Responsible Party	Deadline
Creation of separate NRoSS accounts for omnibus taxable non-resident clients (if applicable)	Custodians	25 Nov 2024
FOP transfer of securities to the separate NRoSS accounts for omnibus taxable non-resident clients (if applicable)	Custodians	02 Dec 2024
Submission of Annex A to ssrd_nross@treasury.gov.ph	Custodians	09 Dec 2024
“Non-Resident” tagging for existing NRoSS accounts based on Annex A	BTr	13 Dec 2024
Last submission of “Outstanding Holders of GS” report as of end December 2024	Custodians	02 January 2025

This memorandum shall take effect immediately.

ORIGINAL SIGNED
SHARON P. ALMANZA
Treasurer of the Philippines