

GUIDANCE NOTE ON REQUIREMENTS FOR REPORTING GUARANTEED DEPOSIT BALANCES FROM THE FINAL ISSUANCE DATE

Summary

From 31 March 2010, eligible institutions which report a value for guaranteed deposit liabilities will be required to report the aggregate spot value of guaranteed at-call and term deposit balances on the final calendar day of each month. This reporting requirement is in addition to existing reporting requirements for eligible institutions.

Background

On 7 February 2010, the Treasurer announced that the Guarantee Scheme for Large Deposits and Wholesale Funding ('Guarantee Scheme') would close to additional deposit funds on 31 March 2010.

Clause 4.1.7 of the Scheme Rules details the arrangements that will apply to guaranteed large deposits from this date. The arrangements are also explained in the Q&A section of the Guarantee Scheme website: www.guaranteescheme.gov.au/qa/closure.html.

Schedule 5 clause A.1.2 sets out the reporting requirements for large deposits. This Guidance Note explains how these requirements will operate from 31 March 2010.

Additional Reporting Requirements

Beginning 31 March 2010, the Australian Government will require eligible institutions which report a value for guaranteed deposit liabilities to report the following information to the Scheme Administrator:

- the aggregate value of guaranteed deposit funds held in at-call accounts at the end of the final calendar day of each month; and
- the aggregate value of guaranteed deposit funds held in term deposit accounts at the end of the final calendar day of each month.

This information should be reported by these eligible institutions as part of the existing monthly reporting cycle, using the annexure to the existing form provided on the Guarantee Scheme website: <http://www.guaranteescheme.gov.au/reporting/xls/frm-annexure-guaranteed-large-deposits.xls>. These eligible institutions will be required to provide this information to the Scheme Administrator for the remaining period in which they report a value for guaranteed deposit liabilities.

This new reporting requirement is in addition to the existing reporting requirements for eligible institutions. Eligible institutions will still, for example, be required to report monthly on the average daily value of deposits. The Eligibility Certificate Fee will continue to be calculated by reference to that value.

General enquiries can be directed to the Scheme Administrator on 1800 013 806.