

BANQUE DU LIBAN

Basic Circular No 87 to Banks

Attached is a copy of Basic Decision No. 7935 of 27 September 2001, relating to the implementation provisions of Basic Decision No. 7926 of 20 September 2001 (Banks' Mandatory Placements^{*}).

Beirut, 27 September 2001

The Governor of Banque du Liban

Riad Toufic Salamé

Old Numbering: 1953

^{*} The title of this Decision was last amended by Article 1 of Intermediate Decision No 8371 of 31 March 2003 (Intermediate Circular No. 30).

BANQUE DU LIBAN

Basic Decision No 7935

**Implementation Provisions of Basic Decision No 7926 of 20 September 2001
Relating to Banks' Mandatory Placements ***

The Governor of Banque du Liban,

Pursuant to the Code of Money and Credit, particularly Articles 76 (Paragraph f), 77 and 174 thereof;

Pursuant to Basic Decision No 7926 of 20 September 2001 relating to Banks' Mandatory Placements *;

Considering the need to issue implementation provisions with regard to Basic Decision No. 7926 of 20 September 2001; and

Pursuant to the Decision of the Central Council of Banque du Liban (BDL), taken in its meeting of 26 September 2001,

Decides the following:

Article 1:

The components subject to the 15% ratio imposed by Article 1 of Basic Decision No 7926 of 20 September 2001 shall be determined as per the attached table.

Article 2:

Banks are required to provide the BDL Department of Statistics and Economic Research, on a weekly basis, with the table mentioned in Article 1 above. This table should be submitted by Saturday, following the Wednesday that closes the calculation period.

Article 3:

The weekly average of the components mentioned in Article 1 shall be calculated according to BDL official closing price as on the Wednesday closing the calculation period, and for each of the seven major currencies shown in the table mentioned in Article 1 above.

* The title of this Decision was last amended by Article 1 of Intermediate Decision No 8371 of 31 March 2003 (Intermediate Circular No. 30).

Article 4¹:

The calculation of the placement ratio (15%) mentioned in Article 1 of Basic Decision No 7926 of 20 September 2001 shall not include:

- 1- The balances of foreign-currency demand accounts of banks at Banque du Liban.
- 2- Accrued interests payable on banks' term deposits.
- 3- Certificates of deposits issued in foreign currencies by Banque du Liban.

Article 5²:

The 15% ratio mentioned in Article 1 (1) of Basic Decision No 7926 of 20 September 2001 shall be deposited in any of the seven major foreign currencies specified in the attached table. This ratio shall be calculated according to BDL official closing price as on the Wednesday closing the calculation period of the components mentioned in Article 1 above.

Article 6:

Banks may request Banque du Liban to be granted loans equivalent to a portion of their foreign-currency placements at BDL which exceed the 15% ratio imposed by Article 1 of Basic Decision No 7926 of 20 September 2001, and at a lending rate equaling the deposit rate applied to these placements plus at least two points.

Article 7³:

The table mentioned in Article 2 above shall be sent through the Electronic Transmission of Statistical Reports Project (eSTR), as of the position closed on 13 August 2008.

Article 8:

This Decision shall enter into force upon its issuance.

Article 9:

This Decision shall be published in the Official Gazette.

Beirut, 27 September 2001

The Governor of Banque du Liban

Riad Toufic Salamé

¹- This Article was amended by Article 2 of Intermediate Decision No 9029 of 18 May 2005 (Intermediate Circular No 84).

²- This Article was amended by Article 3 of Intermediate Decision No 9029 of 18 May 2005 (Intermediate Circular No 84).

³- This Article was amended by Article 1 of Intermediate Decision No 9966 of 4 August 2008 (Intermediate Circular No 179).

Banque du Liban-Department of Statistics and Economic Research

Commitments in Foreign Currencies subject to the 15% ratio imposed by Basic Decision No. 7926 (Basic Circular No 86) and Basic Decision No 7935

(Basic Circular No 87)

Form RO-10¹

Average between _____ and _____

Bank Name:

Bank Number:

Valued in thousands of US dollars

No	Name	USD	EUR	GBP	CHF	CAD	AUD	JPY	Other	Total
20100	Other Issuing institutions – Non-resident									
20180	Less: Accrued interest payable – Non-resident									
20200	Commercial banks – Non-resident									
x20200	Less: New accounts subject to Basic Circular 150									
20250	Less: Spot FX accounts – Non-resident									
20280	Less: Accrued interest payable – Non-resident									
20300	Medium and long-term investment banks – Non-resident									
x20300	Less: New accounts subject to BC 150									
20370	Less: Spot FX accounts – Non-resident									
20380	Less: Accrued interest payable – Non-resident									
20500	Registered financial institutions – Resident and non-resident									
x20500	Less: New accounts subject to BC 150									
20560	Less: Spot FX accounts									
20580	Less: Accrued interest payable									
23900	Other financial institutions – Resident and non-resident									
x23900	Less: New accounts subject to BC 150									
23960	Less: Spot FX accounts									
23980	Less: Accrued interest payable									

¹ This Form was last amended by Article 1 of Intermediate Decision No 13225 of 11 May 2020 (Intermediate Circular No 555) which enters into force as of the position of the period stretching from Thursday 30th April 2020 to Wednesday 6th May 2020.

24680	Less: Accrued interest payable										
Z24700	Banks' CDs held at amortized cost (12-month maturity or less/excluding those sold to resident banks)										
24780	Less: Accrued interest payable										
99999	Total commitments in US dollar										

Remark:

Refer to Basic Decision No 7926, Article 1: bonds, CDs, and banks' CDs issued by banks as well as the loans they obtain from the financial sector and that fall due within 12 months or less.

Name:.....

Signature: