



BANCO CENTRAL DO BRASIL

RESOLUTION BCB 20, OF OCTOBER 1ST, 2020

Provides for the rediscount line to be granted, by the Banco Central do Brasil, to financial institutions that participate directly in the Instant Payments System (SPI), referred to in Resolution 4,781, of February 20, 2020.

The Board of Governors of the Banco Central do Brasil, in a session held on September 30, 2020, based on article 10, items V and XII, of Law 4,595, of December 31, 1964, in article 28, paragraph 2, of Complementary Law 101, of May 4, 2000, and in articles 1 and 6 of Resolution 4,781, of February 20, 2020,

RESOLVES:

Art. 1 This Resolution provides for the rediscount line to be granted, by the Banco Central do Brasil, to financial institutions that participate directly in the Instant Payments System (SPI), referred to in Resolution 4,781, of February 20, 2020.

Par. 1 The rediscount transactions under the line referred to in the main paragraph shall be carried out through reverse repurchase agreements involving federal government securities registered in the Special System for Settlement and Custody (Selic).

Par. 2 Reverse repurchase agreements, for the purposes of this Resolution, are defined as the purchase of a security, by the Banco Central do Brasil, with a sellback commitment, together with the sale of the security, by the financial institution, with a repurchase commitment.

Par. 3 The transactions referred to in the main paragraph are intended to provide liquidity, outside the regular hours of transactions in the Reserve Transfer System (STR), for the occurrence of transfers between clients within the scope of the SPI.

Art. 2 Federal government securities registered in Selic that are part of the financial institution's own custody position and that are not restricted to trading may be the object of reverse repurchase agreements set forth in this Resolution.

Par. 1 Securities that have payments (redemption, interest or amortization) coinciding with the maturity of the transaction will not be accepted.

Par. 2 The prices to be adopted in the transactions referred to in the main paragraph must observe the following parameters:



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I - Purchase price: unit price (PU) of the security for the date of the contract of the transaction, published daily by the Banco Central do Brasil; and

II - Sellback price: the sellback price will correspond to the purchase price plus an amount corresponding to the addition, on the purchase price, of a percentage equivalent to 90% (ninety percent) of the Selic Rate, defined according to the regulations in force, calculated for the day of the contract of the transaction, and valid on the date of the transaction.

Par. 3 The Department of Banking Operations and Payments System (Deban) and the Department of Open Market Operations (Demab) are hereby authorized to jointly disclose the characteristics of the federal government securities that will be accepted in the transactions referred to in the main paragraph, as well as the calculation methodology for calculating the resale price and the financial value of the transactions.

Art. 3 The registration of the request for the repurchase transaction must be carried out through a specific message from the SFN Services Catalog sent by the financial institution to Selic during the regular hours of transactions in the STR for settlement of funds transfer orders or during the additional window for deposits in Instant Payments Accounts (PI Accounts), pursuant to article 18 of the STR Regulation, attached to Resolution BCB 105, of June 9, 2021.

Par. 1 The regular hours of transactions in the STR referred to in the main paragraph are, ordinarily, on business days for the purposes of transactions carried out in the financial market, from 6:30 am to 6:30 pm (Brasília time), and, on December 24, if considered a business day for the purpose of transactions carried out in the financial market, and on the last business day of the year, from 6:30 am to 1:00 pm.

Par. 2 The additional window for deposits to PI Accounts starts after the closing of the regular hours of transactions in the STR, referred to in paragraph 1 of this article, and ends, ordinarily, at 7 pm, and, on December 24, if considered a business day for the purpose of transactions carried out in the financial market, and on the last business day of the year, at 1:30 pm.

Par. 3 When justified by extraordinary facts, subject to the provisions of the STR Regulation, the Banco Central do Brasil may, with effect for a given day of transaction, change the opening and closing times of the regular hours of transactions in the STR, specified in paragraph 1, with the respective extension of the additional window, referred to in paragraph 2 of this article.

Par. 4 The registration of the request for the repurchase transaction sent during the regular hours of transactions in the STR, in compliance with the business rules, will be retained in Selic, without verification or transfer of custody of the securities and financial resources, and will be settled exclusively during the additional window for deposits to PI Accounts, after the closing of the regular hours of transactions in the STR.



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Par. 5 While being retained, the registration of the request for the repurchase transaction may be cancelled by the financial institution, by the remittance of a message from the SFN Services Catalog to Selic, during the regular hours of transactions in the STR.

Par. 6 The transaction whose registration of the request is forwarded during the additional window for deposits to PI Accounts will be immediately settled.

Art. 4 The contracting of the transaction takes place at the time of its settlement, during the additional window for deposits to PI Accounts, on which occasion there will be a verification of the existence of securities in the institution's custody and the execution of the financial transaction and the respective transfer of the securities to the custody of the Banco Central do Brasil.

Single paragraph. If the financial institution does not have enough securities to settle the repurchase transaction, it will not be contracted and Selic will reject the transaction, with no possibility of pending due to insufficient securities.

Art. 5 The repurchase transaction carried out by the financial institution must take place on the business day following the contracting of the transaction, during the regular hours of transactions in the STR for settlement of funds transfer orders, referred to in article 3, paragraph 1, of this Resolution, through the remittance of a specific message from the SFN Services Catalog, by the financial institution to Selic.

Par. 1 The repurchase transaction must occur at the sellback price referred to in article 2, paragraph 2, item II, of this Resolution.

Par. 2 The repurchase commitment may be honored in installments, according to the deadline established in the main paragraph.

Par. 3 Selic will process the repurchase transaction when it is received and will forward it to the STR so that it can send the financial transaction to the SPI.

Par. 4 If the financial institution does not have sufficient financial resources in its PI Account to support the debit of the repurchase transaction, the order will be immediately rejected, with no possibility of pending due to insufficient funds.

Art. 6 The rediscount line transaction referred to in this Resolution whose repurchase agreement is not settled by the financial institution within the period and under the conditions established in article 5 will be considered defaulted.

Par. 1 The securities subject to defaulted transactions, pursuant to this article, will be incorporated into the Banco Central do Brasil's own portfolio and sold at auction.

Par. 2 Any negative result for the Banco Central do Brasil in the sale of these securities, determined at auction, must be reimbursed by the counterparty institution of the defaulted transaction.



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Art. 7 The rediscount line transaction referred to in this Resolution is not subject to any association with other transactions registered in Selic, which includes the impossibility of repurchase associated with the simultaneous contracting of a new transaction.

Article 8. The financial transactions relating to the rediscount line transactions referred to in this Resolution are always carried out in the PI Account maintained by the financial institution at the Banco Central do Brasil.

Par. 1 The financial transactions in the institution's PI Account characterizes the final settlement of the purchase, sale, repurchase and resale obligations of the transactions mentioned in the main paragraph.

Par. 2 The movement in custody accounts of the securities object of the transaction and the corresponding financial transfer are mutually conditioned.

Art. 9 This Resolution enters into force on November 3, 2020.

Bruno Serra Fernandes
Deputy Governor for Monetary Policy