

RESOLUTION 4,781, FEBRUARY 20, 2020

Authorizes the Banco Central do Brasil to grant rediscount line to financial institutions that participate directly in the Instant Payments System (SPI).

The Banco Central do Brasil, pursuant to article 9 of Law 4,595, of December 31 of 1964, makes public that the National Monetary Council, in a session held on February 20, 2020, based on articles 3, item V, 4, item XVII, and 12 of the aforementioned Law, and on article 28, paragraph 2, of Complementary Law 101, of May 4, 2000,

R E S O L V E D :

Art. 1 The Banco Central do Brasil is authorized to carry out reverse repurchase agreements involving federal government securities registered in the Special System for Settlement and Custody (Selic), with financial institutions that participate directly in the Instant Payments System (SPI), holders of an Instant Payments Account (PI Account), under the terms and conditions established in this Resolution.

Par. 1 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. 2 The transactions referred to in the main paragraph are intended to provide liquidity, outside the regular hours of transactions in the Reserves Transfer System (STR), for the occurrence of transfers between clients within the scope of the SPI.

Par. 3 The transactions referred to in the main paragraph are carried out, at the exclusive discretion of the Banco Central do Brasil, upon request of the interested financial institution.

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 The Banco Central do Brasil will detail the federal public securities that will be accepted in the operations referred to in this Resolution.

Par. 2 Securities that have payments (redemption, interest or amortization) coinciding with the maturity of the transaction will not be accepted.

Art. 3. In the reverse repurchase agreements referred to in this Resolution, the following negotiation parameters must be observed:

I - Purchase price: the purchase price will be published daily by the Banco Central do Brasil;

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 of the Selic Rate, defined according to the regulations in force, calculated for the day on which the transaction was agreed, fixed by the Banco Central do Brasil and valid on the date of the transaction;

III - Request: the registration of the request for the transaction will be carried out through a specific command of the financial institution in Selic during the regular hours of transactions in the STR and Selic or during the specific additional window to be defined by the Banco Central do Brasil;

IV - Contracting: the contracting of the transaction will occur with the release of the financial resources directly in the PI Account held by the financial institution at the Banco Central do Brasil after the closing of the regular hours of transactions in the STR, during the specific additional window to be defined by the Banco Central do Brasil, with the respective transfer of the securities to the custody of the Banco Central do Brasil; and

V - Maturity of the transaction: the repurchase transaction must take place on the business day following the contracting of the transaction, during the regular hours of transactions in the STR, upon specific command of the institution in Selic and financial transfer directly in the PI Account held by the institution.

Art. 4 The financial settlement and the transfer in custody accounts of the securities object of the transactions referred to in this Resolution are subject to the rules and operational procedures provided for in the regulations of the respective settlement systems.

Art. 5 The transaction referred to in article 1, whose repurchase agreement is not settled by the financial institution within the term and conditions established in item V of article 3, will be considered defaulted.

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

Par. 2 The occasional 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.

Art. 6 The Banco Central do Brasil will issue rules and adopt the necessary measures to implement the provisions of this Resolution.

Art. 7 This Resolution enters into force on March 2, 2020.

Roberto de Oliveira Campos Neto  
Governor of the Banco Central do Brasil

This text does not replace the one published in the DOU of February 21, 2020, Section 1, p. 66, and in Sisbacen.