

**GUIDELINES FOR THE COMPUTATION OF
MINIMUM LIQUID ASSETS**

Pursuant to Section 32 (2) of the Finance Companies Act, each finance company in Singapore is required to maintain minimum liquid assets as determined by the Monetary Authority of Singapore.

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2 The level of minimum liquid assets to be maintained is 13% of the finance company's liabilities base. The liabilities base for the maintenance of minimum liquid assets will be the daily eligible liabilities of the finance company.

3 A specimen copy of computation of minimum liquid assets ratio, together with the explanatory notes is at Annex II.

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