

Direction of the Monetary Board on funds remaining unclaimed in the customer accounts maintained by the Dealer Direct Participants

This Direction is issued under Section 10 (6) and Section 10 (7) of the Local Treasury Bills Ordinance No. 8 of 1923 and Section 21(E) (6) and Section 21(E) (7) of the Registered Stock and Securities Ordinance No. 7 of 1937 and will be effective from 2nd September 2013.

Colombo.

Date: 2nd September 2013

N W G R D Nanayakkara
Superintendent of Public Debt

- 1) In terms of Section 10 (6) of the Local Treasury Bills Ordinance No. 8 of 1923 and Section 21 E (6) of the Registered Stock and Securities Ordinance No. 7 of 1937, upon receipt by a dealer direct participant of any amount by way of payment from the Central Bank in respect of Scripless Treasury Bills or Scripless Treasury Bonds held in a customer account, the dealer direct participant shall pay such amount to the customer or to any other party entitled to such payment by law or in terms of a written agreement to which the dealer direct participant and the customer are party.
- 2) In terms of Section 10 (7) of the Local Treasury Bills Ordinance No. 8 of 1923 and Section 21E (7) of the Registered Stock and Securities Ordinance No. 7 of 1937, if a dealer direct participant is unable for any reason to effect payment to a customer or to a party entitled to payment as aforesaid within the time specified in directions issued by the Central Bank, the dealer direct participant shall within such period as may be specified in such directions, transfer the sum remaining unpaid to a prescribed account of the Central Bank and shall provide the Central Bank with such information as may be required by the Central Bank with regard to the payment and the customer or other party, as the case may be.

- 3) Accordingly, if the Dealer Direct Participants (DDPs) are unable to effect payment of any amount received by way of payment from the Central Bank in respect of Scripless Treasury Bills or Scripless Treasury Bonds within 90 days of such receipt to a customer or to any other party entitled to such payment by law or in terms of a written agreement to which the DDP and the customer are party, the DDP within a period of 7 days after the lapse of the 90-day period referred to above shall transfer such unpaid sum to the following account held at the Domestic Operations Department of the Central Bank of Sri Lanka, and notify it in writing to the Superintendent of Public Debt in the format given in Annex -1.

Account Number: 4682

Name of the Account: Government Securities Unclaimed Account

- 4) Any claim made by the customer after transferring the funds in accordance with direction 3 above shall be directed to the Superintendent of Public Debt by DDP after satisfying itself about the identity of the customer and the lawfulness and validity of the claim.
- 5) The Superintendent of Public Debt after receiving the claim in accordance with direction 4 above shall pay to the respective DDP, the amount so claimed.
- 6) DDPs shall maintain documents necessary to substantiate the information submitted in the report mentioned in (3) above for a period of at least ten years from the date of submission.

Annex I**Details of unclaimed/undisbursed funds transferred to the Central Bank of Sri Lanka**

Amount (Rs.)	Date of Transfer	Customer's Last name with other names in full	Customer's Identification (NIC, Passport No., Date of Birth etc)	ISIN No. of Security