

5. SDR INTEREST RATE AND RELATED MATTERS

I. Amendments to Rules I-9, I-10, and T-1

Rules I-9, I-10, and T-1 of the Rules and Regulations of the Fund shall be amended to read as set forth below. The amended Rules shall apply with effect from August 1, 1983, provided that interest and charges on holdings of SDRs and remuneration accrued during the current financial quarter ending on July 31, 1983 shall be paid as of the commencement of the next financial year.

I - CHARGES IN RESPECT OF GENERAL RESOURCES ACCOUNT

TRANSACTIONS AND REMUNERATION

- I-9 (a) Remuneration shall accrue daily. The amount that has accrued during each quarter of the financial year of the Fund shall be paid as of the beginning of the following quarter.
- (b) A member that wishes to receive in its own currency the whole or a specified portion of the remuneration payable to it shall so notify the Fund.
- I-10 (a) The rate of remuneration shall be equal to 85 percent of the rate of interest on holdings of SDRs under Rule T-1(b), rounded to the two nearest decimal places.
- (b) The Fund shall review the rate of remuneration on the occasion of the annual review of the rate of interest on holdings of SDRs under Rule T-1(d).

T - INTEREST, CHARGES AND ASSESSMENTS IN RESPECT OF SDRS

- T-1 (a) Interest and charges in respect of SDRs shall accrue daily at the rate referred to in (b) below. The amount that has accrued during each quarter of the financial year of the Fund shall be paid promptly as of the beginning of the following quarter. The accounts of participants shall be credited with the excess of interest due over charges or debited with the excess of charges over the interest due. The accounts of holders that are not participants shall be credited with the interest due.
- (b) The rate of interest on holdings of SDRs for each weekly period commencing each Monday shall be equal to the combined market interest rate as determined by the Fund at the beginning of the period in the manner described in (c) below.
- (c) The combined market interest rate shall be the sum, rounded to the two nearest decimal places, of the products that result from multiplying each yield or rate listed below, expressed as an equivalent annual bond yield, for the preceding Friday by the value in terms of the SDR on that Friday of the amount of the corresponding currency specified in Rule 0-1, as determined pursuant to Rule 0-2(b). If a yield or rate is not available for a particular Friday, the calculation shall be made on the basis of the latest available yield or rate.

U.S. dollar	Market yield for three-month U.S. Treasury bills
Deutsche mark	Three-month interbank deposit rate in Germany
French franc	Three-month interbank money rate against private paper

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| | in France |
| Japanese yen | Discount rate on two-month |
| | (private) bills in Japan |
| Pound sterling | Market yield for three-month |
| | U.K. Treasury bills |
- (d) The Fund will review the rate of interest on holdings of SDRs at the conclusion of each financial year.
- Decision No. 7480-(83/112) G/S, adopted
July 26, 1983