



FINANCIAL SERVICES  
COMMISSION

## **GUIDELINE No. 11**

### **DEPOSITS IN SOCIETIES**

This Guideline is issued by the Financial Services Commission (“the Commission”) pursuant to section 53 of the Financial Services Commission Act 2010-21 (“Act”) and comes into effect March 1, 2013.

This Guideline establishes the standards of the Commission with respect to the deposits of the funds of a credit union pursuant to section 34A of the Co-operative Societies Act (CSA), and the deposits for liquidity purposes of a credit union pursuant to Regulation 21 of the Co-operative Societies Regulations, 2008 (“Regulations”).

1. For the purposes of section 34A(1)(a)(ii) of the (CSA):
  - 1.1 a credit union may only make a deposit in a society registered under the CSA;
  - 1.2 a deposit or deposits of a credit union in any other credit union may not exceed in the aggregate 5% of the assets of the credit union making the deposit; and
  - 1.3 the aggregate of all deposits by a credit union in all other credit unions may not exceed 10% of the assets of the credit union making the deposits.