

## **Money Market Monitoring (M-III)**

### **Frequently Asked Questions**

**1. How can I install M-III bank side software?**

Ans. M-III installation CD contains MMCRS folder in M-III folder. Copy MMCRS folder from CD to C:\.

**2. Is it necessary to create MMCRS folder at C:\?**

Ans. Yes, as all program files are called from C:\MMCRS so it is necessary to create MMCRS folder.

**3. What is the purpose OUTPUT folder?**

Ans. OUTPUT folder resides in C:\MMCRS, which holds all the DBF files generated for reporting to SBP.

**4. What is Bank ID?**

Ans. Every bank is allocated a bank ID which can be referred from user or technical manual. After copying MMCRS folder from CD it is necessary to enter bank information including Bank ID in BANK.MDB file resides at C:\MMCRS folder.

**5. Is there any pre-requisite for installing M-III bank side software?**

Ans. Yes, MS-ACCESS 2000.

**6. How many records one should enter in BANK.MDB file?**

Ans. Only one.

**7. What is the posting date?**

Ans. Posting date is date type field provided in all screens of M-III for following purposes.

1. Posting date represents single business date on which all transactions are being entered into the system. In most of the cases Posting Date is the same as Deal Date.
2. While preparing disk for SBP posting date is the key field required for extracting all transactions from database for given date.

**8. What is the usage of NAME field in various data entry screens?**

Ans. It represents name of counter party in case of counter party value is 'OTHERS'.

**9. When we enter DEAL ID why system adds some leading characters into it?**

Ans. This is the new feature adopted in updated version of M-III to maintain the uniqueness of DEALID as most of the banks reuse their DEAL ID after closing business year.

**10. Is there any difference between DEAL DATE and VALUE DATE?**

Ans. Yes, DEAL DATE represents deal contract date while VALUE DATE represents date when deal is going to be effective.

**11. Is there any difference between posting date and liquidity date in liquidity position transaction screen?**

Ans. Yes, as mentioned earlier Posting Date represents single business date when all transactions are entered into the system while Liquidity Date is the date for which DTL and other balances are maintained. In most of the cases Position Date and liquidity Date would be same.

**12. What will be the maturity date in case of OUTRIGHT deals?**

Ans. The maturity date of security will be the maturity date for OUTRIGHT deal.

**13. Can I enter tenure of deal?**

Ans. No, it is calculated automatically by difference of MATURITY DATE and VALUE DATE.

**14. What is the meaning of lending and borrowing in case of OUTRIGHT?**

Ans. Basically this system focuses the flow of funds. Therefore if you are buying a security in outright case means you are lending fund and you have to enter the maturity date of security in maturity field.

**15. Is there any limit for entering value of any amount?**

Ans. Yes one can enter maximum value of 999,999.0000 in any amount type of field, keep in mind that all values represent in millions.

**16. What is the use of IPS field?**

Ans. If any deal is performed on behalf of IPS it is necessary to select name of IPS from list in case of 'OTHER' exact name of IPS is entered in NAME field.

**17. What is the format mask of date type of fields?**

Ans. Date will be entered in format of DD-MON-YYYY e.g. 27-mar-2004

**18. How can I query any entered deal?**

Ans. You can query any particular deal by selecting appropriate deal type and posting date.

**19. Should I enter Liquidity Position every day though it is same for whole week?**

Ans. Yes, it is necessary to enter Liquidity Position every day as there are other information in liquidity position screen which tends to change on daily basis i.e. Account Balances, Transit Amount etc. If whole information is same for next day even then it is necessary to report same information for that day as new transaction.

**20. What is the use of UPDATE WEEKLY POSITION?**

Ans. UPDATE WEEKLY POSITION screen is used to modify liquidity position for the given period of date. Through this option DTL Position, Cash in Pakistan and Un-encumbered approved securities can be up-dated.

**21. What are inflows and outflows?**

Ans. Presently inflow/outflow screen is design to capture flow of funds that effect overall liquidity position of the money market. For example if a bank receives Rs.100 million from PSE/SBP/ Govt it is required to report in inflow head. Similarly if a bank pays Rs. 100 million to above sectors it would be reported in the outflow head.

**22. What information should come under head of Government Account in inflow and outflow screen?**

Ans. Any payment/receipt on account of tax payment, zakat payment, govt subsidies, and interest payment to govt is required to report in this field.

**23. Do we need to report eight records for inflow and outflow of all four heads, even if there is zero value?**

Ans. No, you are required to report only those accounts in which transactions have happened. Otherwise you can leave it blank.

**24. How can I change security or issue date of a security in deal transaction?**

Ans. 'Security or Issue Switching' is the new option developed for this purpose. Details of this option is available in up-dated user manual and technical document

**25. What is the usage of 'Change Maturity Date' option in M-III?**

Ans. CHANGE MATURITY DATE is the new option included in new updated version of M-III. Which is used to modify maturity date of deal, which is later reported to State Bank of Pakistan.

**26. What is the print preview in PREPARE DISK FOR SBP option?**

Ans. The "Print Preview" option is provided to generates reports for given posting date and onward submission to State Bank of Pakistan along with the floppy every day.

**27. Why Short Selling and Non Competitive Bids options are disabled in my main menu?**

Ans. These options will be disabled for those banks who are not Primary Dealer (PD) and do not report short selling or Non-competitive Bids information to SBP.

**28. What is Jumbo ID field in Short Selling and Non Competitive Bids transaction screens?**

Ans. In case of PIB there can be two types of auctions i.e. Normal and Jumbo Auction. In case of Normal Auction value of Jumbo ID will remain '0' while in case of Jumbo Auction value will be incremented with every reopening of auction.

**29. In security or issue switching transaction screen can I change nature of security i.e. from PIB to T-BILL?**

Ans. **No, one** can change only the tenure of same nature of security like from PIB 3 years to PIB 5 years or from T-BILL 3 Month to T-BILL 6 Months or T-BILL 12 months but cannot switch PIB to T\_BILL or FIB.

**30. Can I edit any transaction after it has been reported to SBP?**

Ans. You can not edit any transaction. However, Edit can be carried out by manual process. You have to communicate any rectification/ modification in any entry to concern officer through Telephone. After his approval you can edit the requisite entry at your end while the SBP officer will edit at his / her end.

**31. What should we enter in Account Balance in the liquidity position screen?**

Ans. Account balance of a bank is the balance which the banks maintain with SBP. We advice you to send to us the position of current account as per your book on daily basis.

**32. What is Transit Amount in the liquidity Position screen?**

Ans. In our system **Transit Amount** is the amount which the banks send/ receive from their up-country branches through SBP. And the banks get the benefit of this amount in calculation of CRR position. The TTs through any nationalized bank does not fall under this definition.

**33. What type of errors can we face while loading the floppy?**

Ans. We have generally divided errors in two categories. These are Identified Error and Un-Identified Error.

- **Identified Errors** contain the format of the floppy and floppy corruption.
- **Un-Identified Errors** contain all those errors which pertain to uploading/processing the data. For example if you do not insert the DTL Position on daily basis our system will not accept your floppy. You must ensure that the posting date must match with DTL Date. Similarly if you copy the OUTPUT folder in floppy instead of files presented in it our system will not upload the data.