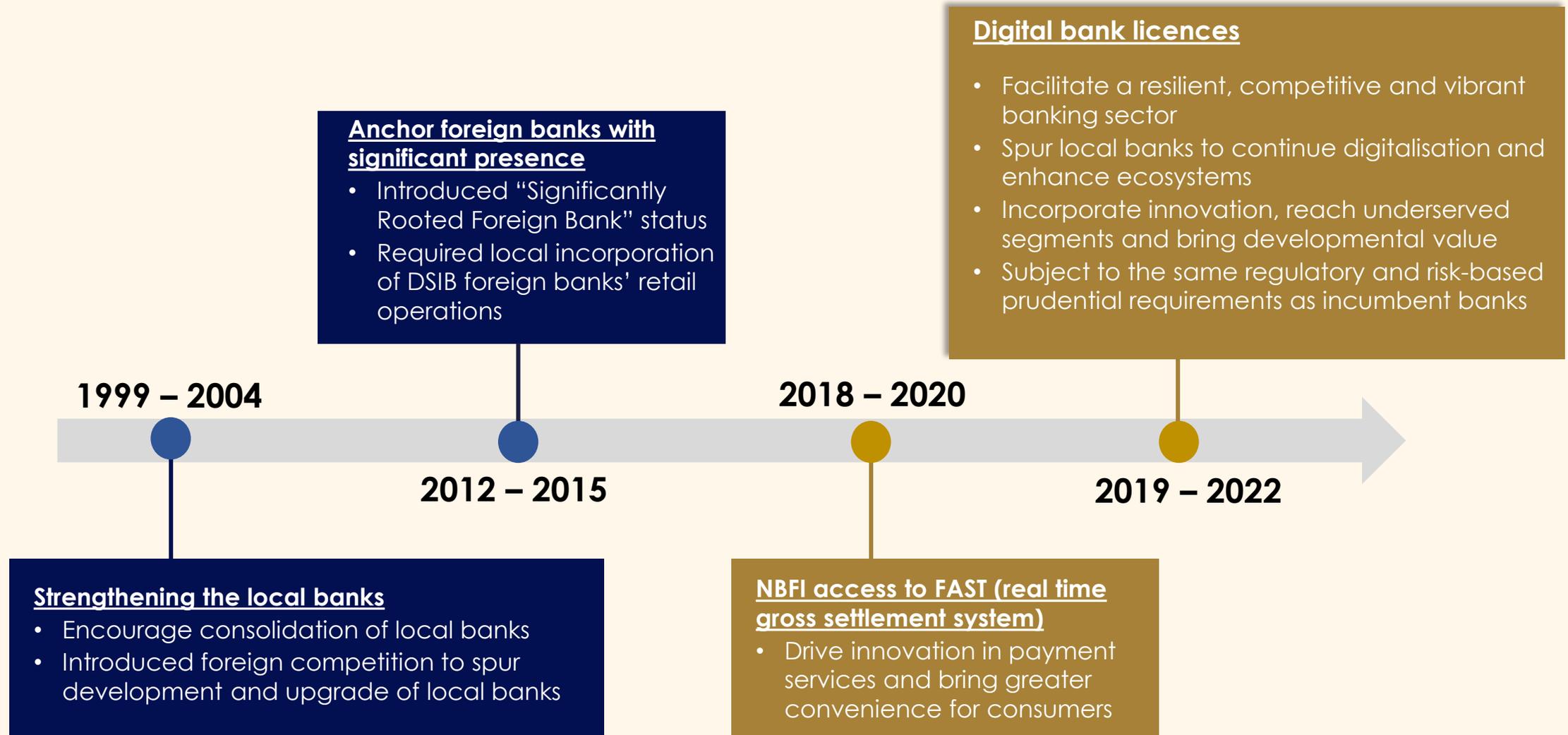


Overview of Digital Bank Regulation in Singapore

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PRUDENTIAL POLICY DEPARTMENT



Banking Liberalisation: The Digital Phase



Digital Full Banks with retail customers subject to phase-in approach

Digital Full Banks (DFBs)

Allowed to take deposits from and provide banking services to retail and non-retail customers

Digital Wholesale Banks (DWBs)

Allowed to take deposits from and provide banking services to non-retail segments

Restricted Digital Full Bank

Entry

Progression

Digital Full Bank

Min paid-up capital	S\$15 million	To progressively increase	S\$1.5 billion
Deposit cap	S\$50 million in aggregate* S\$75,000 per individual Only solicit deposits from limited scope of customers	Aggregate cap to progressively increase* S\$75,000 per individual No limit on scope of depositors	No deposit cap
Deposit Insurance Scheme Member			

* Wholesale deposits will not count towards the aggregate deposit cap if the restricted DFB has a minimum paid-up capital of S\$100m

MAS' Supervisory Approach over Digital Banks (DBs)

Pre-commencement

- Understand risk management framework
- Monitor bank's bedding down of procedures
- Independent validation work to supplement above activities

Entry

- Review effectiveness and implementation of processes, systems and controls, as actual transactions are made within a limited scope
- External validation work to supplement sup activities

Progression

- Focus on scalability of operations, as transaction volumes build up

DB establishes needed people, policies, processes and systems to commence ops

DB tests to ensure risk controls are appropriate and effective for business model

DB scales business and controls and makes continuous improvements

The New Entrants

	Digital Full Banks		Digital Wholesale Banks		Significantly Rooted Foreign Bank
Bank name	 GXS Bank	 MariBank	 Green Link Digital Bank	 Anext Bank	 Trust Bank
Key Shareholders					
Date Commenced	April 2022	July 2022	June 2022	June 2022	December 2021