

### 3. New bank holidays/special holidays/market disruption

~~New bank holidays or non-business/clearing days may be announced by the authorities in various centres. Such announcements of non-business/clearing day ("Unscheduled Holiday") may be made within a very short time period preceding the originally agreed settlement date. In order to ensure smooth and efficient functioning of the market, and bearing in mind these holidays are often unforeseen, clear market practice/ procedures should be in place.~~

~~In the event a country or a state declares a new national bank holiday or any other occurrence which would prevent settlement of banking transactions on a specific date, the following procedures are accepted as market practice, for adjusting the settlement date of outstanding currency transactions maturing on that date.~~

~~(a) On Unscheduled Holidays, unless the bilateral agreements between the parties concerned specifically provides for such situation, it is market practice to extend contracts maturing on a non-business day to the next business day.~~

~~(b) Value dates in foreign exchange transactions will not be split other than in cases where both parties agree or where special local practice allows for split delivery such as in certain Islamic countries.~~

~~(c) The affected parties should agree to adjust the exchange rate according to the prevailing relevant forward mid-rate.~~

**Deleted:** are periodically

**Deleted:** are

**Deleted:** of

**Deleted:** ing

**Deleted:** in the future

**Deleted:** should be adopted

**Deleted:** value

**Deleted:** on

**Deleted:** The new value date will be the first common business day (for both currencies contracted in the case of Foreign Exchange transactions) following the original value date except where a bank holiday is declared on the last business day of the month, in which case the new value date will be the first preceding common business day (for both currencies in the case of Foreign Exchange transactions) prior to month end ultimo.¶]

**Deleted:** There will be no adjustment of the exchange rate on outstanding contracts.¶]