DECISION OF THE EUROPEAN CENTRAL BANK
of 28 June 2013
repealing Decision ECB/2013/13 on temporary measures relating to the eligibility of marketable
debt instruments issued or fully guaranteed by the Republic of Cyprus

(ECB/2013/21)
(2013/376/EU)

THE GOVERNING COUNCIL OF THE EUROPEAN CENTRAL BANK,

Having regard to the Treaty on the Functioning of the European
Union, and in particular the first indent of Article 127(2)
thereof,

Having regard to the Statute of the European System of Central
Banks and of the European Central Bank, and in particular
Article 12.1 and the second indent of Article 34.1, in
conjunction with the first indent of Article 3.1 and Article 18.2
thereof,

Whereas:

(1) Pursuant to Article 18.1 of the Statute of the European
System of Central Banks and of the European Central
Bank (hereinafter the ‘Statute of the ESCB’), the
European Central Bank (ECB) and the national central
banks of Member States whose currency is the euro
may conduct credit operations with credit institutions
and other market participants, with lending being based
on adequate collateral. The criteria determining the eligi-
bility of collateral for the purposes of Eurosystem
monetary policy operations are laid down in Annex I
to Guideline ECB/2011/14 of 20 September 2011 on
monetary policy instruments and procedures of the Euro-
system (1) (hereinafter referred to as the ‘General Docu-
mentation’).

(2) Pursuant to Section 1.6 of the General Documentation,
the Governing Council of the ECB may, at any time,
change the instruments, conditions, criteria and
procedures for the execution of Eurosystem monetary
policy operations. Pursuant to Section 6.3.1 of the
General Documentation, the Eurosystem reserves the
right to determine whether an issue, issuer, debtor or
guarantor fulfils its requirements for high credit
standards on the basis of any information it may
consider relevant.

(3) Decision ECB/2013/13 of 2 May 2013 on temporary
measures relating to the eligibility of marketable debt
instruments issued or fully guaranteed by the Republic
of Cyprus (2) temporarily suspended, as an exceptional
measure, the Eurosystem’s minimum requirements for
credit quality thresholds applicable to marketable debt
instruments issued or fully guaranteed by the Republic
of Cyprus.

(4) The Republic of Cyprus has decided to launch a debt
management exercise involving marketable debt
instruments that it has issued.

(5) The adequacy as collateral for Eurosystem operations of
the marketable debt instruments issued or fully guar-
anteed by the Republic of Cyprus has been further
negatively affected by the decision to launch a debt
management exercise.

(6) Decision ECB/2013/13 should be repealed,

HAS ADOPTED THIS DECISION:

Article 1
Repeal of Decision ECB/2013/13
Decision ECB/2013/13 is repealed.

Article 2
Entry into force
This Decision shall enter into force on 28 June 2013.

Done at Frankfurt am Main, 28 June 2013.

The President of the ECB
Mario DRAGHI