

15c3-3(e)(3)/051 (Reserve Bank Account Cash Deposits with Parent and/or Affiliated Bank)

A broker-dealer may maintain a reserve bank account cash deposit(s) with a parent and/or affiliated bank(s) provided that:

1. The cash deposit(s) is with a bank that meets the definition of a “bank” pursuant to SEA Rule 15c3-3(a)(7), and
2. The greater of the amount of the excess cash deposit, if any, resulting from the following two calculations, will not be counted towards the 15c3-3 deposit:
 - a) The aggregate cash deposit(s) with the parent and/or affiliated bank(s) in excess of 50% of the broker-dealer’s excess net capital based on the most recently filed FOCUS Report, or
 - b) In aggregate, the cash deposit with the parent and/or any affiliated bank(s) in excess of 10% of each respective bank’s equity capital.

(SEC Staff to NYSE) (No. 03-3, April 2003)