

[BSP CIRCULAR NO. 632, S. OF 2008, November 19, 2008]

REDUCTION IN THE STATUTORY/LEGAL RESERVE REQUIREMENTS FOR PESO DEMAND, "NOW", SAVINGS, TIME DEPOSIT LIABILITIES AND DEPOSIT SUBSTITUTES OF UNIVERSAL BANKS, COMMERCIAL BANKS, THRIFT BANKS, RURAL AND COOPERATIVE BANKS, AND QUASI-BANKS

The Monetary Board, in its Resolution No. 1448 dated 6 November 2008, approved the reduction in the statutory/legal reserve requirements for peso demand, "NOW", savings, time deposit liabilities and deposit substitutes of universal banks, commercial banks, thrift banks, rural and cooperative banks, and quasi-banks, as follows:

BANK/ACCOUNTS FINANCIAL INSTITUTION		STATUTORY/LEGAL RESERVES		LIQUIDITY RESERVES
		From	To	
Universal Banks/Commercial Banks	- Demand	10%	8%	11%
	- Savings			
	- Time			
	- Deposit Substitutes			0%
	- "NOW"	9%	8%	
	- Long-term Negotiable CTDs	2%	2%	
Thrift Banks	- Demand	6%	4%	2%
	- "NOW"			
	- Savings			
	- Time			
	- Deposit Substitutes	2%	2%	0%
	- Long-term Negotiable CTDs			
Rural Banks Cooperative Banks	- Demand	6%	4%	0%
	- "NOW"			
	- Savings	2%	1%	
	- Time			
	- Long-term Negotiable CTDs	2%	2%	
Quasi Banks	- Deposit Substitutes	10%	8%	11%