

## [ BSP CIRCULAR NO. 158, March 20, 1998 ]

### RESERVE REQUIREMENT ON ALL TYPES OF PESO DEPOSIT AND DEPOSIT SUBSTITUTE LIABILITIES

Pursuant to Monetary Board Resolution No. 369 dated 12 March 1998, amending the composition of the reserve requirement on all types of peso deposit and deposit substitute liabilities of expanded commercial banks, commercial banks and non-banks with quasi-banking (NBQBs) functions and certain types of deposit and deposit substitute liabilities of thrift banks and rural banks, and Monetary Board Resolution No. 403 dated 18 March 1998, advancing the effectivity date of the abovementioned changes, Books I, II, III and IV of the Manual of Regulations are hereby amended as follows:

#### **Book I - Expanded Commercial Banks and Commercial Banks**

*SECTION 1.* Sections 1203, 1214, 1225, 1232, 1236 and 1253 of Book 1 of the Manual of Regulations are hereby amended by reducing the required reserves against demand and savings deposits, NOW accounts, time deposits and negotiable certificate of time deposits regardless of maturity of banks with expanded commercial banking authority, commercial banks, the Land Bank of the Philippines, the Development Bank of the Philippines and the Al-Amanah Islamic Investment Bank of the Philippines **from thirteen percent (13%) to ten percent (10%).**

*SECTION 2.* Section 1283 of Book I of the Manual of Regulations is hereby amended by reducing the required reserves against deposit substitute liabilities regardless of maturity **from thirteen percent (13%) to ten percent (10%).**

#### **Book II - Thrift Banks**

*SECTION 3.* Section 2203, Section 2225 and Section 2253 of Book II of the Manual of Regulations are hereby amended by reducing the required reserves against demand deposits and NOW accounts **from thirteen percent (13%) to ten percent (10%).**

*SECTION 4.* Section 2283 of Book II of the Manual of Regulations is hereby amended by reducing the required reserves against deposit substitute liabilities regardless of maturity **from thirteen percent (13%) to ten percent (10%).**

*SECTION 5.* Sections 2232, 2236, and 2253 of Book II of the Manual of Regulations are hereby amended by reducing the required reserves against time deposits and negotiable certificates of time deposits regardless of maturity **from eleven percent (11%) to eight percent (8%).**

*SECTION 6.* Sections 2214 and 2253 of Book II of the Manual of Regulations are hereby amended by reducing the required reserves against savings deposits **from**