



BANGKO SENTRAL NG PILIPINAS

OFFICE OF THE GOVERNOR CIRCULAR NO.1092 Series of 2020

Subject: Reduction in Reserve Requirements

The Governor, upon authority of the Monetary Board in its Resolution No. 423 dated 23 March 2020, approved a reduction of 100 basis points in the reserve requirement (RR) ratios of deposit and deposit substitute liabilities of thrift banks (TBs), rural banks (RBs) and cooperative banks (Coop banks).

Section 1. Section 251 of the Manual of Regulations for Banks (MORB) on required reserves against deposit and deposit substitute liabilities, as amended by Circular No. 1082 dated 31 March 2020, is hereby amended to read, as follows:

Section 251 ACCOUNTS SUBJECT TO RESERVES; AMOUNTS REQUIRED

The following rules and regulations shall govern the reserves against deposit and deposit substitute liabilities.

Required reserves against deposit and deposit substitute liabilities. The rates of required reserves against deposit and deposit substitute liabilities in local currency of banks effective reserve week 31 July 2020 shall be, as follows:

Reservable Liabilities	UBs/KBs	TBs	RBs/ Coop Banks
a. Demand Deposits	12%	3%	2%
b. NOW accounts	12%	3%	2%
c. Savings Deposits (excluding basic deposit accounts)	12%	3%	2%
d. Time Deposits, Negotiable CTDs, Long-term Non-negotiable Tax Exempt CTDs	12%	3%	2%
e. xxx	xxx	xxx	xxx
f. Deposit Substitutes (DS)	12%	3%	NA
xxx	xxx	xxx	xxx

xxx


Section 2. This Circular shall take effect on 31 July 2020 after its publication either in the Official Gazette or in a newspaper of general circulation.

FOR THE MONETARY BOARD:


BENJAMIN E. DIOKNO
Governor

27 July 2020

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ELECTRONIC RECORD ON FILE


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