IMPLEMENTING RULES/GUIDELINES OF M.B. RESOLUTION NO. 592 DATED 29 DECEMBER 1993 AS IMPLEMENTED UNDER CIRCULAR 10 ISSUED ON THE SAME DATE

Read online (full-text search, related cases, audio case brief): https://batas.org/library/053c0cb42ba1/

Pursuant to M.B. Resolution No. 592 dated 29 December 1993, as implemented under Circular No. 10 issued on the same date, allowing banks and NBQBs effective 31 December 1993, to maintain as part of the present reserve requirements, not more than 2% of the combined deposit liabilities and deposit substitutes in the form of short-term market-yielding government securities purchased directly from Bangko Sentral ng Pilipinas (BSP), the following implementing rules/guidelines shall be observed:

1. Only outright purchases of government securities with remaining maturities of not more than one (1) year, which are bought directly from BSP and not hypothecated or otherwise earmarked or used as part of other reserve requirements of BSP shall be eligible for this purpose;

2. These eligible government securities shall be sold by BSP at one-half per cent (1/2%) below the prevailing market rate for an equivalent tenor and volume, and shall be subject to BSP's firm commitment to buy back at any time at prevailing market rates;

3. All purchases of aforecited government securities shall be under the Book Entry System (BES). Accordingly, transactions covering said securities shall be entered in the respective securities account of each bank/NBQB and shall be evidenced by securities account debit or credit advice to be promptly furnished the institution/s concerned. No physical certificate shall be issued for any purpose and transactions with third parties other than the BSP shall not be recognized.

Interest and redemption payments on said book entry securities shall be made by BSP on interest payment date and at maturity through automatic credit to the institution's demand deposit account with the BSP;

4. Interbank call loans, which are subject to 1% reserves, are not covered by Circular No. 10 and this Memorandum;

5. The remaining required reserves after deducting the aforecited short-term market-yielding government securities shall continue to be in the forms prescribed under existing regulations; and

6. For reportorial purposes, banks and NBQBs shall continue to submit to the BSP the computer generated or manually computed reports, as applicable, on the required and available reserves on deposits and substitute liabilities in the attached revised forms.

Please be guided accordingly.

Adopted: 10 Jan. 1994

(SGD.) GABRIEL C. SINGSON
Governor

Turn this case into an audio lecture - facts, issues, ruling and doctrine - at batas.org

ABOUT BATAS.ORG

Study smarter at BATAS.org

The Philippine bar review and law-school companion built around how your brain actually remembers.

The complete Philippine law library - free for everyone.

More than 100,000 Supreme Court decisions, Republic Acts, and executive issuances - full-text searchable, browsable by category and year, and always free. No paywall, no login. This PDF came from it.

Audio case-brief lectures.

Any decision becomes a podcast-style lecture - facts, issues, ruling, and doctrine - with read-along highlighting and a hands-free presentation mode. Study while commuting, working out, or resting your eyes.

Bar review built on the science of memory.

Complete, sequenced courses for all eight bar subjects, narrated like podcasts and reinforced with retrieval practice and spaced review - the study techniques with the strongest evidence behind them.

The full law-school curriculum.

One subscription unlocks the entire J.D. curriculum - every subject, every lesson, with your progress tracked down to the paragraph so you can pick up exactly where you left off, on any device.

Mock exams that tell you where you stand.

Timed multiple-choice exams graded instantly, with per-subject score breakdowns and focus suggestions that point you at your weakest topics first.

A study planner that keeps you on pace.

Set your schedule and BATAS tells you every day whether you are on track for bar day - and exactly which lesson to take next.

Start free at https://batas.org

The law library is free forever - and your first lesson is one click away.

The text of this document is an official public record and remains in the public domain. Formatting, presentation, and compilation © 2026 batas.org.

Downloaded free from the batas.org Law Library. Share it freely - the library is free for every law student, bar reviewee, and practitioner.