

AMENDMENTS TO BOOKS I, II, III AND IV OF THE MANUAL OF REGULATIONS

BSP CIRCULAR NO. 38, s. 1994, August 02, 1994

Read online (full-text search, related cases, audio case brief): <https://batas.org/library/9dca07a66652/>

Pursuant to Monetary Board Resolution No. 651 dated July 14, 1994, reducing the reserve requirement by three percentage points on all types of deposits and deposit substitutes of commercial banks and non-banks with quasi-banking (NBQBs) functions and certain types of deposits and deposit substitutes of thrift banks and rural banks effective August 15, 1994, Books I, II, III and IV of the Manual of Regulations are hereby amended as follows:

Book I

Commercial Banks

SECTION 1. Section 1203, Section 1214, Section 1225, Section 1232, Section 1236 and Section 1253 of Book I of the Manual of Regulations are hereby amended by reducing the required reserves against demand and savings deposits, NOW accounts, and time deposits regardless of maturities of banks with expanded commercial banking authority, commercial banks, the Land Bank of the Philippines and the Philippine Amanah Bank from twenty-two percent (22%) to nineteen percent (19%).

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 maturities from twenty-two percent (22%) to nineteen percent (19%).

Book II

Thrift Banks

(including the Development Bank of the Philippines)

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 twenty-two percent (22%) to nineteen percent (19%).

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 maturities from twenty-two percent (22%) to nineteen percent (19%).

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 from nineteen percent (19%) to sixteen percent (16%).

SECTION 6. Section 2214 and 2253 of Book II of the Manual of Regulations is hereby amended by reducing the required reserves against savings deposits from nineteen percent (19%) to sixteen percent (16%).

Book III

Rural Banks

SECTION 7. Section 3203 and Section 3253 of Book III of the Manual of Regulations are hereby amended by reducing the required reserves against demand deposits from twenty-two percent (22%) to nineteen percent (19%).

SECTION 8. Section 3225, 3236, and Section 3253 of Book III of the Manual of Regulations are hereby amended by reducing the required reserves against NOW accounts from twenty-two percent (22%) to nineteen percent (19%).

SECTION 9. Sections 3214 and 3232 of Book III of the Manual of Regulations are hereby amended by reducing the required reserves against savings and time deposits from fourteen percent (14%) to eleven percent (11%).

Book IV

Non-Banking Financial Intermediaries

SECTION 10. The first paragraph of Section 4283Q of Book IV of the Manual of Regulations is hereby amended by reducing the required reserves against deposit substitute liabilities, regardless of maturities, from twenty-two percent (22%) to nineteen percent (19%).

SECTION 11. All reserve requirements on all types of deposit and deposit substitute liabilities of banks and NBQBs are inclusive of the authorized investment in short-term, market yielding government securities purchased directly from the BSP equivalent to not more than two percent of the combined deposit and deposit substitute liabilities of these institutions, pursuant to Circular No. 10, dated December 29, 1993.

Adopted: 2 Aug. 1994

(SGD.) GABRIEL C. SINGSON

Governor

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.