



CENTRAL BANK OF NIGERIA

Financial Policy & Regulation Department
Central Business District
P.M.B. 0187
Garki, Abuja.

Tel: 09-46237402
E-mail: fprd@cbn.gov.ng

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CIRCULAR TO ALL DEPOSIT MONEY BANKS IN NIGERIA

REVIEW OF CASH RESERVE REQUIREMENT.

We refer to our circular FMD/DIR/GEN/CIR/02/004 dated October 11, 2011 and the decision of the Monetary Policy Committee at their meeting of Monday and Tuesday July 23 and 24, 2012, and write to notify all deposit money banks as follows:

1. The rate for the cash reserve requirement has been revised upward by 400 basis points from 8% to 12% of all eligible deposit liabilities with effect from July 25, 2012.
2. The excess cash reserve (4 per cent) above the previous 8% will be remunerated by the Central Bank of Nigeria at the rate of three (3) per cent per annum.

The maintenance period, however, remains unchanged.

Thank You

A handwritten signature in blue ink, appearing to read "Chris O. Chukwu".

CHRIS O. CHUKWU

Director, Financial Policy & Regulation Department