



# BANGKO SENTRAL NG PILIPINAS

OFFICE OF THE GOVERNOR

## CIRCULAR NO. 1211 Series of 2025

Subject: Reduction in Reserve Requirements

The Monetary Board, in its Resolution Nos. 1027 and 186.A dated 5 September 2024 and 20 February 2025, approved the reduction in the reserve requirement ratios of deposit and deposit substitute liabilities of banks and non-bank financial institutions with quasi-banking functions (NBQBs).

**Section 1.** Section 251 of the Manual of Regulations for Banks on *Required reserves against deposit and deposit substitute liabilities*, as amended by Circular Nos. 1154 dated 14 September 2022, 1175 dated 23 June 2023, 1176 dated 29 June 2023, 1185 dated 13 December 2023 and 1201 dated 20 September 2024, is hereby further amended to read, as follows:

### 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 starting 28 March 2025 shall be as follows:

Reservable Liabilities	UBs/KBs	Digital Banks	TBs	RBs/Coop Banks
a. Demand Deposits	5%	2.5%	0%	0%
b. NOW Accounts	5%	2.5%	0%	0%
c. Savings Deposits (excluding basic deposit accounts)	5%	2.5%	0%	0%
d. Time Deposits, Negotiable CTDs, Long-Term Non-Negotiable Tax Exempt CTDs	5%	2.5%	0%	0%
e. xxx	xxx	xxx	xxx	xxx
f. Deposit Substitutes (DS)	5%	2.5%	0%	NA
g. xxx	xxx	xxx	xxx	xxx
xxx	xxx	xxx	xxx	xxx
h. xxx	xxx	xxx	xxx	xxx
i. Peso deposits lodged under Due to foreign banks	5%	2.5%	NA	NA
j. Peso deposits lodged under Due to Head Office/Branches/Agencies Abroad (Philippine branch of a foreign bank)	5%	2.5%	NA	NA
k. xxx	xxx	xxx	xxx	xxx

xxx

**Section 2.** Section 211-Q of the Manual of Regulations for Non-Bank Financial Institutions on *Reserves against deposit substitutes*, as amended by Circular Nos. 1175 dated 23 June 2023 and 1201 dated 20 September 2024, is hereby further amended to read, as follows:

**211-Q RESERVES AGAINST DEPOSIT SUBSTITUTES**

NBQBs shall maintain required reserves equivalent to five percent (5%) of peso-denominated deposit substitute liabilities as defined in Section 95 of R.A. No. 7653, as amended by R.A. No. 11211, regardless of maturities except:

- a. xxx;
- b. xxx; and
- c. xxx

effective reserve week starting 28 March 2025.

**Section 3.** This Circular shall take effect on 28 March 2025 after its publication either in the Official Gazette or in a newspaper of general circulation.

FOR THE MONETARY BOARD:

  
ELI M. REMOLONA, JR.  
Governor

11 March 2025