

**[ BSP CIRCULAR NO. 491, July 12, 2005 ]**

**TO APPROVE THE INCREASE IN THE RESERVE REQUIREMENTS  
FOR UNIVERSAL BANKS (UBS) AND COMMERCIAL BANKS (KBS)  
AND NON-BANK FINANCIAL INTERMEDIARIES WITH QUASI-  
BANKING FUNCTIONS AND WITH TRUST LICENSE**

The Monetary Board, in its Resolution No. 898 dated 7 July 2005, approved the following increase in the reserve requirements for Universal Banks (UBs) and Commercial Banks (KBs) and Non-Bank Financial Intermediaries with Quasi-Banking Functions and with Trust License by 1 percentage point for the statutory/legal reserves and another 1 percentage point for the liquidity reserves, as follows:

**A. Peso Demand, Savings and Time Deposit Liabilities and  
Deposits Substitutes**

	Statutory/Legal Reserves		Liquidity Reserves	
	From	To	From	To
Universal Banks	9%	10%	10%	11%
Commercial Banks	9%	10%	10%	11%
NBFIs with QB Function	9%	10%	10%	11%

**B. Common Trust Funds and Other Similarly Managed  
Funds (CTF)**

	Statutory/Legal Reserves		Liquidity Reserves	
	From	To	From	To
Universal Banks	9%	10%	10%	11%
Commercial Banks	9%	10%	10%	11%
NBFIs with Trust License	9%	10%	10%	11%

**C. Trust and Other Fiduciary Activities (TOFA-Others)**