

*Statutory Instrument No. 105 of 1976*

**BANK OF BOTSWANA ACT, 1975**  
(7 of 1975)

**MAINTENANCE OF PRIMARY RESERVES**

*(Published on 23rd July, 1976)*

IN EXERCISE of the powers conferred by section 38 of the Bank of Botswana Act, 1975, the Bank of Botswana requires every financial institution to maintain, with effect from 20th August, 1976, primary reserves, including marginal primary reserves of not less than ---

- (a) 3% of demand deposit liabilities, including money on call; and
- (b) 1% of time and savings deposit liabilities.

**2.** For the purposes of calculating the reserves required to be maintained, Government deposits with a financial institution may be ignored.

- 3.** The reserves required to be maintained are to be maintained ---
- (a) as to 50%, on deposit with the Bank of Botswana; and
  - (b) as to the balance, in cash.

MADE this 12th day of July, 1976.

By Order of the Board.

H.C.L. HERMANS,  
*Governor.*

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