

STATUTORY INSTRUMENT

*Supplement to the Sierra Leone Gazette Vol. CXXXIV, No. 55
dated 30th September, 2004*

STATUTORY INSTRUMENT No. 11 OF 2004

Published 30th, September, 2004

THE BANK OF SIERRA LEONE ACT, 2000 (Act No. 3 of 2000)

THE BANK OF SIERRA LEONE (CASH RESERVES) ORDER, 2004 Short title.

In exercise of the powers conferred upon the Bank of Sierra Leone by subsection (1) of section 46 of the Bank of Sierra Leone Act, 2000, the Governor of the Bank of Sierra Leone hereby makes the following Order:—

1. Every licensed institution shall maintain a minimum cash reserve ratio of 12% of its total deposits.
2. For the purpose of paragraph 1, “cash reserves” means cash in tills, vaults and current accounts with the Bank of Sierra Leone.

MADE this 6th day of September, 2004

EXPLANATORY NOTE

(This note is not part of the Order but is intended to indicate its general purport)

The object of this Order is to reduce monetary growth as part of the Central Bank's monetary policy programme. Licensed institutions will now be required to increase their cash reserves with the Central Bank from 10% to 12% of their total deposits. It is expected that this measure will contribute to stabilise prices in the economy.

J. D. ROGERS (DR.),
Governor,
Bank of Sierra Leone.