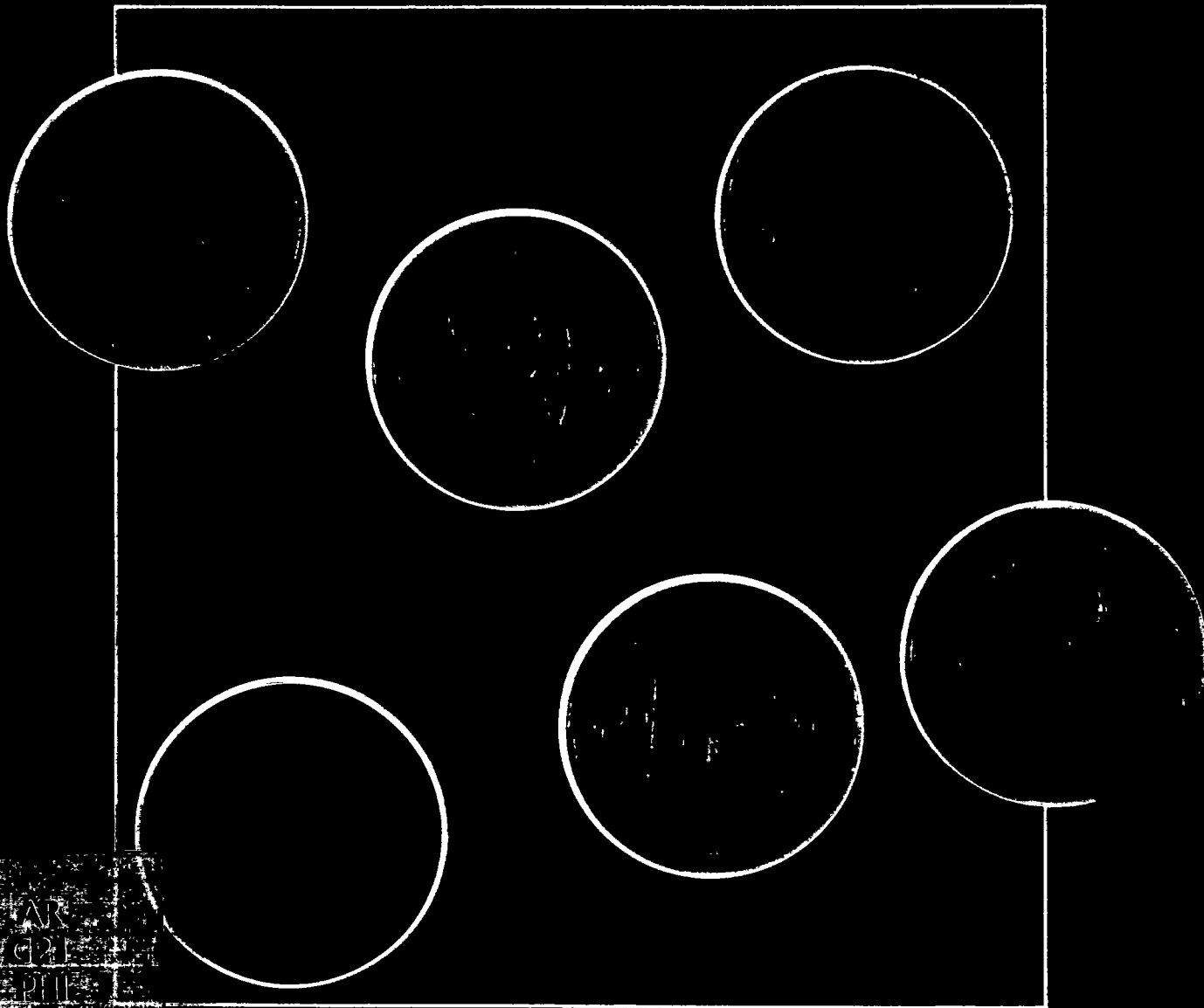


Philippine Deposit Insurance Corporation



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Planning

million, or from P114.588 million in 1983 to P135.767 million in 1984 to boost the deposit insurance fund to an all time high figure of P572.709 million.

At the beginning of the year, President Marcos issued P.D. No. 1897 which increased the insurance coverage on bank deposits from P15,000 to P40,000 per depositor. This has generated additional deposits for the banking system and fostered greater public confidence in banks.

The increase in insurance coverage, however, will entail additional costs to banks which will be assessed the maximum premium of 1/12 of one percent of their total deposit liabilities beginning next year.

Another significant event in 1984 was the issuance by the President of P.D. No. 1940 on June 27, 1984 which strengthened further the administration of the deposit insurance scheme and helped develop a stable and sound banking system.

The Corporation provided its personnel with incentives to enhance their welfare. Foremost among them are the Loyalty Service Awards, the Group Life Insurance and the Provident

Fund Program.

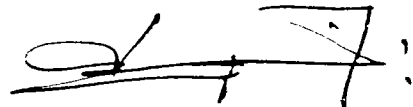
As part of its continuing commitment of giving greater protection to depositors, the PDIC has lined up for 1985 activities to include a program on capital build-up. The Corporation will seek an increase in its capitalization from the present P20 million to P2 billion. As a corollary measure, the Corporation will intensify its campaign in the collection of premium deficiencies, amortizations of financial assistance and subrogated deposits from banks.

Emphasis will also be given to the program of improving systems and procedures and training of personnel to achieve maximum efficiency in the operation of the Corporation.

In spite of the numerous problems that befell the PDIC in the past year, the Corporation was able to discharge its mandated duties and responsibilities to depositors in closed banks efficiently and effectively.

With its vast experience in deposit insurance administration and with renewed vigor and enthusiasm, the PDIC is confident it can meet the challenges in 1985.

Finally, the Corporation acknowledges with gratitude the cooperation and unselfish support extended to it by the monetary authorities and the banking system during the past year.



EUGENIO NIERRAS, JR.
Acting President



116 0000

PDIC Resource Center

Background

The Philippine Deposit Insurance Corporation (PDIC) is a government agency established by the defunct Congress of the Philippines through Republic Act No. 3591, as amended, for the purpose of protecting small depositors in case of bank failures. The ultimate goal, however, is the development of a strong and progressive banking system.

R.A. No. 3591 was approved on June 22, 1963, but it was not implemented until 1969. Initially, insurance membership with the PDIC was voluntary on the part of banks. The inadequacy of the measure to provide protection to all depositors gave rise to the enactment of R.A. No. 6037 which provided among others for compulsory insurance membership of all banks accepting deposits from the public.

Bank deposits are insured up to ₱40,000 for each depositor on deposits held in the same right and capacity in each insured bank, effective January 11, 1984 by virtue of Presidential Decree No. 1897. When PDIC started the deposit insurance in 1969, the insured amount was limited to ₱10,000 per depositor. This limit was raised to ₱15,000, on June 11, 1978 under P.D. No. 1451.

The Corporation's initial capitalization of ₱5 million was provided under R.A. No. 4083 issued on June 18, 1964. An additional appropriation of ₱15 million^{a/} was authorized under P.D. No. 120 on January 29, 1973, but this amount still

remains collectible from the National Treasury.

Funds of the Corporation for insurance purposes are accumulated from assessments upon banks. Until the end of 1984, the assessment rate was 1/15 of one percent annually, computed on the banks' total deposit liabilities minus certain allowable deductions. The funds are invested in Philippine government securities which generate additional revenue for the operation of the Corporation.

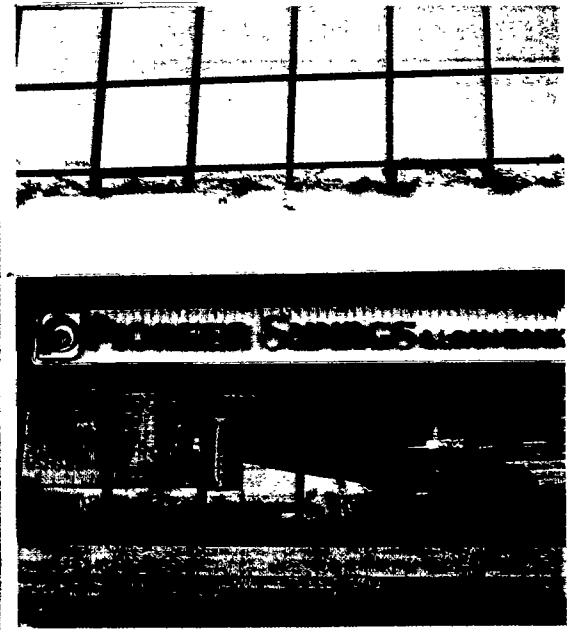
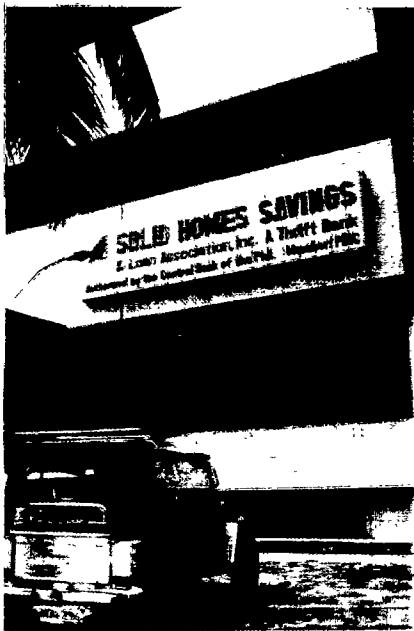
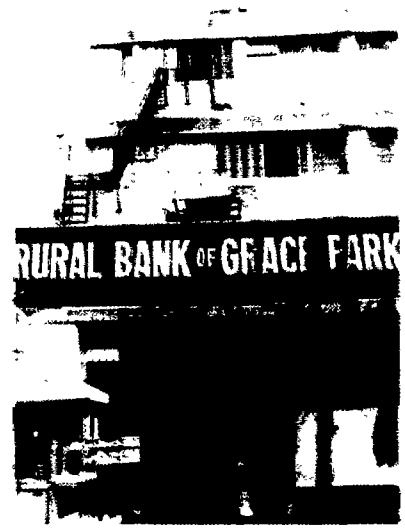
When the need arises, the Corporation may borrow from the Central Bank of the Philippines whatever amount for insurance purposes. The Central Bank is obliged to lend the PDIC this amount, subject only to the constraint that the borrowing should be consistent with monetary policy.

The governing board of the Corporation is composed of three members, with the governor of the Central Bank of the Philippines as chairman. The two other members are the deputy minister of Finance as may be designated by the Minister of Finance, and the president of the Corporation.

^{a/} Remitted to PDIC on January 4, 1985

Review of Operations

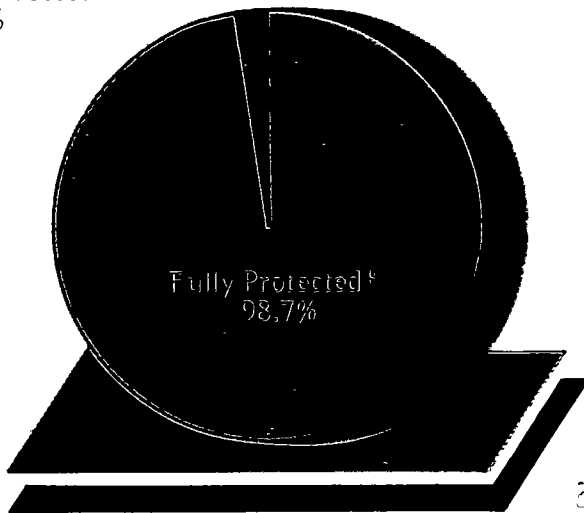
*These are some of
the twenty-six banks
closed by the Central
Bank of the Philippines
in 1984.*



PDIC INSURANCE COVERAGE ON DEPOSITS

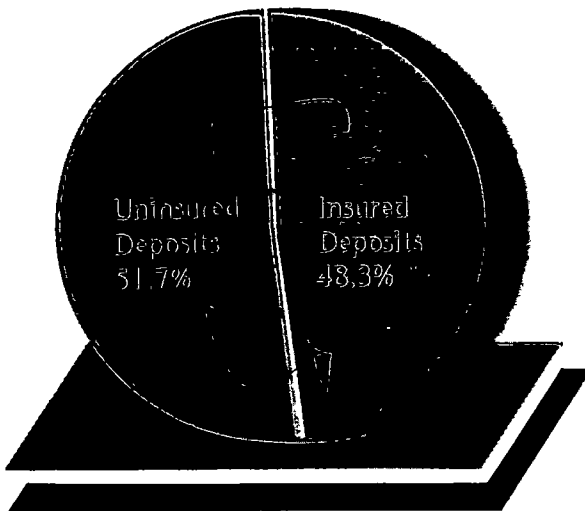
A. As to Number of Accounts:

Partially Protected ** 1.3%



Total No. Of Accounts:
26,789,471

B. As to Amount of Deposits:



Total Deposits:
₱150.574 Billion

* Accounts with balances up to ₱40,000
** Accounts with balances over ₱40,000.

Membership

The number of operating banks was significantly reduced in 1984 owing to the closure by monetary authorities of 16 thrift banks and ten rural banks. Three of these banks, however, resumed normal operations later in the year after a viable rehabilitation program was approved for each by the monetary authorities.

At year's end, the PDIC had 1,113 banks participating in deposit insurance, comprising of 34 commercial banks, 8 savings banks, 43 private development banks, 70 stock savings and loan associations, 955 rural banks, and 3 specialized government banks.

The Central Bank of the Philippines approved the establishment of only three banks and 37 branches during the year in areas inadequately served by banks. Set up were 17 branches of commercial banks, 6 branches of thrift banks, and 12 branches of rural banks. The three banks were the Bangko ng Minalabac in Camarines Sur, the Butuan City Cooperative Rural Bank, Inc. in Butuan City, and the Rural Bank of Central Pangasinan in Bayambang, Pangasinan.

Fewer branches were opened in 1984 than in 1983 because of the restrictive policy of the

3.1
27
4.24
7.0
1.35
0.01
1.51

Central Bank on the opening of branches by banking entities.

Risk Exposure

PDIC's risk exposure or liability on deposits as of December 31, 1984 was estimated at ₱72.717 billion, or 48.29 percent of the banking system's total deposits of ₱150.574 billion. A total of ₱58.282 billion were in accounts with balances up to ₱40,000 while ₱14.435 billion were in partially protected accounts with balances of over ₱40,000.

Approximately 98.65 percent of the total deposit accounts of 26.789 million held by all banks had balances not exceeding ₱40,000 and were therefore fully covered by the PDIC deposit insurance of ₱40,000.

Payoff and Receivership Activities

Twenty-six banks with ~~the~~ branch offices all over the country were ordered closed and placed under receivership by the Monetary Board in 1984 in line with its responsibility under the Central Bank Charter to preserve the integrity of the banking system as well as protect the interests of the general public.

Banks closed included 14 stock savings and loan associa-

tions, 10 rural banks, and two private development banks, with deposits totalling ₱1.290 billion in over 876,000 accounts. The largest of the closed banks was Royal Savings Bank with deposits of about ₱350.668 million lodged in its head office and 22 branches in Metro Manila, Laguna, and Cavite provinces. The bank, however, resumed normal operations during the latter part of the year along with two rural banks before the PDIC could start paying off its depositors.

For the year 1984, the Corporation paid 56,899 depositors with claims amounting to ₱190.285 million in 44 closed banks. Nine stock SLAs accounted for the bulk of these payments amounting to over 83 percent or ₱158.787 million. Of this, ₱101.005 million was paid to depositors of six stock savings and loan associations closed during the year. Thirty-four rural banks accounted for ₱28.130 million, while a development bank shared ₱3.368 million. Some 3,136 claims amounting to ₱18.006 million, mostly in bearer certificates of time deposits, were denied payment by PDIC. These deposits were not recorded in the banks' books and were considered of dubious origin.

The Corporation has not been able to undertake payoff opera-

tions in all the banks closed in 1984. In eight banks, however, preliminary work consisting in the processing and verification of all deposit claims had already been completed to pave the way for payoff early in 1985.

The Corporation also serves as receiver or liquidator for six closed rural banks pursuant to an authorization from the Monetary Board under Resolution No. 459 dated March 13, 1981.

As of December 31, 1984, the Corporation's estimated losses on the six banks aggregated to ₱1.764 million, equivalent to 52.9 percent of the PDIC's estimated exposure amounting to ₱3.332 million. However, 47.1 percent, or a total of ₱1.568 million, is recoverable when the banks' assets and liabilities are fully liquidated.

The Corporation's Assets and Recovery Unit is charged with the responsibility of ensuring early repayment of subrogated claims in line with the provision of P.D. No. 1940 making the Corporation a preferred creditor over unsecured creditors of a closed bank. The Unit has set two years as the target for the full liquidation of the assets of the six banks under PDIC receivership/liquidation.



Assessment and Examination

As of December 31, 1984, the Corporation's billings for unpaid premium deficiencies for deposit insurance amounted to ₱38.295 million, of which ₱13.857 million constituted billings for the current year. The Corporation so far has collected only ₱3.563 million of these unpaid deficiencies, leaving ₱34.732 million still uncollected as of the end of the year. A substantial portion of

this amount is subject to litigation.

The local branches of foreign banks have outstanding premium deficiencies of ₱25.899 million for the dollar deposits of the banks' head offices and foreign branches.

A government bank's assessment deficiency amounting to ₱1.274 million was for foreign currency balances due to OBUs (Offshore Banking Units) and foreign banks which were excluded from the bank's deposit

PDIC claim agents giving instructions to depositors of the closed Pioneer SLA, Inc. on how to fill up PDIC claim forms.

base for assessment purposes.

The Corporation conducted field and desk audits of 1,371 certified statements submitted by banks. Deficiencies in premium payments revealed by these audits were properly billed and included in the charges for the year. The Corporation also conducted special examinations

of five financially distressed banks (four stock SLAs and one development bank) to ascertain the Corporation's exposure in case the banks failed.

To inform banks on recent deposit insurance policies, the Corporation circularized all member banks of the increase in the assessment rate for deposit insurance from 1/15 of one percent to 1/12 of one percent per annum, effective in 1985. Starting with the certified statements for the base days September 30, and December 31, 1984 which banks are required to file on or before January 31, 1985, the semi-annual assessment shall be the product of the assessment base multiplied by one-half of the new assessment rate of 1/12 of one percent.

Financial Assistance

Two rural banks suffering from liquidity problems have been granted reprieves through renewals of their loan obligations with the Corporation aggregating ₱0.565 million.

The outstanding financial assistance of one rural bank amounting to ₱0.500 million was restructured Sept. 13, 1984 into a 12-month term promissory note which was executed in accordance with an approved payments plan. The bank has

started paying the installments on schedule.

The other bank's outstanding financial assistance of ₱0.065 million was renewed on March 23, 1984 with the issuance of four new CTDs – three CTDs for ₱0.015 million each and one CTD for ₱0.020 million. The first CTD matured on September 11, 1984 payment for which was received by the Corporation.

In the recovery of subrogated deposits, the Corporation had by year's end received total amortizations of ₱0.084 million on subrogated deposits from three rehabilitated rural banks.

Amendments to the PDIC Charter

The PDIC charter underwent further amendments in 1984. The most significant of these was the increase in the maximum insurance coverage on deposits from ₱15,000 to ₱40,000 per depositor. The increase, contained in P.D. No. 1897 of January 11, 1984, was made not only to afford a wider protection to the depositing public but more importantly to encourage the accumulation of savings and mobilize these funds for the socio-economic development of the country.

The powers of the board were broadened further under amend-

ments embodied in P.D. No. 1940 approved on June 27, 1984. The major revisions are:

- Section 3(f) excluded trust accounts from the types of deposits qualified for PDIC coverage. Henceforth, only savings, demand, and time deposits shall be insured with PDIC.
- Section 6(a) authorized the PDIC to impose a minimum semestral assessment of ₱250 on all banks irrespective of size.
- Section 6(b) provided that the deadline for banks to submit their semi-annual certified statements to the PDIC shall be July 31 and January 31, instead of July 15 and January 15.
- Section 10(b) ruled that a bank is insolvent when it is ordered closed by the Monetary Board of the Central Bank and after this declaration of insolvency, the PDIC will pay the bank's insured deposits.
- Section 10(d) established the PDIC as a preferred creditor over other unsecured creditors of a closed bank to improve its chances of recovering its exposure in such closed bank.
- Section 11(d) provided for an alternative mode of notice to depositors of an insured bank in addition to the usual practice of sending notices by mail to

provide the Corporation greater expediency and flexibility.

- Section 13 provided that any loan the Corporation may obtain from the Central Bank for insurance should be consistent with monetary policy.

- A new subsection under Section 8 established a provident fund for the benefit of PDIC officers and employees to be funded from Corporation and employees' personal contributions.

Other Developments

1) *Proposed Increase in Coverage*

Following the runs on several banks in 1984, a bill was filed in the *Batasang Pambansa* seeking to increase the PDIC insurance cover on deposits from the present ₱40,000 to ₱60,000 per depositor.

The PDIC, however, believes that an increase in the coverage at this time is not propitious and inadvisable, considering that PDIC has just increased the coverage on deposits from ₱15,000 to ₱40,000 last January 11, 1984. Moreover, a PDIC committee which made a study on the recent increase in coverage has recommended that no further increase in such coverage would be considered unless the Corporation's deposit insurance fund should have reached a level

approximating at least 10.75 percent of total insured deposits. Also, under the ₱40,000 deposit insurance scheme, about 98.7 percent of total deposit accounts in banks are now completely covered by deposit insurance, leaving only a small fraction not fully protected.

2) *PDIC Primer*

The Corporation early in the year distributed to all member banks and their branches within Metro Manila and nearby provinces the revised edition of the *PDIC Primer* designed to acquaint depositors on the coverage and scheme of PDIC protection and what they can expect in cases their banks are closed by the Central Bank.

New decals and standees on the ₱40,000 deposit insurance coverage were also distributed to all member banks at cost price.

3) *New Performance Appraisal System (NPAS)*

The new performance appraisal system (NPAS) was implemented in the Corporation during the year to assure realization of maximum performance capabilities. Prior to its implementation the Administrative Department in coordination with the Civil Service Commission conducted a seminar for division chiefs on the use of the new system.

4) *Legal Developments*

The Corporation's Legal Department attended to court hearings, and rendered legal advice and opinions regarding assessment, payoff, and other areas of corporate activities. Legal matters acted upon included the following:

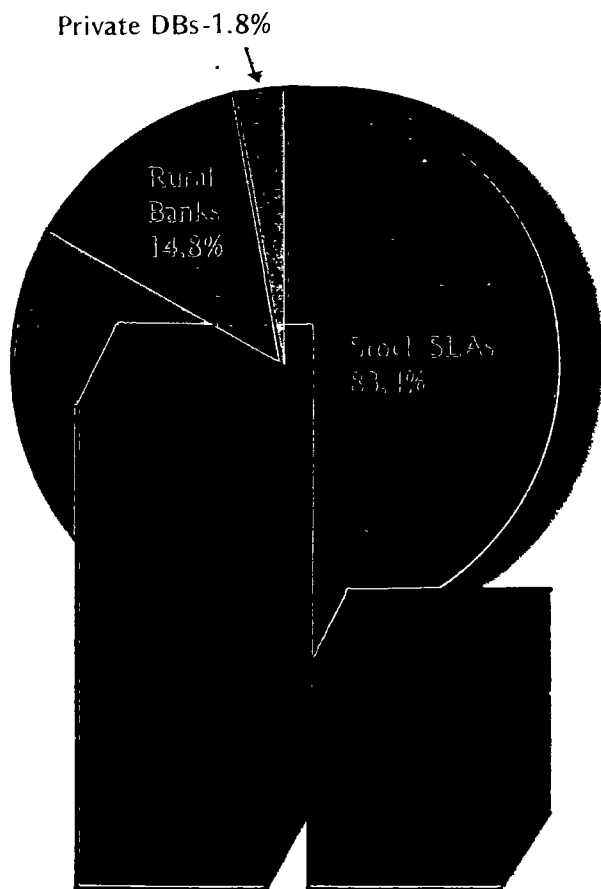
- a) The recovery of assessment deficiencies and interest thereon from two commercial banks and a specialized government bank;
- b) The legality of PDIC guaranty of a loan with a commercial bank;
- c) The status of unrecorded certificates of time deposits with a closed savings and loan bank;
- d) A government bank's exclusion of its foreign currency deposits from the computation of the deposit base for assessment purposes; and
- e) Resumption of payoff in a closed savings and loan bank which was halted when the bank disputed the receivership order of the Monetary Board.

The Legal Department also drafted proposed amendments to the PDIC charter and guidelines on the termination of insured status of banks.

5) *Research and Publication*

The Corporation has been publishing the quarterly *Mono-*

PDIC PAYMENTS OF INSURED DEPOSITS FOR THE YEAR 1984



1984 Bank
Closings:
₱131.873 million

Prior Bank
Closings:
₱58.412 million

graph which is disseminated to all member banks. The publication features special studies, banking news, statistics of banks and deposit insurance, and PDIC/CBP policy changes which are considered useful to banks in their plans and programs.

During the year, the Corporation published four issues of the *Monograph* containing special reports on the following:

- Movements in Major Financial Accounts of Commercial Banks (*Monograph*, fourth quarter 1983)
- Deposits in Private Development Banks, by Size of Account as of March 31, 1984 (*Monograph*, first quarter 1984)
- PDIC Protection of Depositors in Closed Banks (*Monograph*, second quarter 1984)
- Geographical Distribution of Deposits of Commercial Banks (*Monograph*, third quarter 1984)

In view of bills introduced in the *Batasang Pambansa* seeking increases in the PDIC's coverage to ₱60,000/₱100,000 per depositor, the research sector prepared estimates of the probable risk the PDIC would incur under the higher coverage limits of ₱60,000 and ₱100,000.

Personnel

Board of Directors

Jose B. Fernandez, Jr. assumed the chairmanship of the PDIC board of directors on January 19, 1984 upon his appointment as Governor of the Central Bank of the Philippines,

replacing Jaime C. Laya who was appointed Minister of Education, Culture and Sports (MECS). Before his appointment, Fernandez was president and chairman of the board of the Far East Bank & Trust Co. He studied Business Administration at Fordham University and earned

his masters at the Harvard University.

The acting president of the Corporation is Eugenio Nierras, Jr. who is also Deputy Governor of the Central Bank. He graduated from the University of the Philippines in Business Administration, proceeding to a Master of Arts degree in Economics at Vanderbilt University in Nashville, Tennessee.

The third member is Deputy Minister of Finance Victor C. Macalincag, concurrently the National Treasurer. Macalincag is also chairman of Filipinas Bank (representing the government), a private commercial bank controlled by the Philippine National Bank (PNB).

NUMBER OF PDIC EMPLOYEES* As of December 31, 1984

Organizational Unit	Number
Office of the President	5
Office of the Vice-President	4
Office of the Assistant Vice-President, Operations Group	3
Office of the Assistant Vice-President, Corporate Services Group	3
Liquidation & Receivership Department	24
Assessment & Examination Department	23
Management Services Office	8
Office of the Corporate Secretary and Legal Counsel	6
Accounting Department	11
Treasury Department	14
Administrative Department	38
Assets Recovery Unit	7
TOTAL	146

*Excludes the three members of the board of directors, casual employees, and Commission on Audit (COA) personnel assigned to the Corporation

*133 permanent
12 temporary
31 casual
176*

Employees

As of December 31, 1984, the Corporation had 146 employees with permanent appointments as compared with 113 last December 31, 1983. Thirty-six new employees were appointed in 1984 to positions previously vacated as a result of the reorganization in 1983. The new appointees were duly screened and found qualified by the Selection/Promotion Board. In addition, the Corporation hired a total of 40 casual employees for a three-month period to cope with the increased workload in the Liquidation Department



PDIC officers led by Acting President Eugenio Nierras, Jr at the Puerto Azul Beach Resort Hotel for the First PDIC Planning Conference

following the closure of several banks. Five of these casual employees were put on probation as candidates for regular employment.

Employee Benefits and Programs

1) PDIC Merit Increase Award System

The Board of Directors has approved the creation of a Merit Increase Award System in the Corporation to give fitting recognition to individual employees who have rendered distinguished service to the Corporation. Implemented at end-December

1984, the basis for the selection was the performance of an employee for two rating periods as evaluated under the new performance appraisal system (NPAS).

2) Hospitalization, Medical and Dental Plan

An upgraded hospitalization, medical, and dental benefits plan was also approved by the Board under Resolution No. 23 dated May 21, 1984. The upgrading was made necessary in view of the increased costs of hospitalization, medical and dental services, drugs and medi-

cines which render existing rates quite unrealistic.

3) Merit Promotion Plan

This plan was instituted in compliance with Section 30 of P.D. No. 807, otherwise known as the Civil Service Decree, pursuant to the management's policy of upholding the time-honored principle of making appointments and promotions only according to merit and fitness so as to promote employee morale, loyalty, efficiency, and professionalism in the service. The plan outlines the relevant factors and procedures to be followed in promoting deserving employees.

4) Loyalty Service Awards

As a fitting reward for faithful and loyal service to the Corporation, the PDIC adopted "Loyalty Service awards" whereby all deserving PDIC officers and employees who have rendered long years of service are granted loyalty service awards.

5) Group Life Insurance

Additional benefits were provided PDIC officers and employees in the form of a group life insurance plan offered by the Philippine American Life Insurance Company.

The constant travelling of PDIC officers and employees in connection with payoff operations, examination of banks, and

other official activities has required the adoption of this insurance program. The amount of life insurance of each executive officer is fixed at ₱100,000; chiefs of division and other officers below the rank of manager, ₱50,000; and all other employees, ₱30,000.

A separate group personal accident insurance was also approved for casual employees of the Corporation.

6) *Provident Fund Program*

The establishment of a provident fund program is provided under Section 8 of P.D. No. 1940 of June 27, 1984 to give employees incentive to render dedicated and loyal service to the Corporation. The fund is supported by contributions from both the Corporation and employees.

Training Activities

The development of new skills and capabilities through training is a continuing concern of the Corporation. During the year, PDIC officers and employees participated in the following training programs and seminars:

For Officers

- PDIC Planning Conference for 1984, conducted by the Sycip, Gorres, Velayo &

Co., Central Bank of the Philippines, March 10 and 17, 1984

- Executive Leadership and Management Program, sponsored by the Civil Service Academy, Development Academy of the Philippines, Tagaytay City, April 9 to May 10, 1984
- Seminar-Forum on Current Issues, conducted by the Government Association of Certified Public Accountants (GACPA), Central Bank of the Philippines, June 27, 1984
- Second Quarterly Membership Meeting of the Government Association of Certified Public Accountants, Philippine Columbian Association, May 3, 1984
- Third Quarterly Membership Meeting of the Government Association of Certified Public Accountants, Quezon City Sports Club, Quezon City, August 15, 1984

For the Rank and File

- Introduction to Micro-Computers and Computer Applications, conducted by the Central Bank Institute, Central Bank of the Philip-

ines, April 2-11, 1984 and April 25-28, 1984

- Seminar on Audit of Disbursements, sponsored by the Manpower Development Office, Commission on Audit, June 25-29, 1984
- Seminar-Workshop on the Preparation of the Merit Promotion Plan and System of Ranking Positions, conducted by the Civil Service Commission, January 30-31, 1984
- Property Inspection and Disposal of Government Property, conducted by the Technical Services Office of the Commission on Audit, February 3, 1984
- Special Lecture on Payoff Operations and Signature Verification, conducted jointly by the PDIC and Philippine Constabulary Crime Laboratory, July 23-24, 1984

Programs and Projects for 1985

The major activities for which plans have been completed in 1984 are:

1. In relation to the Corporation's capital build-up program, the following courses of action will be taken:
 - a) increase the annual provision for insurance losses against operation;
 - b) intensify collection of insurance premium deficiencies of banks;
 - c) collect interest on assessment paid after due date;
 - d) implement the minimum semi-annual assessment of ₱250 per bank; and
 - e) seek an increase in the PDIC's capitalization from the present ₱20 million to ₱2 billion so as to improve the ratio of the fund in relation to risk exposure.
 2. In the area of assessment, the Corporation will implement the following:
 - a) undertake field audits of at least 50 certified statements filed by commercial banks, savings banks, and other selected banks given the present examination complement of four Bank Examiners;
 - b) undertake desk audits of at least 800 banks (400 banks per semester) during the year 1985;
 - c) follow up and collect unpaid assessments and amortizations on financial assistance and subrogated deposits;
 - d) study assessment problems encountered in the course of audits;
 - e) evaluate proposals submitted by rehabilitated banks on the repayment of subrogated deposits; and
 - f) monitor member banks' compliance with PDIC requirement on advertisements and display of decals and standees.
 3. On personnel matters, the PDIC hopes to achieve the following:
 - a) administer a continuing training program geared towards developing a well trained PDIC work force;
 - b) enhance employee relations through a program of counselling and holding of regular dialogues among employees and supervisors and setting up of a machinery to handle employee complaints and grievances;
 - c) implement the merit increase awards system;
 - d) revise PDIC personnel handbook and qualifications standard.
 4. Improve management information system to ensure accurate reporting and punctuality in the submission of reports.
 5. Implement simplified accounting procedures to facilitate the preparation of financial statements.
 6. Undertake continuous evaluation of internal control of the Corporation to ensure –
 - a) that all assets are accounted for, efficiently utilized and safeguarded from losses of all kinds;
 - b) that management data are accurate and reliable;
 - c) that plans, policies and projects are pursued efficiently, economically and effectively; and
 - d) that management adhere to prescribed laws, rules and regulations governing its operations.
-

Financial Report

Assets and Liabilities

At the close of 1984, the Corporation's total assets stood at ₱589.825 million, compared to the previous year's total of ₱455.792 million. Of this, subrogated claims paid accounted for 53.32 percent or ₱314.508 million, a substantial increase of 137.54 percent or ₱182.104 million over the 1983 level of ₱132.404 million.

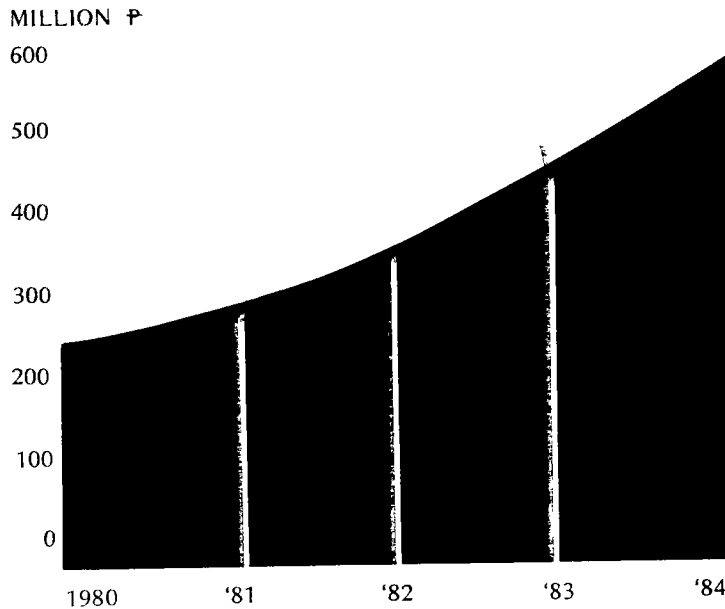
The amount of PDIC placements in Philippine Government securities amounted to ₱165.890 million, broken down into long-term investments of ₱134.460 million and short-term investments of ₱31.430 million. By type of security, these investments consisted of DBP Country-side Bills of ₱48.610 million, CBCIs of ₱15.000 million, NHMFC Bahayan Mortgage Participation Certificates of ₱95.780 million, and Treasury Notes of ₱6.500 million.

Aside from above-mentioned assets, PDIC has a claim of ₱15.000 million representing additional capital collectible from the National Treasury.

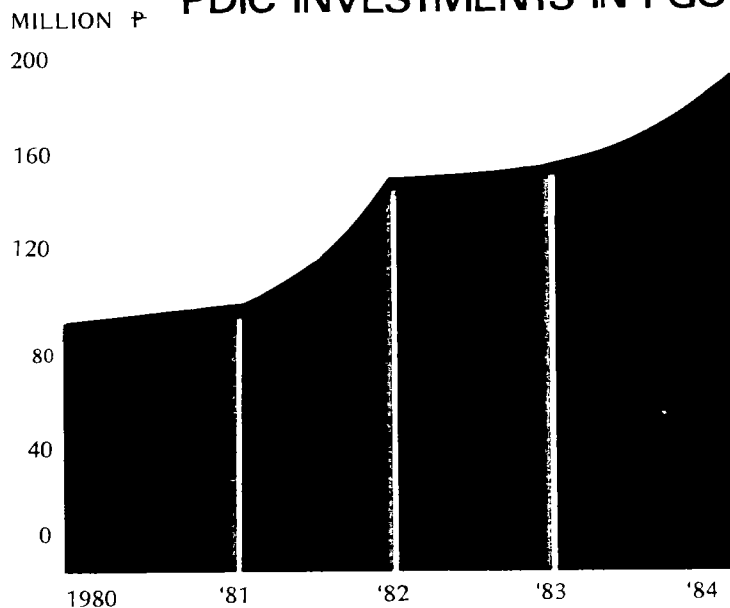
Liabilities and deferred credits amounted to ₱17.116 million at year-end. Compared to the previous year's total, liabilities for the current period showed an increase of ₱13.551 million.

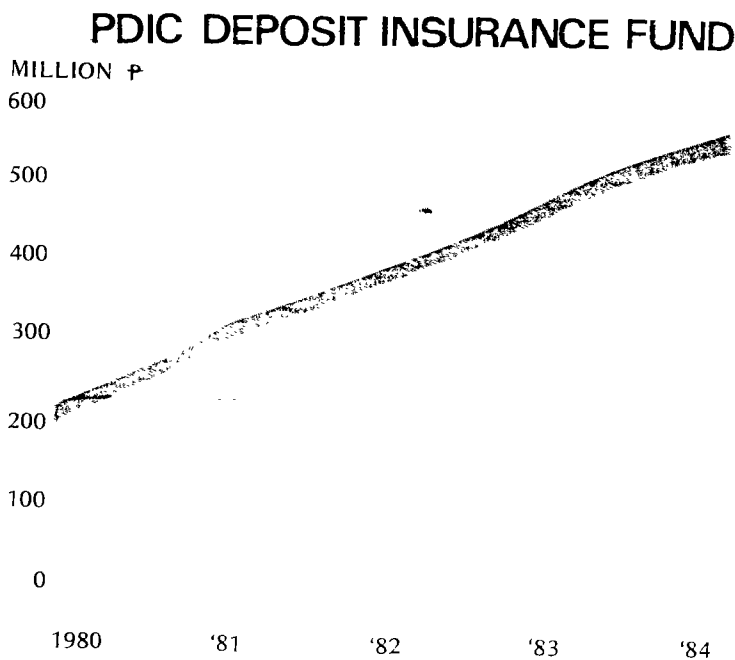
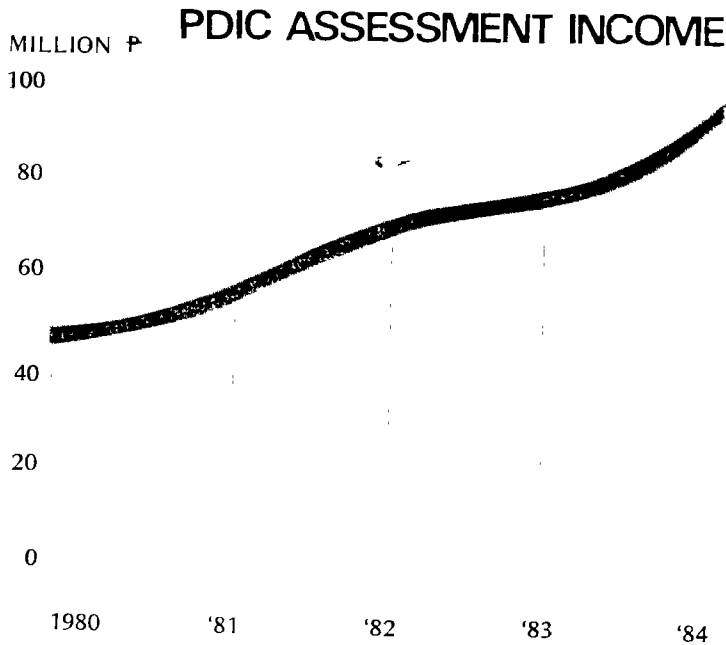
Other obligations included

PDIC ASSETS



PDIC INVESTMENTS IN PGO





unearned interest and discount of ₱10.149 million and funds held in trust under R.A. No. 5517 of ₱5.526 million.

Deposit Insurance Fund (DIF)

The deposit insurance fund comprising of permanent insurance fund, reserve for insurance losses, and retained earnings aggregated to ₱572.709 million, or an increment of ₱120.483 million over last year's total of ₱452.226 million.

The yearly allocation to reserve for insurance losses is a policy being pursued by the Corporation to augment the DIF to a projected level of 0.75 percent of total insured deposits of the banking system.

Income and Expenses

Gross income for the year amounted to ₱135.767 million, an increase of ₱21.179 million, or equivalent to 18.48 percent over 1983 level. Assessment income aggregated to ₱92.488 million at the end of 1984, an expansion of ₱14.876 million, or 19.17 percent from last year's total of ₱77.612 million. Other income consisted of interest on investments and bank deposits of ₱43.276 million, or 31.88 percent of total income for the year.

Operating expenses for the current year of ₱15.282 million exceeded last year's expenses by 0.31 percent.



COMMISSION ON AUDIT

The Board of Directors
Philippine Deposit Insurance
Corporation
Makati, Metro Manila

Sirs:

We have examined in compliance with Section 2, Article XII-D of the Philippine Constitution, pertinent provisions of Presidential Decree No. 1445, and Sections 15(b) and (c) of Republic Act 3591, as amended, the statement of condition of the Philippine Deposit Insurance Corporation as of December 31, 1984 and related statement of income and expenses for the year then ended.

Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, ~~subject to the foregoing comments~~, the accompanying statement of condition and statement of income and expenses, present fairly the financial position of the Corporation as of December 31, 1984 and the results of its operation for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

JORGE T. OCAMPO
Auditor VIII

February 22, 1985

FINANCIAL

STATEMENTS

OF THE

CORPORATION

Comparative Statements of Condition

For the Years Ended December 31, 1984 and December 31, 1983

ASSETS

	1984	1983	Increase (Decrease)
Current Assets			
Cash on Hand and In Bank (Note 1)	₱ 31,508,494.41	₱135,144,523.75	(₱103,636,029.34)
Philippine Government Obligations (Note 2)	31,430,000.00	—	31,430,000.00
Accounts and Other Receivables (Note 3)	9,648,126.00	18,240,226.03	(8,592,100.03)
Inventory of Supplies and Materials	123,512.90	57,749.70	71,763.20
Total Current Assets	₱ 72,710,133.31	₱153,436,499.48	(₱ 80,726,366.17)
Long-term Investments			
Time Deposit — PNB	₱ 30,000,000.00	₱ —	₱ 30,000,000.00
Philippine Government Obligations (Note 2)	134,460,000.00	148,663,000.00	(14,203,000.00)
Total	₱164,460,000.00	₱148,663,000.00	₱15,797,000.00
Assets Acquired in Bank Assistance and			
Deposit Subrogation Transactions (Note 4)	₱330,938,968.92	₱133,975,855.42	₱196,963,113.50
Property and Equipment — net (Note 5)	4,179,052.29	4,076,931.13	102,121.16
Other Assets (Note 6)	17,536,941.86	15,639,326.81	1,897,615.05
Total	₱352,654,963.07	₱153,692,113.36	₱198,962,849.71
TOTAL ASSETS	₱589,825,096.38	₱455,791,612.84	₱134,033,483.54

20,000
12,000
65,000

1184

83

LIABILITIES & DEPOSIT INSURANCE FUNDS

Current Liabilities

Accounts Payable	₱ 816,181.18	₱ 1,045,619.72	(₱ 229,438.54)
Due to Officers and Employees	305,517.10	115,273.57	190,243.53
Income Tax Payable	147,641.29	35,527.77	112,113.52
Withholding Tax	30,104.06	255,655.97	(225,551.91)
Provident Fund Contribution	5,544.72	—	5,544.72
Due to GSIS	92,380.98	84,290.43	8,090.55
Pag-ibig Premium Payable	14,250.98	11,734.10	2,516.88
Total Current Liabilities	₱ 1,411,620.31	₱ 1,548,101.56	(₱ 136,481.25)
Other Liabilities & Deferred Credits (Note 7)	₱ 15,704,290.21	₱ 2,017,536.77	₱ 13,686,753.44

Deposit Insurance Funds

Permanent Deposit Insurance Funds	₱ 20,000,000.00	₱ 20,000,000.00	₱
Accumulated Net Income	4,809,846.65	4,476,635.30	333,211.35
Reserve for Insurance Losses (Note 8)	547,899,339.21	427,749,339.21	120,150,000.00
Total	₱572,709,185.86	₱452,225,974.51	₱120,483,211.35

TOTAL LIABILITIES & DEPOSIT INSURANCE FUNDS

₱589,825,096.38 ₱455,791,612.84 ₱134,033,483.54

Comparative Statements of Income and Retained Earnings

For the Years Ended December 31, 1984 and December 31, 1983

	1984	1983	Increase (Decrease)
Income from Operations			
Assessment Income	₱ 92,488,394.20	₱ 77,611,793.85	₱ 14,876,600.35
Interest Earned	30,511,568.19	35,265,433.17	(4,753,864.98)
Earned Discount	12,680,408.86	1,634,139.33	11,046,269.53
Miscellaneous Income	86,736.89	76,568.80	10,168.09
Total Income	₱135,767,108.14	₱114,587,935.15	₱21,179,172.99
LESS: Expenses			
Personal Services	₱ 8,897,626.12	₱ 10,431,454.32	(₱ 1,533,828.20)
Management Expenses	1,600,347.99	892,475.76	707,872.23
Property Expenses	693,013.23	541,788.15	151,225.08
Communications	182,995.90	123,740.57	59,255.33
Taxes	2,962,962.87	2,420,396.24	542,566.63
Travel	813,369.63	766,185.35	47,184.28
Others	131,257.42	57,975.48	73,281.94
Total Operating Expenses	₱ 15,281,573.16	₱ 15,234,015.87	₱ 47,557.29
Operating Income before Provision for Insurance Losses	₱120,485,534.98	₱ 99,353,919.28	₱21,131,615.70
LESS: Provision for Insurance Losses	₱120,150,000.00	₱ 99,010,000.00	₱21,140,000.00
Loss on Sale of Equipment	2,804.41		2,804.41
Total	₱120,152,804.41	₱ 99,010,000.00	₱21,142,804.41
NET INCOME FOR THE YEAR	₱ 332,730.57	₱ 343,919.28	(₱ 11,388.71)
Retained Earnings, January 1	4,476,635.30	3,839,242.37	637,392.93
Accumulated Net Income Adjustments	480.78	293,473.65	(292,992.87)
RETAINED EARNINGS, December 31	₱ 4,809,846.65	₱ 4,476,635.30	₱ 333,211.35

Statement of Changes in Financial Position

For the Year Ended December 31, 1984

WORKING CAPITAL WAS PROVIDED

From Operations

Net Income (inclusive of Surplus adjustments)	₱ 333,211.00
Add: Items not requiring working capital	
Reserve for Depreciation	417,276.00
Reserve for Insurance Losses	120,150,000.00
Loss on Sale of Equipment	2,805.00
Collection of Loans/Bank Assistance	580,000.00
Matured Securities guaranteed by the Philippine Government	14,203,000.00
Increase in Other Liabilities	13,686,753.00

Total from Operations ₱ 149,373,045.00

Proceeds from Sale of Equipment 9,789.00

Total Working Capital Provided ₱ 149,382,834.00

WORKING CAPITAL WAS USED FOR –

Additions to Property and Equipment	₱ 531,991.00
Investment in Certificate of Time Deposit-PNB	30,000,000.00
Subrogated Claims Paid	197,543,113.00
Increase in Other Assets	1,897,615.00

Total Working Capital Used ₱ 229,972,719.00

DECREASE IN WORKING CAPITAL ₱ 80,589,885.00

CHANGES IN WORKING CAPITAL ACCOUNT

Increase (Decrease)
In Working Capital

Current Assets:

Cash on Hand and In Bank	(₱ 103,636,029.00)
Accounts and Other Receivables	(8,592,100.00)
Other Current Assets	31,501,763.00

Decrease in Current Assets (₱ 80,726,366.00)

Current Liabilities:

Accounts and Other Payables	₱ 136,481.00
-----------------------------	--------------

Decrease in Current Liabilities 136,481.00

DECREASE IN WORKING CAPITAL (₱ 80,589,885.00)

Total

₱ 17,536,941.86

₱ 15,639,326.81

Due from National Treasury represents additional capitalization authorized under P.D. No. 120 issued on January 29, 1973.

Deferred Transportation Expenses of ₱485,046.78 is the share of the Corporation in the Car Plan of officers that has to be amortized over a five-year period.

The PDIC Provident Fund was established under P.D. No. 1940 dated June 27, 1984 and funded by a ₱2.0 million loan from the Corporation.

NOTE 7 – OTHER LIABILITIES AND DEFERRED CREDITS

Comprising other liabilities and deferred credits in 1984 are the following:

	1984	1983
Deferred Assessment Income	₱ 29,709.13	₱ 24,906.97
Unearned Interest	7,129,743.50	344,731.35
Unearned Discount	3,018,951.06	147,372.86
Funds Held in Trust (RA 5517)	5,525,886.52	1,500,525.59
Total	₱ 15,704,290.21	₱ 2,017,536.77

NOTE 8 – RESERVE FOR INSURANCE LOSSES

The reserve increased by ₱120.1 million or equivalent to 28.08 percent in 1984. The yearly contribution to the reserve is appropriated from income to build up the Deposit Insurance Fund and provide adequate protection to bank depositors in closed banks.

NOTE 9 – INCOME/EXPENSES

Except for Interest Earned which showed a decrease of ₱4.7 million in 1984, all other income for the current period surpassed 1983 levels.

Expenses for personal services dropped by ₱1.5 million in 1984 from last year's total of ₱10.4 million.

NOTE 10 – NET INCOME

The decline in net income by 3.26 percent from previous year's net income of ₱.343 million may be attributed to the increase in the provision for insurance losses from ₱99.0 million in 1983 to ₱120.1 million in 1984.

APPENDICES

Statistics

Present Coverage DB
 ✓ ESTIMATED PDIC RISK EXPOSURE UNDER THE ₱40,000 COVERAGE LIMIT¹
 As of December 31, 1984

Type of Bank	NUMBER OF DEPOSIT ACCOUNTS			PERCENT OF ACCOUNTS	
	Total	Up to ₱40,000	Over ₱40,000	Up to ₱40,000	Over ₱40,000
Commercial Banks	15,192,080	14,853,297	338,783	97.77	2.23
Savings Banks	3,977,750	3,968,999	8,751	99.78	0.22
Development Banks ²	1,084,825	1,081,028	3,797	99.65	0.35
Stock SLAs	1,985,944	1,982,766	3,178	99.84	0.16
Rural Banks	4,548,872	4,542,504	6,368	99.86	0.14
ALL BANKS	26,789,471	26,428,594	360,877	98.65	1.35

Type of Bank	DEPOSITS (In Million Pesos)		INSURED DEPOSITS		Un-Insured Deposits	PERCENT OF DEPOSITS INSURED
	Total Deposits	Total Insured	Up to ₱40,000	Over ₱40,000		
Commercial Banks	140,733	64,343	50,792	13,551	76,390	45.72
Savings Banks	3,032	2,639	2,289	350	393	87.04
Development Banks ²	2,176	1,720	1,568	152	456	79.04
Stock SLAs	1,709	1,445	1,318	127	264	84.55
Rural Banks	2,924	2,570	2,315	255	354	87.89
ALL BANKS	150,574	72,717	58,282	14,435	77,857	48.29

¹Preliminary estimates.

²Excludes the Development Bank of the Philippines.

BANKS CLOSED IN 1984, BY BANK GROUP
(Amounts in Thousand Pesos)

Name of Bank	No of Branch Offices	Date of Closure	Deposits as of Closure	
			No. of Accts.	Amount
Rural Banks				
1. First United RB of Grace Park, Inc.	—	5-04-84	14,893	26,748
2. RB of Las Piñas (Metro Manila), Inc.	—	5-18-84	11,387	7,963
3. RB of Olongapo (Zambales), Inc.	—	6-29-84	63,293	34,090
4. RB of Bayugan (Agusan del Sur), Inc. ¹	—	6-15-84	9,647	2,955
5. RB of Bislig (Surigao del Sur), Inc. ¹	—	7-06-84	n.a.	991
6. Katipunan Rural Bank (Novaliches), Inc.	—	7-06-84	3,451	3,736
7. Sta. Clara RB of Pasay City, Inc.	—	8-31-84	4,585	2,840
8. RB of Sta. Cruz (Laguna), Inc.	—	11-16-84	9,587	3,090
9. RB of Valderama (Antique), Inc.	—	9-14-84	686	621
10. RB of Valenzuela (Metro Manila), Inc.	3	11-28-84	15,135	21,580
Stock Savings and Loan Associations				
11. Daily SLA, Inc.	7	5-11-84	48,303	113,562
12. Perpetual SLA, Inc.	2	6-08-84	40,687	115,675
13. Regent SLA, Inc.	—	6-15-84	12,982	30,799
14. Admiral United Savings & Loan Bank, Inc.	1	6-15-84	21,525	97,378
15. Industrial Savings & Loan Bank, Inc.	—	7-09-84	4,977	5,338
16. Thrift SLA, Inc.	14	7-09-84	108,189	112,806
17. International SLA, Inc.	—	7-09-84	7,011	31,419
18. First Ideal Savings & Loan Bank, Inc.	2	8-10-84	15,093	19,944
19. Pioneer SLA, Inc.	4	8-10-84	24,831	31,205
20. Federated Thrift Bank, Inc.	—	8-10-84	5,754	28,636
21. Royal Savings Bank, Inc. ²	22	7-06-84	302,580	350,668
22. Oriental Savings & Loan Bank, Inc.	—	8-10-84	2,597	11,749
23. Solid Homes SLA, Inc.	1	11-23-84	25,998	25,683
24. Permanent SLA, Inc.	8	12-17-84	28,978	62,259
Private Development Banks				
25. Banco Primero Development Bank, Inc.	3	7-13-84	42,891	33,087
26. Development Bank of Rizal, Inc.	8	8-10-84	51,291	114,698
TOTALS	75		876,351	1,289,520

¹Receivership order lifted by CBP.

²Resumed normal operations Sept. 11, 1984 under the corporate name of Commercial Savings Bank.

**BANKS CLOSED IN PRIOR YEARS
WITH PAYMENTS IN 1984
As of December 31, 1984
(Amounts in Thousand Pesos)**

Name of Bank	Date of Closure	TOTAL DEPOSITS		PDIC PAYMENTS		PDIC PAYMENTS		TOTAL PDIC	
		(As of Closure) Number	Amount	(As of Dec. 31, 1983) Number	Amount	IN 1984 Number	Amount	(As of Dec. 31, 1984) Number	Amount
Stock SLAs									
1. Laguna SLA*	6-04-82	55,760	18,509	18,004	16,862	3,023	207	21,027	17,069
2. First Occidental SLA*	8-27-82	4,515	539	1,618	367	68	17	1,686	384
3. First Peso SLA	8-12-83	134,642	144,812	24,620	58,279	17,744	57,558	42,364	115,837
Total		194,917	163,860	44,242	75,508	20,835	57,782	65,077	133,290
Rural Banks									
1. RB of Arayat, Inc.*	9-25-81	9,962	1,716	2,049	1,622	92	5	2,141	1,627
2. RB of Belison, Inc.*	4-21-83	3,021	353	1,908	270	60	27	1,968	297
3. RB of Bulalacao, Inc.*	5-29-81	1,464	189	485	127	38	36	523	163
4. RB of Bulan, Inc.*	10-24-80	9,400	2,352	4,626	2,281	1	4	4,627	2,285
5. RB of Buruanga, Inc.*	8-22-80	2,600	447	1,783	384	9	**	1,792	384
6. RB of Catanauan, Inc.*	3-12-82	1,563	295	202	162	152	25	354	187
7. RB of Don Carlos, Inc.*	5-22-81	4,289	887	2,120	612	2	6	2,122	618
8. CRB of Dumanjug, Inc.	8-12-83	4,435	730	757	488	337	98	1,094	586
9. RB of Dumarao, Inc.*	4-24-81	448	165	212	153	1	**	213	153
10. RB of Famy, Inc.	10-14-83	2,780	266	90	68	176	132	266	200
11. RB of Gen. Natividad, Inc.*	4-16-82	1,577	463	448	93	106	15	554	108
12. RB of Gen. Santos, Inc.*	5-29-81	4,787	365	714	329	7	**	721	329
13. RB of Jagna, Inc.*	3-13-81	2,290	628	1,367	591	12	**	1,379	591
14. RB of Juban, Inc.*	9-04-81	621	50	169	12	1	1	170	13
15. CRB of Leon, Inc.*	4-18-80	932	198	471	96	5	26	476	122
16. RB of Llanera, Inc.*	1-16-81	1,437	329	603	226	1	2	604	228
17. RB of Macalelon, Inc.*	12-24-80	2,000	230	717	198	1	5	718	203
18. RB of Magaysay, Inc.*	11-27-81	1,781	166	127	19	125	28	252	47
19. RB of Mutia, Inc.*	4-16-82	535	65	309	50	27	2	336	52
20. RB of Naujan, Inc.*	12-04-81	729	129	460	96	68	7	528	103
21. RB of New Lucena, Inc.*	1-28-83	1,075	439	529	370	106	42	635	412
22. RB of Pakil, Inc.	7-01-83	6,569	1,469	1,206	1,130	99	93	1,305	1,223
23. RB of Pinili, Inc.	4-15-83	5,373	205	63	18	332	22	395	40
24. RB of San Antonio, Inc.*	12-04-81	2,143	936	1,324	871	72	14	1,396	885
25. RB of Sibutad, Inc.*	7-16-82	546	78	385	67	16	**	401	67
26. RB of Solsona, Inc.*	7-02-82	2,902	268	545	235	206	12	751	247
27. RB of Tago, Inc.*	3-13-81	1,472	61	381	38	1	**	382	38
28. RB of Tantangan, Inc.*	6-19-81	1,065	550	699	179	2	**	701	179
29. RB of Valladolid, Inc.*	5-30-80	1,318	545	486	132	1	2	487	134
30. RB of Zaragoza, Inc.*	12-17-82	904	730	157	164	54	26	211	190
Sub-Total		29,849	6,200	7,991	3,793	1,111	255	9,102	4,048
Total		80,018	15,304	25,392	11,081	2,110	630	27,502	11,711
ALL BANKS		274,935	179,164	69,634	86,589	22,945	58,412	92,579	145,001

*Banks where payoff has prescribed.

**Less than ₱500.00.

PDIC PAYMENTS IN BANKS CLOSED IN 1984

By Type of Bank

As of December 31, 1984

Type/Name of Bank	Date of Closure	No. of Offices	Number of Accounts*	Deposits (In Thousand ₱)*	PDIC PAYMENTS	
					Number of Accounts	Deposits (In Thousand ₱)
Private Development Banks						
1. Banco Primero DB, Inc.	7-13-84	3	42,891	33,087	1,074	3,368
Total		3	42,891	33,087	1,074	3,368
Stock Savings and Loan Associations						
1. Daily SLA, Inc.	5-11-84	7	48,303	113,562	7,611	49,126
2. Industrial SLA, Inc.	7-09-84	2	4,977	5,338	734	1,719
3. International SLA, Inc.	7-09-84	—	7,011	31,419	690	1,331
4. Perpetual SLA, Inc.	6-11-84	2	40,687	115,675	5,761	16,585
5. Regent SLA, Inc.	6-18-84	—	12,982	30,799	2,729	10,835
6. Thrift SLA, Inc.	7-19-84	14	108,189	112,806	6,121	21,409
Total		25	222,149	409,599	23,646	101,005
Rural Banks						
1. First United RB of Grace Park, Inc.	5-04-84	—	14,893	26,748	2,595	5,635
2. RB of Katipunan, Inc.	7-06-84	—	3,451	3,736	695	1,749
3. RB of Las Piñas, Inc.	5-18-84	—	11,387	7,963	2,544	6,618
4. RB of Olongapo, Inc.	6-29-84	—	63,293	34,090	3,400	13,498
Total		—	93,024	72,537	9,234	27,500
ALL BANKS		28	358,064	515,223	33,954	131,873

*At date of closure.

PDIC DISBURSEMENTS IN CLOSED BANKS, 1970-1984

By Type of Bank

(Amounts in Thousand Pesos)

Type of Bank	No. of Banks	TOTAL DEPOSITS (As of Closure)		PDIC PAYMENTS (As of Dec. 31, 1983)		PDIC PAYMENTS IN 1984		TOTAL PDIC PAYMENTS (As of Dec. 31, 1984)	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
Commercial Banks	3	253,967	333,621	56,687	45,209	—	—	56,687	45,209
Savings Banks	1	109,760	16,446	29,598	11,547	—	—	29,598	11,547
Private Development Banks	3	116,007	162,319	5,035	8,185	1,074	3,368	6,109	11,553
Stock Savings & Loan Assn.	20	903,203	1,223,900	54,829	84,869	44,481	158,787	99,310	243,656
Rural Banks	93	361,690	141,408	72,655	24,073	11,344	28,130	83,999	52,203
TOTAL	120	1,744,627	1,877,694	218,804	173,883	56,899	190,285	275,703	364,168*

* Includes the subrogated claims converted into notes receivable from rehabilitated banks & other accounting adjustments. 33

PHILIPPINE DEPOSIT INSURANCE CORPORATION
Selected Accounts
(In Thousands of Pesos)

	1980	1981	1982	1983	1984
PDIC Assets					
(End of Year)					
Total Assets	234,645	268,679	353,886	455,792	589,825
Securities Guaranteed by the Philippine Government	83,200	86,770	146,130	148,663	165,890
Assets Acquired in Bank Assistance and Deposit Subrogation Transactions	47,442	59,426	70,950	133,976	330,939
Current Assets	83,905	102,677	116,346	153,437	72,710
Fixed and Other Assets	20,098	19,806	20,460	19,716	21,716
PDIC Liabilities					
(End of Year)					
Total Liabilities	33,937	962	1,305	3,566	17,116
PDIC Deposit Insurance Fund					
(End of Year)					
Total Deposit Insurance Fund	200,708	267,717	352,581	452,226	572,709
Permanent Insurance Fund	20,000	20,000	20,000	20,000	20,000
Reserve for Insurance Losses	177,317	244,367	328,742	427,749	547,899
Retained Earnings	3,391	3,350	3,839	4,477	4,810
PDIC Income and Expenses					
(For the Year)					
Income from Operations	64,024	79,384	96,372	114,588	135,764
Assessment Income	44,919	56,099	63,679	77,612	92,488
Other Income	19,105	23,285	32,693	36,976	43,276
Total Operating Expenses	11,077	12,028	11,694	15,234	15,281
Provision for Insurance Losses	52,647	67,050	84,375	99,010	120,150
Net Income	300	305	303	344	833

128,767 ✓
43,279 ✓

BANKING OFFICES OPENED IN 1984, By Bank Group and Type of Office

Type/Name of Bank	Type of Office	Service Area	Date Opened
Commercial Banks			
1. Metropolitan Bank & Trust Co.	Branch	Batasan Pambansa, Quezon City	2-08-84
2. Metropolitan Bank & Trust Co.	Branch	Guagua, Pampanga	2-08-84
3. Commercial Bank of Manila	Branch	Quadrangle, Quezon City	2-20-84
4. Commercial Bank of Manila	Branch	Taft Avenue-Rizal Park, Manila	3-19-84
5. Insular Bank of Asia & America	Branch	Salcedo Village, Makati, Metro Manila	3-22-84
6. CityTrust Banking Corp..	Branch	Greenhills, Unimart, Pasig, Metro Manila	6-02-84
7. United Coconut Planters Bank	Branch	Ortigas, Pasig, Metro Manila	6-06-84
8. United Coconut Planters Bank	Branch	Diliman, Quezon City	6-14-84
9. Metropolitan Bank & Trust Co.	Branch	B.F. Homes. Parañaque, Metro Manila	6-22-84
10. Metropolitan Bank & Trust Co.	Branch	Ortigas, Pasig, Metro Manila	6-29-84
11. Commercial Bank of Manila	Branch	San Pedro, Laguna	8-15-84
12. Commercial Bank of Manila	Branch	Diliman, Quezon City	9-17-84
13. Philippine Commercial & International Bank	Branch	Roosevelt Avenue-Congressional Road, Quezon City	9-21-84
14. United Coconut Planters Bank	Branch	Diliman, Quezon City	10-29-84
15. Commercial Bank of Manila	Branch	Kamuning, Quezon City	11-05-84
16. Commercial Bank of Manila	Branch	Pasay Rotonda, Pasay City	12-10-84
17. Commercial Bank of Manila	Branch	South Harbor, Manila	10-29-84
Savings Banks			
1. Banco de Oro	Branch	Reina Regente, J.A. Santos, Manila	4-16-84
2. Philippine Savings Bank	Branch	Galas, Quezon City	9-12-84
Development Banks			
1. Urban Development Bank	Branch	Quezon Boulevard-Circle, Quezon City	1-05-84
2. Peoples Development Bank	Branch	Silang, Cavite	1-07-84
3. Urban Development Bank	Branch	Buendia Avenue, Makati, Metro Manila	4-30-84
4. Northern Mindanao Development Bank	Savings Agency	Villanueva, Misamis Oriental	5-18-84
Rural Banks			
1. CRB of San Isidro	Branch	San Antonio, Nueva Ecija	1-30-84
2. RB of Calabanga	Branch	Pili, Camarines Sur	2-05-84
3. RB of Toboso	Branch	North Drive, Bacolod City	2-15-84
4. RB of Odiongan	Branch	San Agustin, Romblon	2-25-84
5. RB of Southern Cagayan	Branch	Baggao, Cagayan	2-25-84
6. RB of Odiongan	Branch	Bauan, Batangas	4-16-84
7. Bangko ng Minalabac	Head Office	Minalabac, Camarines Sur	5-23-84
8. RB of Sta. Catalina	Branch	San Jose-Alfonso, Dumaguete City	5-25-84
9. RB of Meycauayan	Branch	Bocause, Bulacan	6-22-84
10. RB of Pamplona	Branch	San Jose, Negros Oriental	6-23-84
11. RB of Bani	Branch	Binmaley, Pangasinan	9-01-84
12. RB of Los Baños	Branch	San Pedro, Laguna	9-24-84
13. Agusan Norte-Butuan City Cooperative Rural Bank	Head Office	Butuan City	10-25-84
14. Rural Bank of Pangil (Laguna)	Branch	Siniloan, Laguna	10-10-84
15. Rural Bank of Central Pangasinan*	Head Office	Bayambang, Pangasinan	12-10-84
Specialized Government Banks			
1. Land Bank of the Philippines	Branch	CBD-Irisan, Baguio City	1-16-84
2. Land Bank of the Philippines	Ext. Office	Cagayan de Oro City	12-17-84

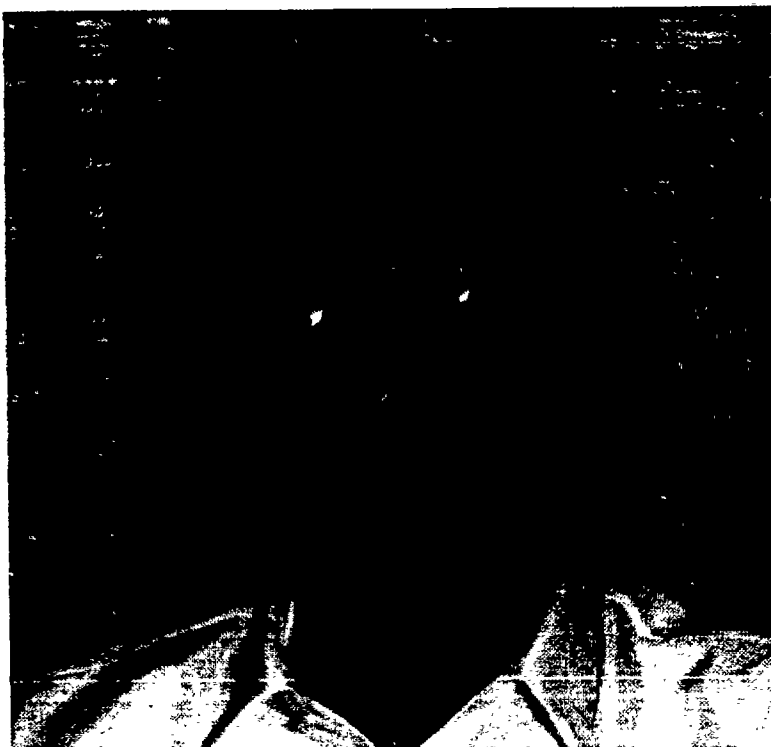
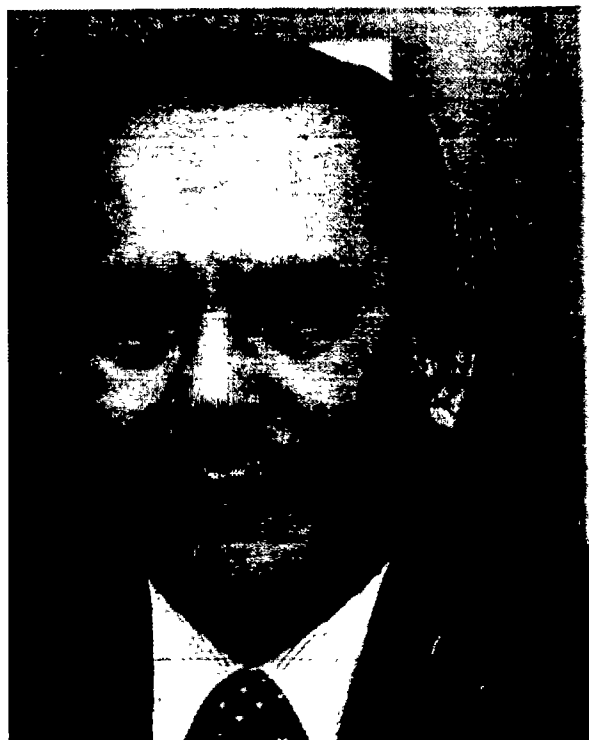
*Formerly ECLGA RB, Inc previously under liquidation.

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