



Bangko Sentral ng Pilipinas

MAYNILA, PILIPINAS

**DEPARTMENT OF LOANS AND CREDIT
Monetary Operations Sub-Sector**

MEMORANDUM NO. M - 2010 -042

To : All Rediscounting Thrift Banks

Subject : Rediscounting of Packing Loans and Export Bills

In line with Circular Nos. 650 and 686 dated 09 March 2009 and 20 April 2010, respectively, authorizing thrift banks to issue foreign letters of credit and pay/accept/negotiate import/export drafts/bills of exchange, subject to the approval of the Monetary Board, please be advised that packing loans and export bills may be rediscounted with the BSP either in peso, dollar or yen currency. To avail of said rediscounting facility, the following requirements shall be submitted to the Department of Loans and Credit (DLC), BSP:

1. Certification from the Central Application and Licensing Group, BSP, of the thrift bank's authority to issue foreign letters of credit and pay/accept/negotiate import/export drafts/bills of exchange.
2. For availments under the Exporters' Dollar and Yen Rediscount Facility (EDYRF), an authorization letter from the thrift bank for the BSP to credit the proceeds of the approved rediscounting dollar loan to:
 - a. Name of the foreign correspondent bank
 - b. Address of the foreign correspondent bank
 - c. Account number

The same information will have to be provided for yen loan. The guidelines for the release of proceeds and repayments/remittance of collection are embodied in Circular No. 630 dated 11 November 2008 under subsections X269.7 and X269.8.

Once the required documents are submitted and in order, banks shall then be informed in writing when the packing loan and post-shipment financing can be accessed.

For information and guidance.


ROSALINDA S. DUMALIANG
Director

06 December 2010

PANANALAPING MATATAG, BANSANG PANATAG