



Bangko Sentral ng Pilipinas

MAYNILA, PILIPINAS

OFFICE OF THE GOVERNOR

CIRCULAR LETTER

Series of 1999

**TO: ALL PRIVATE BANKS AND NON-BANK FINANCIAL
INSTITUTIONS PERFORMING QUASI-BANKING
FUNCTIONS**

Attached, for your reference and guidance, is a copy of the letter dated 19 October 1999 of SEC. LEONORA VASQUEZ-DE JESUS, Head, Presidential Management Staff and Chairperson, Government Corporate Monitoring and Coordinating Committee (GCMCC) Technical Board, requesting that all private financial institutions be informed of the **requirement for Government-Owned and Controlled Corporations (GOCCs) to seek clearance from the GCMCC for their credit applications with private financial institutions.**


RAFAEL B. BUENAVENTURA
Governor

Attachment.

27 November 1999





Office of the President of the Philippines
PRESIDENTIAL MANAGEMENT STAFF
Malacanang

BANGKO SENTRAL NG PILIPINAS
OFFICE OF THE GOVERNOR

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19 October 1999

BY: **MR. RAFAEL B. BUENAVENTURA**

Governor
Bangko Sentral ng Pilipinas
5th Flr. BSP Five-Storey Building
Roxas Boulevard, Manila

Dear Governor Buenaventura:

Article IV Sec. 16 of AO No. 59 (s. 1988) mandates the Government Corporate Monitoring and Coordinating Committee (GCMCC) to "review and evaluate all proposals, recommendations, and studies pertaining to the government corporate sector before they are submitted to the President". Pursuant thereto, the GCMCC reviews all loan proposals of GOCCs, whether these are foreign or local borrowings or from private or government-owned banks.

In this regard, may we request your assistance in informing all private banks on the requirement for GOCCs to seek clearance from the GCMCC for their credit applications with private financial institutions. We have already informed all GOCCs of the above requirement relative to their credit facilities/borrowings with government financial institutions.

Attached is a copy of Administrative Order No. 59 dated 16 February 1988 (Rationalizing the Government Corporate Sector), for your reference.

Thank you and best regards.

Very truly yours,

SEC. LEONORA VASQUEZ-DE JESUS
Head, Presidential Management Staff
and Chairperson, GCMCC-Technical Board