



**REPUBLIC OF THE PHILIPPINES**

**DEPARTMENT OF BUDGET AND MANAGEMENT  
PEOPLE'S CREDIT AND FINANCE CORPORATION**

**JOINT CIRCULAR NO. 2014-1**

**November 12, 2014**

**SUBJECT: IMPLEMENTING GUIDELINES OF THE PCFC EXPANDED  
AGRICULTURAL MICROFINANCE PROGRAM (AMP)**

**I. BACKGROUND AND RATIONALE**

Chapter 3 on Competitive Industry and Service Sectors of Philippine Development Plan (PDP), cites that Government Financial Institutions such as the People's Credit and Finance Corporation (PCFC), Land Bank of the Philippines (Landbank), and the Small Business Corporation (SBC) - the main wholesale finance institutions catering to microfinance institutions (MFIs) - shall collaborate with the Department of Trade and Industry (DTI), Department of Tourism (DOT) and viable MFIs in developing innovative market-based financing schemes to support microenterprises. Government will collaborate with MFIs to use microfinance as a tool for inclusive growth by expanding access by microenterprises and poor households to credit, savings, and other financial services.

Pursuant to the Special Provision of the PCFC budget under the FY 2014 General Appropriations Act (Republic Act No. 10633), these implementing guidelines are issued by the PCFC and Department of Budget and Management (DBM) in relation to PCFC's delivery of microfinance services for the exclusive use of the poor to uplift their economic status.

**II. PROGRAM OBJECTIVES**

1. To align PCFC's microfinance efforts with the current administration's social contract under PDP designed to achieve poverty reduction, social equity and sustainable development.
2. To increase access of small farmers and fisherfolks to financial services which shall be implemented in partnership with existing partner MFIs and other eligible conduits for agri-based livelihood projects and other income generating activities.

### III. ACRONYMS AND DEFINITION OF TERMS

1. AGFP                      Agricultural Guarantee Fund Pool – a DA-led program which aims to mitigate risks involved in agricultural lending. It is a fund pool for providing guarantee coverage for unsecured loans of small farmers engaged in rice and other food production.
2. Agricultural Microfinance                      Refers to wholesale microfinance loans that shall be used for financing agri-fishery projects and/or other income generating activities of eligible sub-borrowers.
3. AMP                      Agricultural Microfinance Program
4. Borrower Organizations                      Partner-microfinance institutions of PCFC
5. COB                      Corporate Operating Budget – consists of estimates of revenues, borrowings and expenditures prepared prior to the beginning of the fiscal year and recommended by the Governing Board of GOCCs for consideration and final approval of the President/DBM.
6. DA                      Department of Agriculture – a government agency responsible for the promotion of agricultural development by providing the policy framework, public investments, and support services needed for domestic and export-oriented business enterprises.
7. GAA                      General Appropriations Act – the law setting the operating budget of the Republic of the Philippines for a particular year.
8. HIRAM                      Helping Individuals Reach their Aspirations through Microfinance – a PCFC program to finance the livelihood projects of sub-borrowers
9. IEC                      Information, Education, and Communication materials regarding PCFC's Agricultural Microfinance Program and other lending facilities to be disseminated to eligible Borrower Organizations/MFIs
10. Landbank                      Land Bank of the Philippines – a government financial institution with a dual function of promoting countryside development while remaining financially viable.
11. MIS                      Management Information System – a system to track the progress of program implementation as well as generate feedback from the field level regarding the program
12. MFI                      Microfinance Institution – a financial institution specializing in banking services for low-income groups or individuals. A microfinance institution provides account services to small-balance accounts that would not normally be accepted by traditional banks, and offers transaction services for amounts that may be smaller than the average transaction fees charged by mainstream financial institutions.



13. MDP Monthly Disbursement Program - The estimated monthly disbursement requirements of the operating units of departments/agencies.
14. NAPC National Anti-Poverty Commission – a government agency that coordinates poverty reduction programs by national and local governments and ensures that marginalized sectors participate in government decision-making processes.
15. NDRRMC National Disaster Risk Reduction and Management Council – the agency responsible for ensuring the protection and welfare of the people during disasters or emergencies.
16. PCIC Philippine Crop Insurance Corporation – an agricultural insurer committed to help stabilize the income of agricultural producers and promote the flow of credit in the countryside.
17. PCFC People's Credit and Finance Corporation – lead government entity specifically tasked to mobilize resources for microfinance services for the exclusive use of the poor.
18. PDCs Post-Dated Checks - which form part of the security requirement for wholesale loans under the program
19. PDP Philippine Development Plan 2011-2016 – adopts a framework of inclusive growth, which is high growth that is sustained, generates mass employment, and reduces poverty.
20. PN Promissory Note – A signed document containing a written promise to pay a stated sum to a specified person or the bearer at a specified date or on demand
21. PSA Philippine Statistics Authority – serves as the central statistical authority of the Philippine government on primary data collection. It is primarily responsible for all national censuses and surveys, sectoral statistics, consolidation of selected administrative recording systems and compilation of national accounts.
22. RSBSA Registry System for Basic Sectors in Agriculture refer to an electronic compilation of basic information on farmers, farm laborers and fishermen, the target beneficiaries of agriculture-related programs and services
23. SFF Small farmers and fisherfolks.
- Small farmers -
- a). those cultivating not more than five hectares of land and/or are engaged as small poultry/livestock raisers defined as those raising not more than the following:
- poultry – 1,000 poultry layers or 5,000 broilers
  - swine – 10 sow level or 20 fatteners
  - cattle – 10 fatteners or 5 breeders
  - dairy – 10 milking cows
  - goat – 50 heads

b). agricultural workers in farms

Small fisherfolks -

- a) those operating fishing vessels of not more than three (3) tons capacity;
- b) those operating fishponds of less than five (5) or fish cages of less than 400 sq. m.;
- c) fish workers in fishing boats, fishponds, or fish processing establishments; or
- d) any other individuals who are engaged in small scale fish production, processing and distribution.

24. SFF Household Member

Refers to any of the following:

- a. Spouse of a SFF;
- b. Son or daughter of a SFF who are of legal age; and,
- c. Father or mother of a SFF.

25. Sub-borrowers

Refer to small farmers and fisherfolks

26. Sub-loans

Loans of sub-borrowers

27. Wholesale Loans

Refer to loans provided by PCFC to MFIs

#### **IV. PROGRAM GEOGRAPHIC COVERAGE AND TARGET CLIENTS**

The Program shall be implemented in all provinces, with particular focus on those with high incidence of poverty, other calamity stricken areas identified by DA, NDRRMC, PSA, as well as provinces with farmers and fisherfolk registered under the RSBSA.

#### **V. THE PROGRAM FUND**

Funds for AMP shall be sourced from the FY 2014 National Government subsidy to PCFC amounting to One Billion Five Hundred Sixty Three Million Five Hundred Seventy Two Thousand Pesos (Php1,563,572,000) for the delivery of microfinance services exclusively to the poor. This amount shall augment PCFC's corporate funds in order to benefit a larger number of beneficiaries availing of the Program.

No portion of this amount shall be used for investments in Treasury Bills, dollar placements and other instruments not directly related to this lending program.

#### **VI. GENERAL POLICIES AND GUIDELINES**

1. NG subsidy to PCFC for the purpose shall be deposited by PCFC to its HIRAM Collection Fund maintained at the Landbank – Buendia Branch. All collections from the MFI borrower shall likewise be deposited in the said account.
2. The funds shall be made available for lending to the eligible MFIs, who shall in turn, relend the funds to eligible farmers and fisherfolks listed in the RSBSA, and other subsistence farmers and fisherfolks duly certified by the Municipality/City Agriculturist of the Local Government Unit.



3. PCFC may charge administrative costs directly related to the implementation of the program at not more than three percent (3%).
4. Collections from eligible MFIs, also known as "2<sup>nd</sup> generation fund", shall be utilized by PCFC as follows:
  - a. Continuous implementation of AMP;
  - b. Administrative costs directly related to the implementation of the program at three percent (3%);

## **VII. RESPONSIBILITIES OF DBM AND PCFC**

DBM shall:

1. Based on the submitted special budget request, release the Special Release Allotment Order (SARO) amounting to P1,563,572,000 through the BTr, for PCFC's implementation of the AMP. The corresponding Notice of Cash Allocation (NCA) shall be released based on the Monthly Disbursement Program (MDP) submitted by PCFC. Subsequent request for NCA releases shall be supported with a progress report on the financed programs/projects and loan availments of MFIs or accomplishment of PCFC;
2. Ensure that in the review of the FY 2014 Corporate Operating Budget of PCFC, the amount of P1,563,572,000 is included among the fund sources of PCFC for the Program;
3. Record the aforementioned subsidy release to PCFC as equity contribution of the national government in the event that PCFC's authorized capitalization is increased by law;
4. Require the submission by PCFC of a Quarterly Status Report showing the list of MFIs and amount disbursed to them, as well as the number of farmers and fisherfolk who availed of the loan; and
5. Engage the PCFC to conduct an impact assessment of the AMP two (2) years after its implementation.

PCFC shall:

1. Implement the AMP, including program marketing, credit assessment and delivery, and accounts supervision, in accordance with policies and procedures described in this implementing guidelines;
2. Evaluate, process, and approve loan applications of MFIs and release funds to the latter in accordance with PCFC's existing lending guidelines and consistent with the provisions of this guidelines;
3. Ensure availability and profitable utilization of funds;

4. Collect loan repayments from borrowers of the credit funds;
5. Conduct monitoring of fund disbursements against program funds as well as loan collections;
6. Maintain a Management Information System (MIS) and prepare quarterly reports on the status of fund disbursements and balances for submission to the DBM;
7. Ensure that funds lent to the MFIs shall directly benefit small farmers and fisherfolks registered under the RSBSA; and
8. Download funds to MFIs with good credit standing. In case MFIs fail to remit collections as scheduled without justifiable reasons (i.e. typhoons or calamities), PCFC shall demand payment of loans in full, including interest and surcharges. Said MFIs shall no longer be eligible to avail of loans under this program.

#### **VIII. PROGRAM LENDING GUIDELINES**

1. The following guidelines shall govern the AMP:

Parameters	PCFC	MFI
Eligible Borrowers	Accredited MFIs: -Non-Government Organizations; -Cooperatives: Banks (Rural, Cooperative, Microfinance, Thrift, SME, & others); and -People's Organizations	Small farmers and fisherfolks registered in the RSBSA of all provinces, their household members and other subsistence farmers and fisherfolks who are not listed in the RSBSA but duly certified as such by the Municipality/City Agriculturist of the Local Government Unit
Loan Purpose	Wholesale loans to finance the MFIs relending programs on agricultural microfinance	-Agrifishery Microfinance Loan – to finance any or combination of new farm, off-farm/non-farm income generating activities (production, processing and/or trading of crops/commodities) and/or refinance the rehabilitation of existing agri-fishery projects which have been affected by calamities;  -Value Chain Financing Facility – loans availed by the borrower-group shall be used for the following purposes: a. working capital to finance any of the value chain activities (i.e. processing and/or marketing); and b. acquisition of assets of an agri-enterprise or agri-business projects that are engaged in agri-fishery product marketing or agri-fishery inputs trading. (Provided that such projects have direct forward or



		<p>backward link with small farmers / fisherfolk)</p> <p>-Asset Acquisition Loan – loans availed shall be used for the acquisition of farm machinery and equipment (i.e. water pump, shallow tube well, thresher, fishing boats, etc.)</p> <p>-Microfinance Loan – for livelihood projects and other loans (i.e. small-scale house repair and/or improvement and expansion, solar home system, etc) upon eligibility of the borrowers subject to the lending policies and guidelines of the MFI.</p>
Loan Amount	Based on credit evaluation but not to exceed the Single Borrower's Limit (SBL) inclusive of the other credit facilities of the MFI.	In accordance with MFI's credit policies and end-client's repayment capacity (cash flow) but shall not go beyond P300,000 inclusive of end-clients other loans with the MFI.
Loan Term	Up to four (4) years PN inclusive of six (6) months grace period on principal payments for PNs with term of two (2) years or more.	Based on MFI's credit policies and guidelines
Interest Rate / Service Charge	Based on credit evaluation – interest rates ranging from 3.5% to 6.5% per annum.	Based on MFI's credit policies and guidelines – interest rates of not more than 18% per annum.
Mode of Payment	Quarterly amortization of principal and interest.	Based on MFI's credit policies and guidelines (i.e. weekly, monthly, quarterly)
Security Requirement	PDCs; Deed of Assignment of sub-borrowers; PNs and all underlying collaterals and credit guarantee/insurance proceeds.	Based on MFI's credit policies and guidelines.

## 2. Guarantee / Insurance Coverage

MFIs shall be encouraged to enroll their agri-fishery production projects for coverage under AGFP and the appropriate insurance facilities of PCIC. The guarantee proceeds and risk premium shall be assigned to PCFC for wholesale loans availed under the program.

## **IX. PCFC's MFI DIRECTORY AND ACCREDITATION CRITERIA**

Annex A shows the listing of 68 MFIs located nationwide that have been duly accredited by the PCFC and Annex B enumerates PCFC's accreditation criteria for MFIs that may be interested to join the Program.

## **X. MONITORING AND EVALUATION**

A program monitoring and evaluation system shall be established by PCFC to track the progress of program implementation as well as generate feedback from the field level regarding the efficiency and effectiveness of the program.

The monitoring and evaluation system shall include the following:

1. Preparation and submission of quarterly reports to the DBM on the status of loan disbursements, repayments, program fund balances, and financed projects of sub-borrowers, including list of RSBSA borrowers/beneficiaries and their addresses and contact numbers.
2. Conduct of field monitoring visits to ascertain the program outputs/ accomplishments, gather feedbacks from field implementers, and identify bottlenecks. These visits also ascertain compliance of program implementers to approved policies and guidelines as well as gather data on the accomplishment of program outcomes.

## **XI. EFFECTIVITY**

This Joint Circular shall take effect immediately upon its publication in the Official Gazette or in a newspaper of general circulation.

  
**EDGAR V. GENEROSO**

President and CEO

People's Credit and Finance Corporation

  
**FLORENCIO B. ABAD**

Secretary

Department of Budget and Management





NO.	MFI	ADDRESS	CONTACT NO.	EMAIL ADDRESS	WEBSITE
<b>NORTH AND CENTRAL LUZON</b>					
1	Agribusiness Rural Bank, Inc.	B. Aquino, National Highway, Poblacion South, Solano, Nueva Vizcaya	(078) 652.2964/634.5512	agribusinessrb@rbap.org	www.agribank.com.ph
2	Alalay Sa Kaunlaran, Inc.	105 Maharlika Highway, Cabanatuan City, Nueva Ecija	(044) 463.5779/463.5780	info@aski.com.ph	www.aski.com.ph
3	Cooperative Bank of Benguet	JC 225 Central Pico, La Trinidad 2601 Benguet	(074) 422.1268/422.2469	www.cbbenguet.com	
4	Cooperative Bank of Cagayan	Diversion Rd., San Gabriel, Tuguegarao City, Cagayan	(078) 844.1985/844.3432	cooprbccagayan@rbap.org	
5	Gateway Rural Bank, Inc.	23 Mc Arthur Highway, Wawa, Balagtas 3016 Bulacan	(044) 693.3451/693.3452	gbinfo@gatewayrb.com	www.gatewayrb.com
6	GM Bank of Luzon, Inc.	Maharlika Highway, Brgy. Dimasalang, Cabanatuan City 3100 Nueva Ecija	(044) 940.6000/600.6000		www.gmbank.com.ph
7	Kazama Grameen, Inc.	Lot 25 Blk. 12, Sta. Monica Subd., Subic 2209 Zambales	(047) 232.4216/232.1871	kazamagrammeen@yahoo.com	www.kazamagrammeen.org
8	Kilusang Lima Para sa Lahat Multi-Purpose Cooperative	Maharlika Highway, Maestrang Kikay District, Talavera, Nueva Ecija	(044) 940.5976		
9	Mallig Plains Rural Bank (Isabela), Inc.	Centro II, Mallig, Isabela	(078) 642.8815/642.8805		mprbi@yahoo.com
10	Nueva Segovia Consortium of Cooperatives	Socio-Pastoral Center, Nueva Segovia St., Vigan City, Ilocos Sur	(077) 722.3029/722.1351	nscvcigan2@yahoo.com	www.coopnsc.com
11	Philippine Resources Savings Banking Corporation	Alingog Center, Rizal Ave. cor. Canciller Avenue, Cauayan City, Isabela	(078) 652.1308/652.2393	philrbcorp@rbap.org	www.prsavingsbank.com.ph
12	Providence Rural Bank, Inc.	Dugo, Camalaniugan 3510 Cagayan	(078) 854.4905/854.2014	providence_rb@yahoo.com	
13	Rangtay sa Pagrang-ay, Inc.	11 Leonard Wood Road, Teacher's Camp 2600 Baguio City	(074) 445.3592	rspimain@yahoo.com	www.rspi.com.ph
14	Sacred Heart Savings Cooperative	Poblacion, Galimuyod, Ilocos Sur	(077) 644.0529/674.0542		
<b>METRO MANILA AND SOUTH LUZON</b>					
1	Ahon sa Hirap, Inc.	No. 76 8th Avenue, Cubao 1109 Quezon City	(02) 913.2452/(02) 912.0688	mmbunker@i-manila.com.ph	www.ashi.org.ph
2	ARDCI NGO Group, Inc.	Former Chinese School Bldg., Sta. Elena, Virac, Catanduanes	(052) 811.3288	ardci_finance@yahoo.com	www.ardci.com
3	Banco Alabang, Inc.	GF Minerva Bldg., National Rd., Putatan, Muntinlupa City	(02) 862.0043/862.0045	rb_alabang@yahoo.com	
4	Barangka Credit Cooperative	170 Gen. Julian Cruz St., Barangka, Marikina City	(02) 369.7890/475.0044	barangkacoop@yahoo.com	www.barangkacoop.com
5	CARD Bank, Inc.	20 M.L. Quezon St., City Subd., San Pablo City, Laguna	(049) 562.4309/562.6560	mri.info@cardbank.ph.com	www.cardbank.ph.com
6	Center for Agriculture and Rural Development, Inc.	20 M.L. Quezon St., City Subd., San Pablo City, Laguna	(049) 562.7772/562.4181	ngo.info@cardbank.ph.com	www.cardbank.ph.com
7	JM Honrado Foundation, Inc.	Lovito St., Ilawod 2, Daraga, Albay	(056) 421.6321/483.4567	jmhonrado@ymail.com	www.jmhfi.com
8	KADRE Community Development, Inc.	158-E West Ave., Quezon City	(02) 415.4049	egaymercedes.kcdi@gmail.com	
9	Kasagana-Ka Development Center, Inc.	No. 5 Don Francisco St., Don Enrique Heights, Commonwealth Ave., Quezon City	(02) 931.4335	kasaganaka@yahoo.com	
10	Mount Carmel Rural Bank, Inc.	J. M. Kalaw St., Lipa City, Batangas	(043) 756.4341/981.2220	mtcarmelrb@rbap.org.ph	
11	Radiowealth Finance Company, Inc.	7 & 8F DMG Center, DM Guevarra St. cor. Calbayog Ext., Mandaluyong City	(02) 571.4401 to 05	www.rfc.quevent.ph	
12	Rural Bank of Camalig (Albay), Inc.	2F Camalig Bank Bldg., 114 Peñaranda St., Legazpi City, Albay	(052) 484.1001/484.1002	camaligbankHO@gmail.com	www.camaligbank.com.ph
13	Rural Bank of Guinobatan, Inc.	Mabini St., Guinobatan 4503 Albay	(052) 484.6439/484.6510	rbguinobatan@yahoo.com.ph	www.rbguinobatan.com
14	Rural Bank of Mabitac (Laguna), Inc.	J. P. Rizal St., Mabitac 4020 Laguna	(049) 504.3674/501.0884	rbmabitac@yahoo.com	
15	Saklaw Foundation, Inc.	National Highway, Calero, Calapan City 5200 Oriental Mindoro	(043) 288.3470	sfi_mindoro@yahoo.com	www.sfidelovelopment.com
16	Simbag sa Pag-asenso, Inc.	3F Social Action Center, Cathedral Compound, Old Albay District, Legazpi City, Albay	(052) 481.4449/481.5746	simbag_sedp@yahoo.com	



17	Vision Bank, Inc.	Poblacion Libod, Bato, Catanduanes	(052) 811.0740/0917.582 .4144	<a href="mailto:vbanc2004@yahoo.com">vbanc2004@yahoo.com</a>	
<b>VISAYAS</b>					
1	Bontoc Multi-Purpose Cooperative	Gomez St., Poblacion, Bontoc, Southern Leyte	(053) 382.3008/382.3097	<a href="mailto:bccicoop@yahoo.com">bccicoop@yahoo.com</a>	
2	Cebu Caritas, Inc.-Cebu Archdiocese Program for Self Reliance (CAPS-R)	Caritas Bldg., P. Gomez St., Cebu City	(032) 256.3176	<a href="mailto:cebucaritas@yahoo.com">cebucaritas@yahoo.com</a>	
3	Community Economic Ventures, Inc.	Sarabia-Co-Toralba Bldg. II, Espuelas St., Tagbilaran City 6300 Bohol	(038) 501.0170		<a href="http://www.cevi.org.ph">www.cevi.org.ph</a>
4	Dungganon Bank (A Microfinance Thrift Bank), Inc.	NWTF Building, 102 San Sebastian cor. Verbena Sts., Bacolod City 6100 Negros Occidental	(034) 432.3718/432.3719		
5	Fatima Multi-Purpose Cooperative	Poblacion, Calubian, Leyte	(053) 549.2267	<a href="mailto:fatimampc_1996@yahoo.com">fatimampc_1996@yahoo.com</a>	
6	First Agro-Industrial Rural Bank, Inc.	Dela Viña cor. J. Lequin Sts., Gairan, Bogo City 6010 Cebu	(032) 434.8848/437.8346	<a href="http://fairbank@rbap.org">fairbank@rbap.org</a>	<a href="http://www.fairbank.com.ph">www.fairbank.com.ph</a>
7	Gabay sa Kalamboan Micro Finance Cooperative	Poblacion, San Remigio 6011 Cebu			
8	Metro Ormoc Community Cooperative	OCCCI Bldg., Arradaza St., Ormoc City 6541 Leyte	(053) 561.0040/255.4612	<a href="mailto:occcicorplan@yahoo.com">occcicorplan@yahoo.com</a>	<a href="http://www.occci.coop">www.occci.coop</a>
9	Negros Women for Tomorrow Foundation, Inc.	102 San Sebastian cor. Verbena Sts. 6100 Bacolod City	(034) 432.3718/432.3719	<a href="mailto:info@nwtf.ph">info@nwtf.ph</a>	<a href="http://www.nwtf.org.ph">www.nwtf.org.ph</a>
10	Northern Samar Development Workers Community Cooperative	Pres. Roxas St., Catarman, Northern Samar	(055) 251.8506	<a href="mailto:nsdwcc@yahoo.com">nsdwcc@yahoo.com</a>	
11	Progressive Bank, Inc.	Del Rosario St., Balasan 5018 Iloilo	(033) 397.0513/397.1021	<a href="mailto:pbibalasan@gmail.com">pbibalasan@gmail.com</a>	
12	Samar Center for Rural Education and Development, Inc.	97 Jacinto St., Brgy. Yakal, Catarman, Northern Samar	(055) 500.9109	<a href="mailto:sacredrauldeleon@yahoo.com">sacredrauldeleon@yahoo.com</a>	<a href="http://www.sacredmain.webs.com">www.sacredmain.webs.com</a>
13	Southern Leyte Employees Multi-Purpose Cooperative	SLEMCOP Building, National Highway, Brgy. Asuncion, Maasin City 6600 Southern Leyte	(053) 381.2362/570.9622	<a href="mailto:slemcoop@yahoo.com">slemcoop@yahoo.com</a>	
14	Taytay sa Kauswagan, Inc.	National Highway, Brgy. Mali-ao, Pavia, Iloilo	(033) 329.5547/329.3958	<a href="mailto:tski_ho@yahoo.com">tski_ho@yahoo.com</a>	<a href="http://www.tski.com.ph">www.tski.com.ph</a>
15	Ugyon Foundation, Inc.	Brgy. Lawa-an, Roxas City, Capiz	(036) 621.5857/621.1638	<a href="mailto:ugyonfdn@gmail.com">ugyonfdn@gmail.com</a>	<a href="http://www.ugyonfoundation.blogspot.com">www.ugyonfoundation.blogspot.com</a>
16	Uswag Development Foundation, Inc.	L. Barrios St., Kalibo, Aklan	(036) 262.3059/262.5140		
<b>MINDANAO</b>					
1	1st Valley Bank, Inc.	Poblacion, Baroy, Lanao del Norte	(063) 498.0251/373.6334	<a href="mailto:fel_enad@yahoo.com">fel_enad@yahoo.com</a>	<a href="http://www.1stvalleybank.com">www.1stvalleybank.com</a>
2	Ad Jesum Development Foundation, Inc.	Clergy House Compound, Madang, Mati 8200 Davao Oriental	(087) 811.2292	<a href="mailto:ajdfi@cbcpworld.com">ajdfi@cbcpworld.com</a>	
3	Baba's Foundation, Inc.	Km. 6, Diversion Rd., Buhangin 8000 Davao City	(082) 300.5640/241.1596	<a href="mailto:babasfoundation_phil@yahoo.com">babasfoundation_phil@yahoo.com</a>	<a href="http://www.babasfoundation.org">www.babasfoundation.org</a>
4	Bukidnon Cooperative Bank	San Victores St., Malaybalay City, Bukidnon	(088) 221.4514/356.1561	<a href="mailto:bcbmain@yahoo.com">bcbmain@yahoo.com</a>	
5	Cantilan Bank, Inc.	Orozco St., Brgy. Magosilom, Cantilan, Surigao del Sur	(086) 212.5055/211.3053	<a href="mailto:cantilankbank@yahoo.com">cantilankbank@yahoo.com</a>	<a href="http://www.cantilankbank.com">www.cantilankbank.com</a>
6	Cooperative Bank of Cotabato	Lanao, Kidapawan 9400 North Cotabato	(064) 278.3264/288.1592	<a href="mailto:coopbankcotabato@rbap.org">coopbankcotabato@rbap.org</a>	
7	Cooperative Bank of Misamis Oriental	CBMO Bldg., Antonio Luna St., Cagayan de Oro City	(088) 856.1550/726.365	<a href="mailto:coopbankmisor@rbap.org">coopbankmisor@rbap.org</a>	<a href="http://www.coopbankmisor.com">www.coopbankmisor.com</a>
8	D' Asian Hills Bank, Inc.	D' AHBI Corporate Centre, Fortich St., Malaybalay City 8700 Bukidnon	(088) 221.4697/813.3990	<a href="mailto:asianhillsbank@yahoo.com">asianhillsbank@yahoo.com</a>	
9	Enterprise Bank, Inc.	Poblacion, Lianga, Surigao del Sur	(082) 228.6986/225.8892	<a href="mailto:ebi_christine@yahoo.com">ebi_christine@yahoo.com</a>	<a href="http://www.enterprisebank.ph">www.enterprisebank.ph</a>
10	Hagdan sa Pag-uswag Foundation, Inc.	RER II, National Highway, Cagayan de Oro City	(088) 858.3998/858.4623	<a href="mailto:hspfi@yahoo.com">hspfi@yahoo.com</a>	
11	Holy Community Development Foundation, Inc.	027 F. Lacaya St., Biasong, Dipolog City, Zamboanga del Norte	(065) 906.0225/212.2525	<a href="mailto:rbr_hcdfi@yahoo.com">rbr_hcdfi@yahoo.com</a>	
12	Microfinance for Rural Development, Inc.	EBI Building, Km. 5, Buhangin 8000 Davao City	(082) 300.4042		
13	Katipunan Bank (ZN), Inc.	Quezon Ave. cor. Aguilar St., Dipolog City, Zamboanga del Norte	(065) 212.7647/212.9109	<a href="mailto:katipuneroko@katipunankbank.com">katipuneroko@katipunankbank.com</a>	<a href="http://www.katipunankbank.com">www.katipunankbank.com</a>
14	KFI Center for Community Development Foundation, Inc.	GF KCCDFI Bldg., MCCL Highway, Guiwan, Zamboanga City	(062) 991.9348/993.0481	<a href="mailto:nhethe71@yahoo.com">nhette71@yahoo.com</a>	



15	KPS-SEED, Inc.	Lio Earl St., QueeNies LOve Village, Brgy. City Heights 9500 General Santos City	(083) 301.9041	<a href="mailto:kpsqsc_seed@yahoo.com">kpsqsc_seed@yahoo.com</a>	<a href="http://www.kps-seed.org">www.kps-seed.org</a>
16	Micro-Entrepreneurs' Multi-Purpose Cooperative	Door 2 and 3, Nationwide Appliance Bldg., Veterans Ave., Zamboanga City	(062) 992.6847	<a href="mailto:mempco@yahoo.com">mempco@yahoo.com</a>	
17	Paglaum Multi-Purpose Cooperative	2F PMPC Bldg., Eastern Looc, Plaridel 7209 Misamis Occidental	(088) 344.8633	<a href="mailto:paglaumcoop@yahoo.com">paglaumcoop@yahoo.com</a>	<a href="http://www.paglaumcoop.org.ph">www.paglaumcoop.org.ph</a>
18	Peoples Bank of Caraga, Inc.	National Highway. Brgy. 5, San Francisco, Agusan del Sur	(085) 839.1445/343.8529	<a href="mailto:pb1024@yahoo.com">pb1024@yahoo.com</a>	
19	RBT Bank, Inc.	Rizal St., Poblacion, Talisayan 9012 Misamis Oriental	(088) 387.3702	<a href="mailto:rbtalisayan@yahoo.com">rbtalisayan@yahoo.com</a>	<a href="http://www.rbtbank.com">www.rbtbank.com</a>
20	South Cotabato Foundation, Inc.	Arellano St. Brgy. Zone III, Koronadal City, South Cotabato	(083) 228.2687	<a href="mailto:scficenter@yahoo.com">scficenter@yahoo.com</a>	
21	Surigao Economic Development Foundation, Inc.	0078 SEDFI Bldg., M. Ortiz St., Kaskag, Surigao City, Surigao del Norte	(086) 231.7491/826.4446	<a href="mailto:sedfi85@yahoo.com">sedfi85@yahoo.com</a>	

**PCFC ACCREDITATION CRITERIA**

<b>INSTITUTIONAL CRITERIA</b>	
Legal Personality	Duly registered
Track Record	At least 3 years lending experience or majority of directors/officers have at least 3 years experience in lending with 1 year in microfinance
Board of Directors	Competent and qualified as Director under the law and pertinent regulations
Core Management Team	Presence of full-time Head, Auditor, Cashier and Bookkeeper
Microfinance Lending Group	Willing to put a separate unit for the program with full-time staff
Staff Development	Presence of staff development program including basic microfinance and credit and financial management
Operating Systems	Presence of MIS, Accounting and Internal Control Systems
Results of Credit and Background Investigation	No adverse findings on the MFI; No past due loans and derogatory records on key officers
<b>OPERATIONAL AND FINANCIAL CRITERIA</b>	
<b>A. Over-All Operations</b>	
Total Resources	At least P5.00 Mn resources; In case of decrease, it should not be more than 5% per year
Net Worth/Fund Balance	At least P2.000 Mn
<i>Liquidity</i>	
Liquid Ratio	Not less than 25%
Current Ratio	At least 1.5:1
<i>Leverage</i>	
Capital/Fund Balance-to-Risk Assets Ratio	At least 10% after PCFC and other creditors
Bills Payable to Total Liabilities	Not to exceed 70%

<i>Portfolio Quality</i>	
Past Due Rate	Not more than 15% net of valuation reserves for over-all operations
Loan Valuation Reserves	100% compliance based on standards
<i>Profitability</i>	
Net Income	Profitable for the last 3 years
<b>B. Microfinance Operations</b>	
Outreach	At least 500 existing borrowers
Savings Mobilization	Presence of savings mobilization program
Capability-Building Intervention	None Required
<i>Portfolio Quality</i>	
Portfolio-at-Risk Rate 1-Day (PAR 1)	Not more than 5%
Loan Valuation Reserves	100% compliance based on standards
Collection Rate	Annual collection rate of at least 95%
<i>Profitability</i>	
Net Income (Before and After Grants)	Profitable microfinance operation before and after grants
<b>PERFORMANCE RATINGS</b>	
NCC PESO Rating	At least 70%
CAMELS Rating	At least 3