



BANGKO SENTRAL NG PILIPINAS

OFFICE OF THE DEPUTY GOVERNOR
SUPERVISION AND EXAMINATION SECTOR

MEMORANDUM NO. M-2011-032

To : **ALL BANKS**

Subject : **Guidance for the Implementation of Circular 694 on the
Establishment of Other Banking Offices and Notes on Microfinance**

For the purpose of implementing Circular 694 (14 October 2010) on the establishment of other banking offices and notes on microfinance, please be guided by the following:

In item three (3) of the list of limited transactional banking activities that may be undertaken in a Micro-Banking Office (MBO) which reads as: "(3) Disburse/ release proceeds of micro-loans and collect loan amortization payments and related charges," the collection includes the microfinance borrower's embedded deposits that are part of the loan amortization payments.

For information and guidance.


NESTOR A. ESPENILLA, JR.
Deputy Governor

06 June 2011