



BANGKO SENTRAL NG PILIPINAS

**OFFICE OF THE DEPUTY GOVERNOR
SUPERVISION AND EXAMINATION SECTOR**

MEMORANDUM NO. M-2012- 030

**To : ALL BANKS AND NON-BANK FINANCIAL INSTITUTIONS UNDER BSP
SUPERVISION**

**Subject : Poster Requirements for the Truth in Lending Act to Enhance Loan
Transaction Transparency**

Pursuant to Section 4 of Circular No. 730 and Section 5 of Circular No. 754 dated 20 July 2011 and 17 April 2012, respectively, which require Banks and Non-Bank Financial Institutions to post the rationale and importance of truth and transparency in loan transactions, following are the standard format of the poster:

1. The Adobe Photoshop generated text and format should have the following fonts/type face, font sizes and color specifications:
 - a. Header – Eurostile, font size 75 pts; font style bold; color #ffffff for the title, and font size 45 pts; font style bold; color #000000 for the subtitle with background color #01b0ff;
 - b. Footer – Eurostile, font size 45 pts; font style bold; color #000000; and
 - c. Body – Adobe Caslon Pro, font size 33 pts; font style regular; color #000000.
2. The prescribed dimension is sixty (60) c.m. wide and seventy-five (75) c.m. long.

Attached is the sample poster which is downloadable at the BSP website at www.bsp.gov.ph.

For guidance and implementation.


NESTOR A. ESPENILLA, JR.
Deputy Governor

03 July 2012

Att.: A/S

TRUTH AND TRANSPARENCY IN LENDING

Enhanced Implementation of the Truth in Lending Act (Republic Act 3765)

The State protects its citizens from a lack of awareness of the true cost of credit to the customer by assuring a full disclosure of such cost and other terms and conditions with a view of preventing the uninformed use of credit.

As such, a disclosure statement is a required attachment to the loan contract. It shall include, at a minimum, the following information:

- 1) Total amount to be financed
- 2) Finance Charges and all other charges incident to the loan
- 3) Net proceeds of the loan
- 4) Schedule of Payments
- 5) The percentage that the finance charge bears to the total amount to be financed expressed as an Effective Interest Rate (EIR)

IMPORTANT NOTICE

**The borrower has a right to demand a copy
of the disclosure statement**