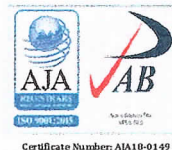


Republic of the Philippines
Department of Education
REGIONAL OFFICE NO. VIII (EASTERN VISAYAS)
 Government Center, Candahug, Palo, Leyte
ISO 9001:2015 CERTIFIED



January 22, 2020

REGIONAL MEMORANDUM

No. **053**, s. 2020

**DIRECTIVES ON THE CLOSURE OF AMA RURAL BANK OF MANDALUYONG, INC.
 WITH REGARD TO APDS TRANSACTIONS**

To: Schools Division Superintendents
 All Others Concerned

1. Attached is Memorandum OUF-2019-0385 dated December 6, 2019 entitled **Directives on the Closure of AMA Rural Bank of Mandaluyong, Inc. with Regard to APDS Transactions.**
2. Immediate dissemination of and strict compliance with this Memorandum are desired.

RAMIR B. UYTICO, Ed.D., CESO IV
Director IV

Enclosure: Memo OUF-2019-0382

Reference: Memo OUF-2019-0382

To be indicated in the Perpetual Index
 under the following subjects:

AMA BANK
 APDS TRANSACTIONS
 CLOSURE



LEAD, EMPOWER, AND ACHIEVE THROUGH DATA-DRIVEN DECISIONS
...where LEADers create great schools

Page 1 of 1



Republic of the Philippines
Department of Education

OFFICE OF THE UNDERSECRETARY FOR FINANCE

MEMORANDUM
OUF-2019- 0385

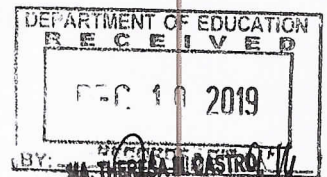
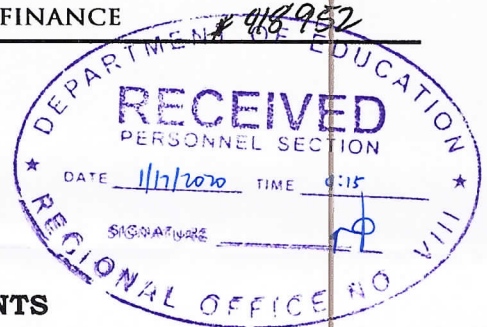
TO : ALL REGIONAL DIRECTORS
SCHOOLS DIVISION SUPERINTENDENTS

ATTENTION : Chiefs of Finance and Administrative Divisions
Heads of Regional Payroll Services Unit

FROM : *Annalyn M. Sevilla*
ANNALYN M. SEVILLA
Undersecretary

SUBJECT : DIRECTIVES ON THE CLOSURE OF AMA RURAL BANK OF
MANDALUYONG, INC. WITH REGARD TO APDS TRANSACTIONS

DATE : December 6, 2019



This has reference to the attached letter of Ms. Shirley G. Felix, Vice President, Loans Management Group, Philippine Deposit Insurance Corporation (PDIC), informing this Office that AMA Rural Bank of Mandaluyong, Inc., a private lending institution accredited with the Department's Automatic Payroll Deduction System (APDS) under APDS Code 1126, is now under the PDIC Receivership pursuant to Central Bank Monetary Board Resolution No. 1705.D dated November 7, 2019.

Pending final decision and agreement between PDIC and DepEd officials on the matter, all concerned payroll servicing units are hereby advised to:

1. Put on hold all remittances under APDS Code 1126 due to the bank, effective immediately, until further instructions from this Office;
2. Continue the existing deduction of loan obligations under the said code from the monthly salaries of the concerned DepEd personnel, until the maturity period reflected in their pay slips. Requests for stoppage of said deduction may only be allowed for valid reason, or upon notification by the PDIC;
3. Not to accept new billing statements from the said bank;
4. Send inquiries, communications or transactions relating to or involving the bank, if any, addressed to the following:
 - a. PDIC's Public Assistance Department at email address **pad@pdic.gov.ph**, or contact the said office at telephone number 8841-41-41; and

- b. PDIC Liquidator of AMA Rural Bank, Inc., located at PDIC Office, SSS Bldg., Ayala Avenue cor. V. A. Rufino St., Makati City,

For your guidance and compliance.


A. M. SEVILLA

Attachments: **as stated.**
ging/eamd



Bank deposit mo, protektado!

#918952
Office of the Undersecretary
Finance
Received by: Jayson
Date: 11-26-19 : 3:20pm

November 18, 2019

MS. ANALYN M. SEVILLA

Undersecretary for Finance
Department of Education
DepEd Complex
Meralco Avenue, Pasig City 1600

Dear Undersecretary Sevilla:

Please be informed that, pursuant to Section 30 of R.A. No. 7653 (New Central Bank Act), the Monetary Board, in Resolution No. 1705.D dated November 7, 2019, prohibited **AMA RURAL BANK OF MANDALUYONG, INC.** ("Bank") with Head Office address at 311 Shaw Blvd., Brgy. Hagdang Bato Libis, City of Mandaluyong, from doing business in the Philippines and directed the **PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)** as Receiver to proceed with the takeover and liquidation of the Bank in accordance with section 12 of R.A. 3591, as amended.

The Bank has twelve (12) branches located at the following addresses:

Branch	Address
Pasig	Unit 103 Armal Bldg. 2, F. Legaspi St. cor. C. Raymundo Ave., Brgy. Maybunga, City of Pasig
Baliuag	G/F Jent Bldg., Benigno S. Aquino Ave., Brgy. Poblacion, Baliuag, Bulacan
Pampanga	#8 Pistahan Bldg., Mc Arthur Highway, Brgy. Dolores, City of San Fernando
Bacoor	Units 114 & 115 Conrado Commercial Complex, Km. 16 Aguinaldo Highway, Brgy. Niog, City of Bacoor
Cainta	Level 1 GF Robinson's Place, Ortigas Ave. Ext., Brgy. Sto. Domingo, Cainta, Rizal
Morong	304 Tomas Claudio St., Brgy. San Pedro (Pob), Morong, Rizal
San Pablo	Jamora Bldg., 150 Burgos St., Brgy. VII-B (Pob), City of San Pablo, Laguna
Calamba	Dencris Bldg., National Highway, Brgy. Halang, City of Calamba
Baguio	143 Ongking Bldg., Abanao St., Brgy. Abanao-Zanduetta-Kayong-Chugum-Otek, City of Baguio
La Union OBO	GF MZF Bldg., Gov. Luna Rd., Barangay IV (Pob), City of San Fernando, La Union
Tuguegarao OBO	#37 AMA Bldg., Caggay Highway, Brgy. Caggay, Tuguegarao City, Cagayan
Tacloban OBO	AMA Computer College-Tacloban Campus, Leyte Academic Center, Brgy. Pawing, Palo, Leyte

The PDIC took over the Bank and all its branches, assets, records and affairs on November 8, 2019.

Upon the placement of the Bank under liquidation, the powers, functions and duties of the directors, officers and stockholders of the Bank are terminated. Accordingly, the directors, officers and stockholders shall be barred from interfering in any way with the assets, records and affairs of the Bank.

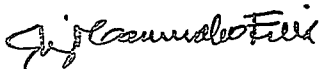
PHILIPPINE DEPOSIT INSURANCE CORPORATION

3rd - 10th Floor SSS Bldg., 6782 Ayala Ave. corner V.A. Rufino St., Makati City 1226 Philippines
Tel. No.: (632) 841-4630 | Toll Free: 1-800-1-888-7342 or 1-800-1-888-PDIC
Email: pdic@pdic.gov.ph | Website: www.pdic.gov.ph

Moreover, Section 13(e)4 of R.A. 3591 (PDIC Charter), as amended by R.A. 10846, provides that notwithstanding the provisions of the Labor Code, the employer-employee relationship between the Bank and its employees shall be deemed terminated upon service of the Notice of Closure of the Bank.

Henceforth, all inquiries, communications or transactions relating to or involving the Bank must be addressed to the Philippine Deposit Insurance Corporation at PDIC Office, SSS Bldg., Ayala Avenue cor. V.A. Rufino St., Makati City, Metro Manila.

Very truly yours,



SHIRLEY G. FELIX

Vice President

Loans Management Group

RESTRICTED

MONETARY BOARD
OF THE



BANGKO SENTRAL NG PILIPINAS

Min. No. 54 – 7 November 2019

1705.D AMA Rural Bank of Mandaluyong, Inc. – Approval of its prohibition from doing business in the Philippines pursuant to Section 30 (c) and (d) of Republic Act No. 7653, as amended, and to designate the Philippine Deposit Insurance Corporation as Receiver of the Bank, with a directive to proceed with the takeover and liquidation of the Bank in accordance with Section 12(a) of R.A. No. 3591, as amended

ACTION TAKEN:

On the basis of the findings noted in the regular examination as of 30 June 2018 (started on 13 August 2018 and completed on 26 October 2018) as reported by the Financial Supervision Department (FSD) VIII, in its memorandum dated 24 October 2019, which findings showed that the AMA Rural Bank of Mandaluyong, Inc. (AMA RB) (a) cannot continue in business without involving probable losses to its depositors or creditors as shown by chronic capital deficiency and chronic losses, persistent commission of unsafe or unsound banking, prolonged failure of Prompt Corrective Action, critically deficient Board of Directors (BOD) and Management oversight, and that the losses will continue, and based on existing circumstances and conditions evaluated by FSD VIII, it is unlikely that the losses will be reversed; and (b) has willfully violated the Cease and Desist Order involving acts or transactions which amounted to fraud or dissipation of assets of the Bank; and considering the failure of the Bank's BOD/Management to (i) address the capital deficiency and restore the Bank's financial health and viability; (ii) address its financial and operational problems; (iii) reverse the Bank's chronic losses; and (iv) secure prior Bangko Sentral ng Pilipinas (BSP) approval of the additional subscription of the AMA Computer College, Inc., pursuant to Section 25-A of Republic Act (R.A.) No. 7653 (The New Central Bank Act), as amended, and Section 123 of the Manual of Regulations for Banks, and amend the Bank's Articles of Incorporation increasing its authorized capital stock and secure BSP approval thereof; and considering further that the Bank had been given considerable time and accorded due process, the Board, in

CERTIFIED TRUE COPY:

CLIFTON P. ABOT

Secretary to the Monetary Board

RESTRICTED