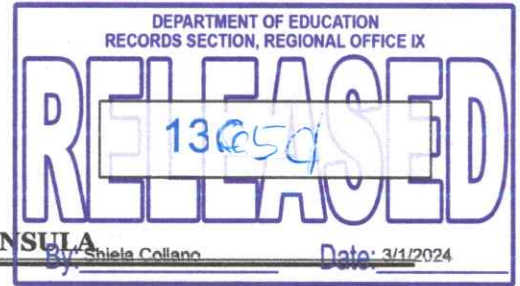




Republic of the Philippines
Department of Education

REGIONAL OFFICE IX, ZAMBOANGA PENINSULA

Office of the Regional Director



Advisory No. 061, s. 2024

February 26, 2024

In compliance with DepEd Order (DO) No. 8, s. 2013, this advisory is issued not for endorsement per DO No. 25, s. 2001, but only for the information of DepEd officials, personnel/staff, as well as the concerned public (Visit www.deped.ro9.info)

ADJUSTMENT OF INTEREST RATES SPECIFICALLY FOR THE FOUR (4) AND FIVE (5) YEAR LOAN TERMS TO BE OFFERED TO DEPED TEACHING AND NON-TEACHING PERSONNEL BY THE EAST WEST RURAL BANK, INC. (EWRBI)

The Office of **Atty. Michael Wesley T. Poa**, Undersecretary for Finance, Department of Education, in its letter dated February 2, 2024, addressed to Sheila Marasigan Bajado, President, East West Rural Bank, Inc. (EWRBI), 360 Dr. Sixto Antonio Avenue, Brgy. Caniogan, Pasig City, informed the said bank that the Department of Education (DepEd) **does not interpose objection** on the adjustment of interest rates as reflected in the **table in paragraph 2** of the said letter.

For more particulars, please refer to the attached letter or write or call the East West Rural Bank, Inc. (EWRBI), 360 Dr. Sixto Antonio Avenue, Brgy. Caniogan, Pasig City.

For your information.

ADM/RMD/APG/rrt/A
001 February 26, 2024



Address: President Corazon C. Aquino Regional Government Center, Balintawak, Pagadian City 7016
Website: www.depedro9.info; www.ro9-deped.com
Email: region9@deped.gov.ph

Contact Numbers:
Telephone – 945-3329
Globe – 09164336191
Smart – 09472096474



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Republic of the Philippines
Department of Education

OFFICE OF THE UNDERSECRETARY FOR FINANCE

DEPARTMENT OF EDUCATION
RECEIVED
 (SCOPES SECTION REGIONAL OFFICE NO. 03)
 TIME: *9:49*

February 2, 2024

SHEILA MARASIGAN BAJADO

President
 East West Rural Bank, Inc. (EWRBI)
 360 Dr. Sixto Antonio Ave.
 Brgy. Caniogan, Pasig City

Dear **Ms. Bajado**:

This pertains to your letter informing this office of your intent of the adjustment of interest rates specifically for the four (4) and five (5) year loan terms to be offered to DepEd teaching and non-teaching personnel, for reasons stated therein.

This office interposes no objection on the adjustment of interest rates considering that based on the submitted sample computations, the resulting Effective Interest Rates (EIR) of loans are still within the EIR ceilings provided in DepEd Order No. 004, s. 2022 entitled "Extension of Loan Terms of Payment Under the Department's Automatic Payroll Deduction System (APDS) Program" as shown below. This shall form part as amendment of Annexes D4 and 5 of the EWRBI's Terms and Conditions for APDS Accreditation (TCAA) for loans.

| Particulars | DepEd Ceilings | Actual Rates |
|---|--|--|
| Contractual Interest Rates per annum (based on diminishing/declining principal balance) | 1 year - 7.500% 2 years - 9.000% 3 years - 9.660% 4 years - 9.660% 5 years - 9.660% | 1 year - 7.500% 2 years - 7.500% 3 years - 7.500% 4 years - 8.250% 5 years - 8.250% |
| One-time Other Charges (Must be itemized in the Disclosure Statement) | 6.000% of principal amount, regardless of term, deducted upfront from the loan proceeds | 6.000% of principal amount, regardless of term, deducted upfront from the loan proceeds |
| Effective Interest Rates (EIR) per annum | 1 year - 21.091% 2 years - 16.351% 3 years - 14.886% 4 years - 13.759% 5 years - 13.082% | 1 year - 21.090% 2 years - 14.595% 3 years - 12.396% 4 years - 12.142% 5 years - 11.475% |

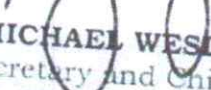


Address: 2F Rizal Bldg., DepEd Complex Meralco Avenue, Pasig City
 Telephone Nos.: (02) 8633-9342 TeleFax No: (02) 8638-3703
 Email Address: usec.financebpm@deped.gov.ph

It is understood that all loans to be approved by EWRBI shall be subject to the verification process by the designated DepEd Verifier on the resulting Net Take Home Pay (NTHP) of the borrowers and other conditions stipulated in EWRBI's TCAA.

Thank you

Sincerely yours,


ATTY. MICHAEL WESLEY T. POA
Undersecretary and Chief of Staff
Officer-in-Charge, Office of the Undersecretary for Finance

encl

Copy Furnished:

1957

Regional Directors, All Chiefs of Administrative and Finance Division
and Head of Personnel Services Units, Regions I to XIII, CAR and NCR