

[REPUBLIC ACT NO. 4137, June 20, 1964]

**AN ACT GRANTING THE LUZON BROADCASTING COMPANY, INC.,
A FRANCHISE TO CONSTRUCT, MAINTAIN AND OPERATE RADIO
BROADCASTING STATIONS WITHIN THE PHILIPPINES FOR
COMMERCIAL PURPOSES.**

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

SECTION 1. Subject to the provisions of the Constitution, the Luzon Broadcasting Company, Inc., is hereby granted a franchise to construct, maintain and operate radio broadcasting stations within the Philippines for commercial purposes and in the interest of the public.

SEC. 2. Such provisions of Act Numbered Thirty-eight hundred fort-six, entitled "An Act providing for the regulation of radio stations and radio communications in the Philippine Islands, and for other purposes;" Act Numbered Thirty-nine hundred ninety-seven, known as the Radio Broadcasting Law; Commonwealth Act Numbered One hundred forty-six, known as the Public Service Act, and their amendments, as are applicable to radio broadcasting stations shall be applicable, as far as practicable, to the radio stations referred to in Section one hereof.

SEC. 3. The franchise herein granted shall continue for a period of twenty-five years from the date the said stations shall be put in operation, and is granted upon the express condition that the same shall be void unless the construction of at least one radio broadcasting station be begun within three years from the date of approval of this Act, and be completed within four years from said date.

SEC. 4. This franchise is likewise made upon the express condition that the grantee shall provide adequate public service time to enable the Government, through the said stations, to reach the population on important issues; shall assist in the functions of public information and education; shall conform to the ethics of honest enterprise; and shall not use its stations for the broadcasting of obscene or indecent language, speech, act or scene, or for the dissemination of deliberately false information or wilful misrepresentation, or to the detriment of the public health and morals, or incite, encourage or assist in subversive or treasonable acts.

SEC. 5. As a condition of the granting of this franchise, the grantee shall file a bond in favor of the Government of the Philippines in the sum of twenty-five thousand pesos, in form and with sureties satisfactory to the Secretary of Public Works and Communications, conditioned upon the faithful performance of the grantee's obligations under this Act during the first three years of the life of this franchise. If, after four years from the date of acceptance of this franchise, the grantee shall have fulfilled said obligations, or as soon thereafter as the grantee shall have fulfilled the same, the bond aforesaid shall be cancelled by the Secretary of Public Works and