

## **[ EXECUTIVE ORDER NO. 75, February 19, 1999 ]**

### **DIRECTING THE RATIONALIZATION OF THE UTILIZATION OF THE NATIONAL LIVELIHOOD SUPPORT FUND (NLSF) AND PLACING THE FUND AND ITS SECRETARIAT UNDER THE SUPERVISION OF THE LAND BANK OF THE PHILIPPINES**

WHEREAS, E.O. 238 dated July 22, 1987 directed that the Bagong Kilusang Kabuhayan sa Kaunlaran (BKKK) Capital Fund and its earnings be utilized for the promotion, generation and development of livelihood opportunities;

WHEREAS, Section 37 of Republic Act No. 6657 has transferred and attached to the Land Bank of the Philippines the Bagong Kilusang Kabuhayan sa Kaunlaran (BKKK) Secretariat and the BKKK Capital Fund/National Livelihood Support Fund;

WHEREAS, Administrative Order No. 75 dated August 6, 1993 institutionalized the administrative supervision of the Land Bank of the Philippines over the BKKK Secretariat and the BKKK Capital Fund/National Livelihood Support Fund through an Executive Committee;

WHEREAS, Republic Act No. 8425 has mandated the People's Credit and Finance Corporation (PCFC) to be the main vehicle for the delivery of microfinance services for the exclusive use of the poor;

WHEREAS, Memorandum Order No. 11 dated August 13, 1998 directed the Land Bank of the Philippines to invest additional P900 million from the National Livelihood Support Fund to PCFC;

WHEREAS, Administrative Order No. 45 dated December 22, 1998 abolished the Executive Committee of the National Livelihood Support Fund;

WHEREAS, the same Administrative Order transformed/renamed the BKKK Capital Fund into a Trust Fund, otherwise known as Effective Response to Alleviate Poverty (ERAP) Trust Fund;

WHEREAS, there is an urgent need to rationalize the utilization of the BKKK Fund in relation to other mandated resources to effectively serve the needs of the poor, particularly farmers and marginalized members of the rural communities.

NOW, THEREFORE, I, JOSEPH EJERCITO ESTRADA, President of the Republic of the Philippines, by virtue of the powers vested in me, do hereby order:

SECTION 1. The BKKK Capital Fund/National Livelihood Support Fund as transformed into an Effective Response to Alleviate Poverty (ERAP) Trust Fund, otherwise known as ERAP Trust Fund, shall remain under the supervision of the Land Bank of the Philippines.

SEC. 2. A Management Committee is hereby organized as the policy making body through which Land Bank of the Philippines shall exercise its supervision over the