

**[BSP CIRCULAR NO. 323-02, MARCH 13, 2002,
March 13, 2002]**

**LIMITS ON INVESTMENT IN THE EQUITIES OF FINANCIAL
ALLIED UNDERTAKINGS**

The Monetary Board, in its Resolution No. 306 dated February 28, 2002, approved the following amendments to Section X378 of the Manual of Regulations for Banks pursuant to Sections 25, 28 and 31 of Republic Act No. 8791.

"SECTION X378. Limits on Investment in the Equities of Financial Allied Undertakings. — The equity investment of a bank in a single financial allied undertaking shall be within the following ratios in relation to its total subscribed capital stock and to the total voting stock of the allied undertaking:

ACTIVITIES

INVESTOR

UB

KB

TB

RB

COOP

Publicly

Not

Publicly

Not

-listed

Listed

-listed

Listed

Allied enterprises

Financial Allied Undertakings

Universal Banks

100%

49%

100%

49%

49%

49%

49%

Commercial Banks

100%

49%

100%

49%

49%

49%

49%