

# DEPARTMENT OF FINANCE



REPUBLIC OF THE PHILIPPINES

DEPARTMENT of FINANCE

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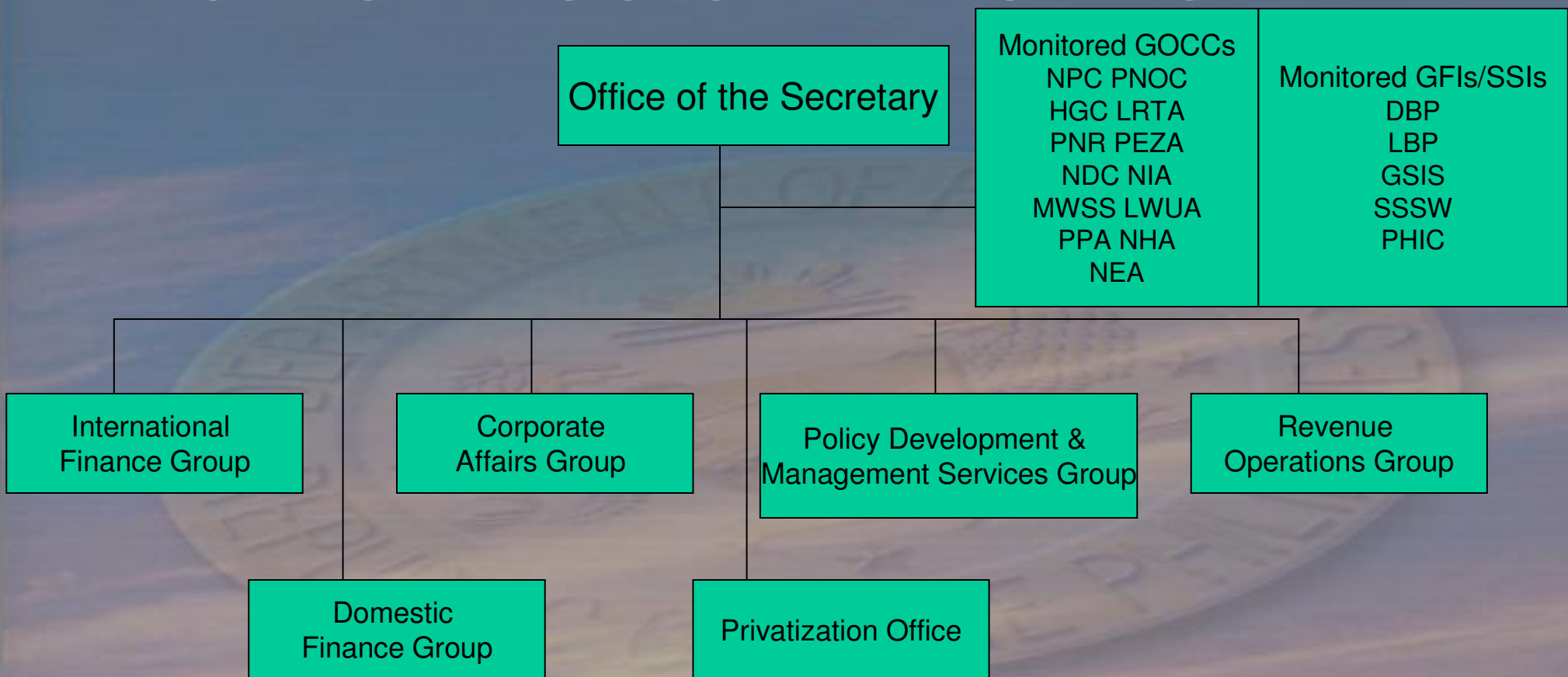
# DOF MANDATE

Per Executive Order No. 127 dated 30 January 1987  
(Reorganizing the Ministry of Finance)

- Formulation, institutionalization and administration of fiscal policies in coordination with other concerned subdivisions, agencies and instrumentalities of the government;
- General and management of the financial resources of government;
- Supervision of the revenue operations of all local government units;
- Review, approval and management of all public sector debt, domestic or foreign; and
- Rationalization, privatization and public accountability of corporations and assets owned, controlled or acquired by the government.



# DOF WORKING ORGANIZATIONAL CHART



## ATTACHED BUREAUS/ AGENCIES

- |        |          |      |      |
|--------|----------|------|------|
| BIR    | BOC      | BTr  | BLGF |
| SEC    | IC       | PDIC | NTRC |
| CBA    | PHILEXIM | CDA  | FIRB |
| PAGCOR |          | PEA  |      |

# DOF ROLE IN FINANCING

- Represents the Republic of the Philippines either as borrower/ guarantor in financial transactions
- Chief negotiator in Foreign Loan Negotiations with Multilateral and Bilateral Donors
- Seats in the following core committees related to financing:
  - Investment Coordination Committee
  - Development Budget Coordination Committee
  - Cash Programming & Monitoring Committee
  - Inter-Agency Committee for the Review of Foreign Loan Documents
  - Policy Governing Board (for Local Government Financing)
  - Privatization Council

# IFG MANDATE

Per Executive Order No. 127 dated 30 January 1987  
(Reorganizing the Ministry of Finance)

**SEC. 50. *International Finance Operations*** – The International Finance Operations Office, headed by a Director, shall have the following functions:

- Foreign borrowing policy and guidelines formulation;
- Support for international financial negotiations and participation in such negotiations with multilateral, bilateral and commercial creditors/donors;
- Monitoring of implementation of foreign-assisted projects and compliance with debt repayment obligations;
- Support for the structuring and conduct of international conferences and meetings of the President and Department Secretaries with foreign dignitaries or organizations;
- Other appropriate functions as may be assigned by the Secretary or Undersecretary for International Finance.




# EXPANDING ROLE OF IFG-OPERATIONS

- The role of the Group has expanded in the past decade because of:
  1. Greater access to the international commercial markets;
  2. Increasing participation of private sector in financing infrastructure projects; and
  3. Growing external financing requirements of government corporations.
- The Group now undertakes, together with the Bureau of the Treasury, the sourcing of funds from the international debt and capital markets to support the financial requirement of the national government and government corporations.
- The Group likewise plays a key function, in coordination with the Corporate Affairs Group, in exercising the Department's mandate in the provision of sovereign guarantees to public sector entities.



# KEY FUNCTIONS

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- I. Maximize the mobilization of external resources to meet the country's financial requirements**
    - a. Secure/process/negotiate grants, loans and other credits from multilateral, bilateral and commercial sources to (i) support NG's budget as well as the country's BOP standing and (ii) finance projects and capital requirements of NG, GOCCs and LGUs
    - b. Restructure/refinance foreign debts incurred or guaranteed by NG or negotiate for other forms of debt relief
  - II. Monitor, in coordination with other oversight agencies, progress of ongoing projects; monitor disbursement & repayment of grants/loans; request/evaluate grant/loan extensions or cancellations; and request/negotiate for amendments or adjustments in grant/loan agreements –**

# KEY FUNCTIONS

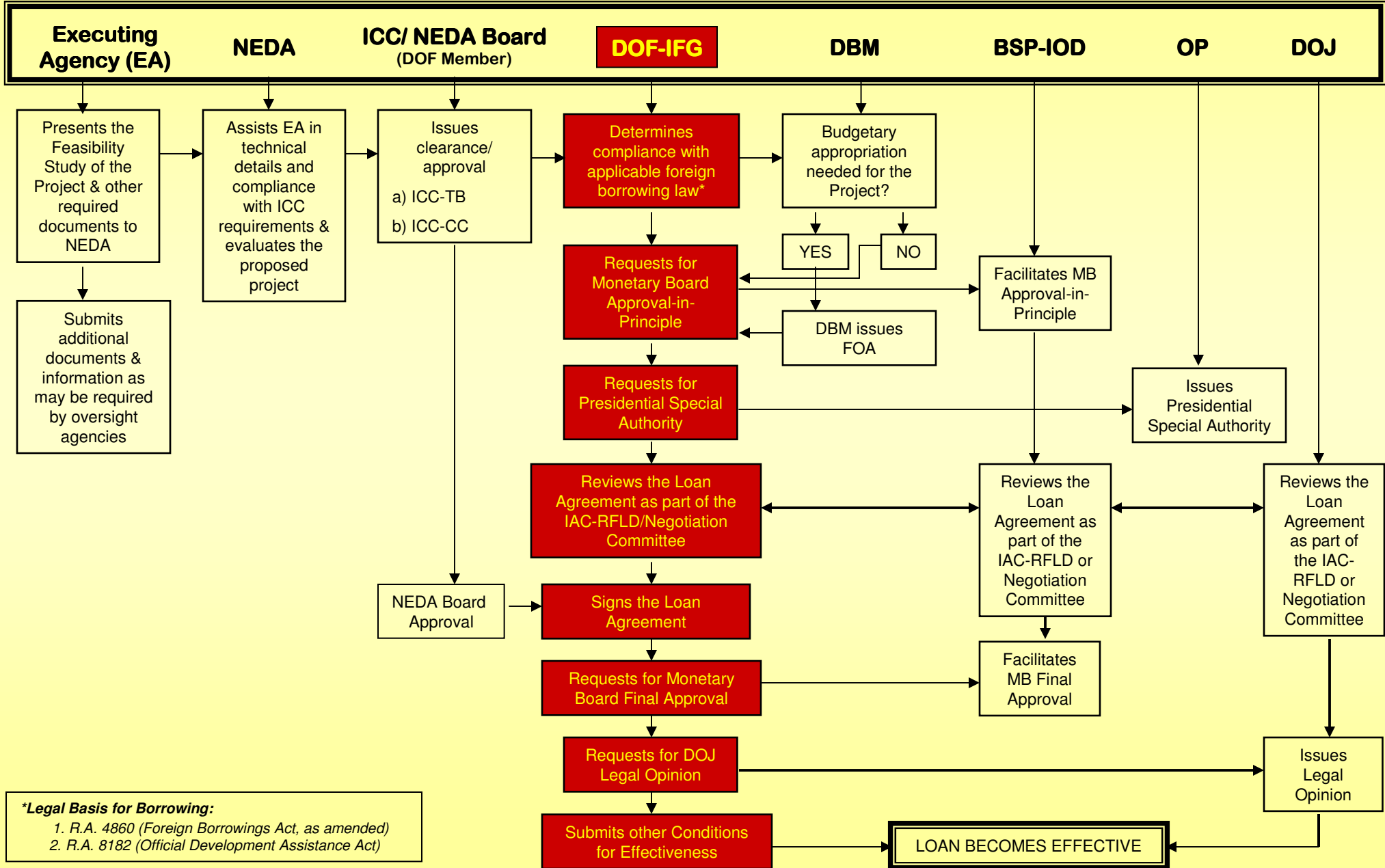
## **III. Assist in the formulation of financial and economic policies to support the development and growth of the country**

- a. Provide inputs into the formulation of fiscal, monetary, debt management, foreign trade & investments, and exchange rate policies as well as in the budget and balance of payments programming
- b. Formulate, in coordination with appropriate government agencies, the country's position with regard to issues taken up in bilateral, multilateral, regional and other international organizations

**THANK YOU**



# PROCEDURE for the PROCESSING of NG LOANS



# PROCEDURE for the PROCESSING of GUARANTEED LOANS

