



LANDBANK
WE HELP YOU GROW.

ACADEME

LENDING PROGRAM

ACcess to **Academic Development**
to **E**mpower the **M**asses towards
Endless Opportunities

Providing credit fund to Private/non-DepEd high schools, Private Technical-Vocational and Education Training (TVET) Institutions, and Private Higher Education Institutions (HEIs) for a study now and pay later scheme for their students



ACADEME LENDING PROGRAM



Education is a right of every Filipino citizen. Education is one of the keys to unlock full potential of a person. Unfortunately, paying one's way to complete employable and relevant education has never been easy for many due to increasing poverty level and high cost of learning.

The **LANDBANK ACADEME (ACcess to Academic Development to Empower the Masses towards Endless Opportunities) Lending Program** is in support to the government's goal of nation building and the commitment of the state to provide quality education to every Filipino Citizen.

The LANDBANK ACADEME Lending Program shall provide credit fund to Private/non-DepEd high schools, Private Technical-Vocational and Education Training (TVET) Institutions and Private Higher Education Institutions (HEIs) such as colleges and universities in providing continuing education to their students by allowing the students under study now and pay later scheme.



Availability Period:
June 30, 2021



Program Fund:
Initial Php 3.0 Billion

Program Features

Eligible Borrowers

- **Private/Non-DepEd Junior/Senior High Schools** with permit to operate by DepEd
- **Private Technical-Vocational and Education Training (TVET) Institutions** in partnership with and being regulated by the Technical Education and Skills Development Authority (TESDA)
- **Private Higher Education Institutions (HEIs)** such as Colleges and Universities with undergraduate programs authorized by Philippine Commission on Higher Education (CHED) and the HEIs should be accredited by any of the following:
 - i. Philippine Accrediting Association of Schools, Colleges and Universities (PAASCU);
 - ii. Philippine Association of Colleges and Universities' Commission on Accreditation (PACUCOA);
 - iii. Association of Christian Schools, Colleges and Universities Accrediting Association Inc. (ACSCU-AAI); or
 - iv. Federation of Accrediting Agencies of the Philippines (FAAP)

Loan Purpose

Refinancing/rediscounting of Promissory Notes issued by the parents or benefactors of students to enable said students to enroll, continue and complete their studies.

Loanable Amount

70% of the Promissory Notes issued by the parents/benefactors of the students on a per semester basis and subject further to a maximum amount based on the school's net borrowing capacity as per LANDBANK computation.



Credit Facility	Term Loan Rediscounting Line (TL-RL)
Interest Rate	3% p.a. fixed up to the maturity date
Pass-on Rate	Zero interest rate on the sub-PNs
Loan Tenor	TL-RL, based on the maturity of sub-borrower's PN but not to exceed 3 years
Penalty for Loan Default	24% per annum
Collateral/Security	Any or combination of the following: <ul style="list-style-type: none"> • REM, CM • Deposit Hold Out or Continuing Assignment of Peso and/or Dollar/Time Deposits or Long-Term Time Deposits that match the term of the loan • Other collateral acceptable to the Bank
Credit Enhancers	<ul style="list-style-type: none"> • Assignment of sub-borrower PNs • PDCs to cover principal and interest amortizations
Other Fees	LANDBANK standard fees and charges shall apply except for prepayment and commitment fees which shall be waived.

Documentary Requirements

A. Pre-processing Requirements:

1. Masterlist of sub-PNs to be assigned;
2. DepEd or CHED's Permit to Operate as an education institution;
3. SEC-certified Registration Papers;
4. List of Major Owners and Officers with their official designation in the Institution with their personal data and 2x2 ID pictures;
5. Board Resolution authorizing the school's representative to obtain, negotiate, mortgage, sign and enter into a loan agreement with LANDBANK;
6. Audited BIR-filed F/S for the past 3 years plus the interim F/S.

Note: Applicable only if the above-listed documents are not on LANDBANK's file.

B. Pre-release Requirements:

1. Letter-request to avail from the approved LANDBANK loan signed by the school's authorized signatories, indicating among others the following:
 - a. Amount of loan to be availed based on the sub-PNs to be refinanced;
 - b. 3-year Term of the loan;
 - c. Loan purpose.
2. PDCs to cover principal and interest amortizations;
3. The school shall maintain custody of all sub-borrower PNs including underlying collateral, if any. The school shall submit a notarized undertaking to keep custody of the sub-borrower's PN and its underlying collaterals which had been assigned in favor of LANDBANK and that the same are open for inspection and audit by LANDBANK representative, anytime at the Bank's discretion.
4. Authority to debit account for loan repayment



ACADEME LENDING PROGRAM

For more information, contact:

Programs Management Department II

27th Floor, LANDBANK Plaza
1598 M.H. del Pilar cor. Dr. J. Quintos Sts., Malate, Manila
Tel. No. (+632) 8405 – 7198

Visit the nearest LANDBANK Lending Center:



LANDBANK

WE HELP YOU GROW.

Subscribe to our official online and social media channels:

www.landbank.com    [landbankofficial](#)  [@LBP_Official](#)

*Regulated by the Bangko Sentral ng Pilipinas
(+632) 8708-7087; consumeraffairs@bsp.gov.ph*