

ROLE OF DBP IN THE PHILIPPINES TOURISM DEVELOPMENT

Presented by:

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TOURISM ENTERPRISE ZONE INVESTMENT FORUM

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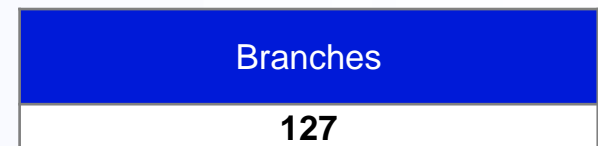


Outline of Presentation

- DBP Profile
- DBP's Role in the Philippines Tourism Development
 - ❖ Financing Programs
 - ❖ Program Description
 - ❖ Loan Documentary Requirements

Development Bank of the Philippines

- 100% owned by the National Government
- Country's Premier Development Financial Institution
- 72 Years in Existence
- With 127 Branches nationwide
- Key Player in Nation-Building
- 1st Philippine bank to be ISO 14001 Certified



As July 31, 2019

Priority Development Thrusts



Finances the country's infrastructure projects



Provides financial assistance to the SME Sector



Advances environmental protection



Contributes to the well-being of Filipinos across the nation

DBP Green Financing Program supports the Philippine Development Plan 2017 – 2022 Overall Strategic Framework

2040



MATATAG, MAGINHAWA AT PANATAG NA BUHAY

2022



TO LAY DOWN THE FOUNDATION FOR INCLUSIVE GROWTH, A HIGH-TRUST AND RESILIENT SOCIETY, AND A GLOBALLY-COMPETITIVE KNOWLEDGE ECONOMY

**“MALASAKIT”
ENHANCING THE SOCIAL FABRIC**

**“PAGBABAGO”
REDUCING INEQUALITY**

**“PATULOY NA PAG-UNLAD”
INCREASING GROWTH POTENTIAL**

Ensure people-centered, clean, and efficient governance

Expand economic opportunities

Increase access to economic opportunities

Advance technology adoption

Stimulate innovation

Pursue swift and fair administration of justice

IMPLEMENT STRATEGIC TRADE AND FISCAL POLICY, MAINTAIN MACROECONOMIC STABILITY, AND PROMOTE COMPETITION

Promote Philippine culture and awareness

Accelerate human capital development

Reduce vulnerability of individuals

Reach for demographic dividend

Ensure peace and security

Accelerate strategic infrastructure development

Ensure safety and build resilience

Ensure ecological integrity, clean and healthy environment



CRUISE



Connecting Rural Urban Intermodal Systems Efficiently

CRUISE

Connecting Rural Urban
Intermodal Systems
Efficiently

DBP Umbrella Program for
Transport and Logistics
Financing



CRUISE program is designed to be:

- **DBP's umbrella program and master plan to govern its developmental initiatives for the transport and logistics sectors and to respond to the National Government's efforts to stimulate massive investments in transport infrastructure**
- **A more comprehensive policy lending framework by which to expand DBP's development financing beyond maritime transport to support investments in other critical transport areas - road, rail air, as well as urban transport, including non-motorized transport systems**

- 1. Encourage increased investments in transport, logistics, Information and Communication Technology, and tourism infrastructure and services through medium and long-term financing**
- 2. Promote rural-urban integration and connectivity**
- 3. Accelerate economic growth particularly in high potential growth sectors of manufacturing, agriculture, and tourism through the provision of necessary connectivity infrastructure.**

Eligible Projects

1. Ground Infrastructure (Road/Rail)

- Toll roads, National and LGU roads, integrated transport terminals, low-carbon vehicles, etc.
- Rolling stocks, passenger stations, rail tracks, depots, Bus Rapid Transit, trams, monorails, light and heavy rail, etc.

2. Air Transport

- Passenger and cargo terminals, parking lots, etc.
- Runways, taxiways, ramps, hangars, etc.
- Air traffic equipment and facilities

3. Water Transport

- RRTS, passenger ferry, tanker, etc.
- Seaport facilities, cargo handling, navigational facilities, etc.

4. Logistics

- Bulk terminals and warehouse, post-harvest facilities, cold storage facilities, warehouses, cargo handling, equipment, consolidation and distribution centers, etc.

5. Non-motorized Structures

- Sidewalks, footbridges, underground walkways, etc.
- Signaling, safety and security facilities, etc.

5. Tourism Infrastructure

- Accommodation facilities (hotels, pension houses, bed and breakfast) and tourist transport units

LINIS

Lending Initiatives for Sanitation Program

DBP Umbrella Program for
Transport and Logistics
Financing



LINIS program is designed to be:

Aims to contribute in the national government's goal of achieving universal access to sanitation through the provision of credit assistance to local government units, water districts and private companies.

Eligible Projects

- ❑ **Development of sanitation services/facilities such as septage and sewerage systems**
- ❑ **Collection, transport, treatment and disposal of waste water**

Eligible Loan Purpose

- Project Preparation**
- Capital Expenditures**
 - **Construction of upgrading/rehabilitation/expansion of sanitation facilities such as septage treatment facilities**
 - **Purchase of equipment related to sanitation project**
- Working Capital**

Green Financing Program

**Focusing on financing solid waste
management**

DBP Umbrella Program for
Transport and Logistics
Financing



Brief Description

GFP program is designed to be:

DBP's umbrella program to support the Bank's strategic thrust of environmental protection and country's green growth.

Eligible Loan Purpose

- Waste storage, collection and transport including collection vehicles and related equipment**
- Construction of sanitary landfills and closure and rehabilitation of open/controlled dumpsites**
- Materials recovery facilities/composting facilities/recycling facilities**
- Waste-to-energy**

Energy Efficiency Savings (E2SAVE) Financing Program

DBP Umbrella Program for
Transport and Logistics
Financing



E2SAVE program is designed to be:

- **Help public and private institutions in improving their productivity by harnessing the available new technologies in the market**
- **Allow loan repayment based on electricity savings**
- **Support the various national and international commitments**

Eligible Loan Purpose

- Replacement and installation of highly efficient mechanical and electrical equipment such as lighting, room air conditioning, motors, chillers, and others
- Replacement and installation of highly efficient industrial technologies – broiler, kiln and heat exchangers
- Recovery and utilization of b-product gas, waste and pressure
- Industrial process improvement and system optimization
- Preparation of Energy Audit/Investment Grade Audit Report for government entities

1. Loan Amount

- Borrowing capacity of the project proponent
- Cash flow of the proposed project
- Total project cost or funding requirements
- Eligible loan components

2. Equity Participation

- LGU, GOCC – minimum of 10% of total project cost
- Private companies/enterprises – minimum of 20% of total project cost

3. Interest Rate

- Interest rate is based on existing DBP lending rates.

4. Repayment Terms

- Term of the loan shall be based on project cash flow. Mode of payment shall be monthly or quarterly.

Eligible Borrowers

- 1. Private corporations – at least 60% Filipino-owned; 70% Filipino-owned for ODA project financing**
- 2. Cooperatives and Associations**
- 3. Water districts**
- 4. Local Government Units**
- 5. Government-owned and Controlled Corporation**

Loan Documentary Requirements

- Letter of Intent
- Company Information/Profile
- Audited Financial Statements (past 3 years)

- Solid Waste Management Plan
- Feasibility Study/Project Proposal
- Detailed Engineering Design, if applicable
- Location/Vicinity Map

- Applicable EIA Documents submitted to DENR-EMB (e.g. Environmental Impact Statement, Initial Environmental Examination Checklist, Project Description Report)
- Applicable Environmental Permits (e.g. Environmental Compliance Certificate (ECC), Certificate of Non-Coverage (CNC) and other required permits)
- Pollution Control Officer (PCO) Accreditation Certificate

Note: Additional documents may be required based on the nature of the project.

For more information, please write or call:

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We Build **Possibilities.**



THANK YOU!



We Build **Possibilities.**

