



February 16, 2000

**HIS EXCELLENCY
PRESIDENT JOSEPH EJERCITO ESTRADA
MALACAÑANG, MANILA**

Dear Mr. President:

This report is in compliance with your instruction "to coordinate with BSP Governor Rafael Buenaventura in cleaning the Philippine Veterans Bank".

1. I have recommended to the Chairman of Philippine Veterans Bank, Col. Emmanuel V. De Ocampo the amendment of the Articles of Incorporation and By Laws to increase the number of Directors from eleven (11) to fifteen (15). Seven (7) directors will be nominated by the President of the Philippines and eight (8) directors to be elected during the annual meeting in May of each year. With the endorsement of the Board, I am confident that the general membership will approve this amendment.
2. BSP Governor Rafael Buenaventura and I have met twice regarding pending cases of the PVB Board of Directors and other executive officials. Following his advice, I have informed the Bank officials concerned to retire or resign to forestall a scandalous dismissal by the BSP Monetary Board. The Directors have been fined P 34,500.00 each and the Bank officials P 69,000.00. Many other violations of BSP regulations, diversion of bank's income to personal account, dishonesty, and inefficiency have been discovered, all of which happened prior to my election as President of Philippine Veterans Bank last November 16, 1999.

Mr. President, I pledge to "Clean the Bank" and dedicate my efforts towards an efficient and profitable bank with the support of Gov. Rafael Buenaventura.

Thank you.

Respectfully yours,


B. TEODORO EUSEBIO
President

Ang Bangko Ng Mga Bayani
A PRIVATE COMMERCIAL BANK

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Itaguyod ang Philippines 2000. Mag-impok sa bangko.

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and MEGAFOR