

[EXECUTIVE ORDER NO. 764, November 03, 2008]

**ADJUSTING THE DIVIDEND RATE OF NAYONG PILIPINO
FOUNDATION, INC. (NPFI) FOR ITS 2006 AND 2007 NET
EARNINGS PURSUANT TO SECTION 5 OF REPUBLIC ACT NO.
7656**

WHEREAS, Section 1 of Republic Act (RA) No. 7656 entitled "An Act Requiring Government-Owned or Controlled Corporations to Declare Dividends Under Certain Conditions to the National Government and for other purposes" provides that:

"Section 1. Declaration of Policy. It is hereby declared the policy of the State that in order for the National Government to realize additional revenues, government-owned or controlled corporations, without impairing their viability and the purpose for which they have been established, shall share a substantial amount of their net earnings to the National Government."

WHEREAS, Section 5 of RA 7656 provides that, "[i] the interest of national economy and general welfare, the percentage of annual net earnings that shall be declared by the government-owned or controlled corporations may be adjusted by the President of the Philippines upon recommendation by the Secretary of Finance;"

WHEREAS, to support the viability and mandate of the Nayong Pilipino Foundation, Inc. (NPFI), the liquidity and medium-term plans and programs of NPFI were considered in the determination of the reasonable dividend rates on its 2006-2007 net earnings;

WHEREAS, pursuant to Section 5 of RA 7656, the Secretary of Finance has recommended the adjustment on the percentage of 2006-2007 net earnings that shall be declared by NPFI as dividend to the National Government, in the interest of national economy and general welfare.

NOW, THEREFORE, I, GLORIA MACAPAGAL-ARROYO, President of the Philippines, do hereby order:

Section 1. The percentage of net earnings to be declared and remitted by the NPFI as dividends to the National Government as provided for under Section 3 of Republic Act No. 7656 is authorized to be adjusted to twenty-five percent (25%), or an estimated total amount of P10.80 Million for 2006-2007.

Section 2. The adjusted dividend rate provided for under Section 1 is only applicable on 2006-2007 net earnings of the NPFI.

Section 3. This Executive Order shall take effect immediately.