



REPUBLIC OF THE PHILIPPINES
COOPERATIVE DEVELOPMENT AUTHORITY



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EXcellence, Commitment, Integrity and TEamwork

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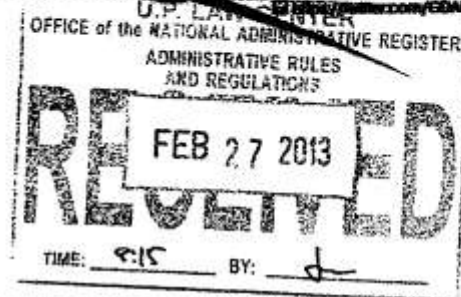
MEMORANDUM CIRCULAR NO. 2013-09

Series of 2013

TO : ALL CONCERNED

SUBJECT : POLICY ON NETWORTH REQUIREMENT FOR THE ORGANIZATION OF
A SUBSIDIARY COOPERATIVE PURSUANT TO SECTION 2 (2), RULE II
OF RULES AND REGULATIONS IMPLEMENTING CERTAIN PROVISIONS
OF R.A. 9520

DATE : 07 FEBRUARY 2013

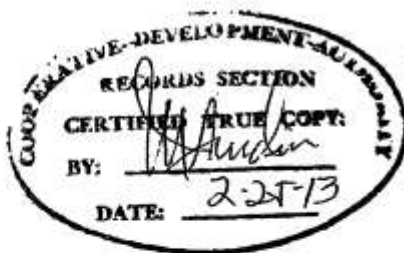


Section 2 (2) of Rule II, of Rules and Regulations Implementing Certain Provisions of R.A. 9520, requires that in order for a parent cooperative to organize a subsidiary cooperative, it must have a net worth of at least Ten Million (P10,000,000.00) Pesos as shown in its latest audited financial statements;

In view of the foregoing premises, a parent cooperative may organize more than one (1) subsidiary cooperatives provided that for every subsidiary cooperative, the parent cooperative must have a net worth of Ten Million (P10,000,000.00) Pesos in its latest audited financial statements [e.g. one subsidiary cooperative = Ten Million (P10,000,000.00) Pesos, two subsidiary cooperatives = Twenty Million (P20,000,000.00) Pesos, etc.], in addition to the other requirements as provided under Section 2, Rule II of IRR of R.A. 9520.

For information and guidance.

APPROVED per CDA Board Resolution No. 050, s-2013 dated February 7, 2013,
Quezon City, Philippines.



For the Board of Administrators

By:

[Signature]
EMMANUEL M. SANTIAGUEL, Ph.D.
Chairman



**EXCERPTS FROM THE
MINUTES OF SPECIAL MEETING
OF THE CDA BOARD OF ADMINISTRATORS HELD ON FEBRUARY 7, 2013
Makati Palace Hotel, Makati City**

PRESENT:

Hon. Emmanuel M. Santiaguél, Ph.D.	- Chairman/Presiding Officer
Hon. Nelson B. Alindogan	- Administrator
Hon. Mercedes D. Castillo	- Administrator
Hon. Eulogio T. Castillo, Ph.D.	- Administrator

ALSO PRESENT:

Atty. Niel A. Santillan	- Executive Director
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RESOLUTION NO. 050, s-2013

Upon motion of Adm. Mercedes D. Castillo duly seconded by Adm. Nelson B. Alindogan, be it RESOLVED as it is hereby RESOLVED to *approve the Memo Circular on Policy on Network for the Organization of a Subsidiary Cooperative pursuant to Section 2(2), Rule II of Rules and Regulations Implementing Certain Provisions of R.A. 9520.*


APPROVED.

XXX


XXX

XXX

This is to certify that the foregoing is true and correct from the minutes of the CDA Board of Administrators' Special Meeting.


MARY GRACE I. CINCO
Acting Board Secretary IV

ATTESTED:


EMMANUEL M. SANTIAGUÉL, Ph.D.
Chairman