NON-BANK FINANCIAL INSTITUTIONS

Non-Bank Financial Institutions – financial institutions other than banks, classified into government and private sectors, with or without quasi-banking functions, primarily engaged in long- term financing for the expansion and modernization of productive ventures and, to a minor extent, for facilitating short- term placements in other financial institutions.

a. **Investment Houses** – enterprises engaged in guaranteed underwriting of securities of other persons or enterprises, including securities issued by the government and its instrumentalities.

b. **Financing Companies** – corporations or partnerships primarily organized for the purpose of extending credit facilities to consumers and to industrial, commercial, or agricultural enterprises either by discounting or factoring commercial papers or account receivables, by buying and selling contracts, leases, chattel mortgages, or other evidences of indebtedness, or by leasing motor vehicles, heavy equipment and industrial machinery, business and office machines and equipment, appliances and other movable property.

c. **Investment Companies** – entities primarily engaged in investing, re-investing, or trading in securities.

d. **Securities Dealers** – institutions organized either as partnerships or corporations that buy and sell securities of another or acquire securities for the purpose of reselling or offering them for sale to the public for their own account. They do not get any commission but they derive income from trading, representing the difference in the buying and selling price of securities.

e. **Securities Brokers** – institutions engaged in the business of undertaking transactions in securities for the account/risk of others.

f. **Pawnshops** – business establishments engaged in

lending money on personal property delivered as security or pledge.

g. **Lending Investors** – persons who lend money for themselves or others. They use their own capital for the purpose of extending all types of loans, oftentimes without collateral.

h. **Non-Stock Savings and Loan Associations** – non-stock, non-profit corporations engaged in the business of accumulating savings of its members and using such accumulations for loans to members to service the needs of households by providing long- term financing for home building and development and for personal finance. These may also engage in a death benefit program meant exclusively for the benefit of its members.

i. **Private Insurance Companies** – insurance carriers of all kinds such as life, fire, marine, accident, health, title, financial obligations, casualty, fidelity, and surety; insurance agents' and brokers' organizations servicing insurance carriers; consultants for policy holders; adjusting agencies; independently organized pensions (superannuation) funds.

j. **Government Non-Bank Financial Institutions** – consist of the Government Service Insurance System (GSIS), Social Security System (SSS), Philippine Guarantee Corporation (PHILGUARANTEE) and Small Business Corporation (SBC).

k. **Authorized Agent Banks Forex Corporations** – refer to AAB subsidiaries/affiliate forex corporations whose business include buying and selling of foreign exchange.

l. **Venture Capital Corporations (VCCs)** – any entity organized jointly by private banks, the NDC and the Technology and Livelihood Resource Center (TLRC) and/or such other government agency as may be authorized by the appropriate authority. The primary purpose of VCCs is to develop, promote and assist,

through debt or equity financing or any other means, any small and medium-scale enterprise in the country.

m. **Credit Card Companies –** corporations that offer the use of credit card.

n. **Electronic Money Issuers** – entities that provide money transfer or remittance services using electronic stored money value system and similar digital financial services.

o. **Remittance Agents** – entities that operate a remittance business network. This remittance business refers to the transferring of funds or facilitating the movement of funds or monetary instruments from the sender or originator to a receiver or beneficiary locally and/or internationally and undertaken by any financial institution.

p. **Credit Granting Entities** – entities that extend credit through installment or deferred payment sale, such as but not limited to real estate dealers or property developers, car and other vehicle dealers, or appliance stores.

q. **Trust Corporations** – stock corporations created to engage primarily in trust, other fiduciary business, and investment management activities, which act as trustees or administer any trust or hold property in trust or on deposit for the use and benefit of others, and/or as financial consultants, investment advisers or portfolio managers.