

379 SANCTIONS

The following sanctions shall be imposed for equity investments made without prior Monetary Board approval:

a. *First offense* – If the investment is not allowable under existing regulations, divestment of the investment and reprimand on officer/ director who recommended/approved the investment.

b. *Subsequent offense* –

On the Bank. If the investment is not allowable under existing regulations, divestment of the investment.

On the director/officer. Fine of P20,000 for each investment to be imposed on the members of the board and the executive officers who recommended/approved the investment per investment and to be shouldered personally by the officer/ director: *Provided*, That if the subsequent offense is an investment in a non-allied enterprise, the fine shall be P40,000.