



Republic of the Philippines  
Department of Education  
REGION I  
SCHOOLS DIVISION OF VIGAN CITY

SCHOOLS DIVISION OFFICE  
DEPED VIGAN CITY

27 FEB 2025

RELEASED

BY: \_\_\_\_\_

**ADVISORY NO. 1 s. 2025**

February 26, 2025

In compliance with DepEd Order (DO) No. 8, s. 2013  
this advisory is issued not for endorsement per DO 28, s. 202  
but only for the information of DepEd officials  
personnel/staff, as well as the concerned public.

**DISSEMINATING THE LANDBANK SALARY LOAN FACILITY**

1. Department of Education Order No. 18, s. 2018 provides for the policy that the department, as a government agency, is authorized by various laws, rules and regulations to deduct from salaries of its employees such amounts intended for the payment of contributions and other obligations due to specified government and private entities.
2. In the implementation of authorized deductions, the DepEd is also under responsibility to consider the welfare of the teachers and employees.
3. In line with this, this Division aims to disseminate the letter offer of Landbank- Plaza Maestro Branch regarding their Landbank Salary Loan Facility.
4. Through this facility, teachers and employees can enjoy the following benefits:
  - a. Low Interest Cost of 7% computed based on diminishing balance.
  - b. Loan Term of Five Years for educational and medical purposes.
  - c. Loan Take-Out option which transfers existing loans from other lending institutions to Landbank.
5. A copy of the said letter is attached here as enclosure 1. Further, a copy Salary Loan matrix/computation for 3 year and 5 year term is attached as enclosure 2.
6. All employees are reminded to exercise prudent financial discretion in availing loans or entering into contractual obligations. For assistance, employees on their free time may visit the Office of the Administrative Officer V or contact during business hours Atty. Kim R. Tagorda through [kim.tagorda@deped.gov.ph](mailto:kim.tagorda@deped.gov.ph) or through 09178329007.
7. This advisory does not in any way exclusively endorse any private lending institution.

**VILMA D. EDA, CESO V**  
Schools Division Superintendent



Address: Mena Crisologo St. corner Rivero St., Brgy. IX, Vigan City, Ilocos Sur  
Telephone No: (077) 722-20-23 / (077) 632-05-33  
Email Address: [vigan.city@deped.gov.ph](mailto:vigan.city@deped.gov.ph)  
Website: [www.depedviganity.com](http://www.depedviganity.com)



Your Feedback is important to us. Visit this link [bit.ly/SDOViganCityCSM](http://bit.ly/SDOViganCityCSM)


**LANDBANK**
**Vigan Branch**

Plaza Maestro Bldg., Brgy. Poblacion I,  
Vigan City, Ilocos Sur  
Telephone No. (077) 722-2619  
Email Address: ViganBranch@landbank.com

SCHOOLS DIVISION OFFICE  
DEPED VIGAN CITY

21 FEB 2025

**RECEIVED**  
BY: 2327

February 18, 2025

**Hon. VILMA D. EDA, CESO V**

Schools Division Superintendent  
DEPED City Division of Vigan

Dear **Ms. Eda:**

Greetings from **LANDBANK!**

In line with our commitment to supporting government employees, we are pleased to offer the **LANDBANK Salary Loan Facility** to teaching and non-teaching personnel under the Department of Education-Vigan City Schools Division. This loan facility is an exclusive program designed to provide financial assistance with easy access to affordable credit for your personal and professional needs.

Through this facility, teachers can enjoy the following benefits:

- **Low Interest Cost with Diminishing Balance Computation** – Unlike straight interest loans, our 7% interest rate is computed based on **diminishing balance**. This means that as you pay down the principal, the interest is recalculated on the remaining balance, resulting in lower interest charges over time. This helps **reduce the total loan cost** compared to loans with fixed interest computations. The **effective rate** is only **3.72%** per year much lower than straight computation.

**Example:**

For a P500,000.00 salary loan over 3 years

Monthly amortization: P15,438.55

Total Interest Paid over 3 years : P55,787.74

- **Loan Term of Five (5) years** – We can also offer loan term of five years exclusively for educational and medical purposes which will help teachers manage their finances due to lower monthly amortization and ensuring higher net take-home pay.



**Example:**

For a P500,000.00 salary loan over 5 years

Monthly amortization: P9,900.60

Total Interest Paid over 5 years : P94,035.96

Effective Interest Rate: **Only 3.76% per year**

- **Loan Take-Out Option** – Transfer your existing loan to LANDBANK!  
For teachers with existing salary loans from other lending institutions, LANDBANK offers a loan buyout facility that allows you to transfer your outstanding loan balance to LANDBANK and enjoy lower interest rate, lower monthly amortization and increase your net take-home pay.

In view hereof, we kindly seek your assistance in disseminating this offer to all schools under your division. We believe this program will greatly benefit DepEd employees by providing more sustainable and manageable financial solution.

With your permission, we would be happy to visit each school under your division to personally explain the features, benefits and procedures for availing this loan facility. This will help provide a better understanding and allow teachers to ask questions and clarify requirements with their loan applications.

We have attached copies of the Salary Loan matrix/computation for 3-year and 5-year terms for your reference.

We look forward to serving your banking needs and support your dedicated educators.

Thank you.

Sincerely yours,



**GEMMA P. DELA CRUZ**  
Branch Head, LBP-Vigan Branch

**LANDBANK LLS SAMPLE COMPUTATION BASED ON DIMINISHING BALANCE**

**7.00% per annum Interest Rate**

**3.76% per annum Effective Interest Rate**

Loan Amount	CLI Premium (36 months)	Interest (max. comp)	Documentary Stamp	System Fee	Monthly	NET
					60 months	60 months
50,000.00	925.00	287.67	-	4,000.00	990.06	44,787.33
100,000.00	1,850.00	575.34	-	4,000.00	1,980.12	93,574.66
150,000.00	2,775.00	863.01	-	4,000.00	2,970.18	142,361.99
200,000.00	3,700.00	1,150.68	-	4,000.00	3,960.24	191,149.32
250,000.00	4,625.00	1,438.36	-	4,000.00	4,950.30	239,936.64
300,000.00	5,550.00	1,726.03	2,250.00	4,000.00	5,940.36	286,473.97
350,000.00	6,475.00	2,013.70	2,625.00	4,000.00	6,930.42	334,886.30
400,000.00	7,400.00	2,301.37	3,000.00	4,000.00	7,920.48	383,298.63
450,000.00	8,325.00	2,589.04	3,375.00	4,000.00	8,910.54	431,710.96
500,000.00	9,250.00	2,876.71	3,750.00	4,000.00	9,900.60	480,123.29
550,000.00	10,175.00	3,164.38	4,125.00	4,000.00	10,890.66	528,535.62
600,000.00	11,100.00	3,452.05	4,500.00	4,000.00	11,880.72	576,947.95
650,000.00	12,025.00	3,739.73	4,875.00	4,000.00	12,870.78	625,360.27
700,000.00	12,950.00	4,027.40	5,250.00	4,000.00	13,860.84	673,772.60
750,000.00	13,875.00	4,315.07	5,625.00	4,000.00	14,850.90	722,184.93
800,000.00	14,800.00	4,602.74	6,000.00	4,000.00	15,840.96	770,597.26
850,000.00	15,725.00	4,890.41	6,375.00	4,000.00	16,831.02	819,009.59
900,000.00	16,650.00	5,178.08	6,750.00	4,000.00	17,821.08	867,421.92
950,000.00	17,575.00	5,465.75	7,125.00	4,000.00	18,811.14	915,834.25
1,000,000.00	18,500.00	5,753.42	7,500.00	4,000.00	19,801.20	964,246.58



**LANDBANK LLS SAMPLE COMPUTATION BASED ON DIMINISHING BALANCE**

**7.00% per annum Interest Rate**

**3.72% per annum Effective Interest Rate**

Loan Amount	CLI Premium (36 months)	Interest (max. comp)	Documentary Stamp	System Fee	Monthly	NET
					36 months	36 months
50,000.00	925.00	287.67	-	4,000.00	1,543.85	44,787.33
100,000.00	1,850.00	575.34	-	4,000.00	3,087.71	93,574.66
150,000.00	2,775.00	863.01	-	4,000.00	4,631.56	142,361.99
200,000.00	3,700.00	1,150.68	-	4,000.00	6,175.42	191,149.32
250,000.00	4,625.00	1,438.36	-	4,000.00	7,719.27	239,936.64
300,000.00	5,550.00	1,726.03	2,250.00	4,000.00	9,263.13	286,473.97
350,000.00	6,475.00	2,013.70	2,625.00	4,000.00	10,806.98	334,886.30
400,000.00	7,400.00	2,301.37	3,000.00	4,000.00	12,350.84	383,298.63
450,000.00	8,325.00	2,589.04	3,375.00	4,000.00	13,894.69	431,710.96
500,000.00	9,250.00	2,876.71	3,750.00	4,000.00	15,438.55	480,123.29
550,000.00	10,175.00	3,164.38	4,125.00	4,000.00	16,982.40	528,535.62
600,000.00	11,100.00	3,452.05	4,500.00	4,000.00	18,526.26	576,947.95
650,000.00	12,025.00	3,739.73	4,875.00	4,000.00	20,070.11	625,360.27
700,000.00	12,950.00	4,027.40	5,250.00	4,000.00	21,613.97	673,772.60
750,000.00	13,875.00	4,315.07	5,625.00	4,000.00	23,157.82	722,184.93
800,000.00	14,800.00	4,602.74	6,000.00	4,000.00	24,701.68	770,597.26
850,000.00	15,725.00	4,890.41	6,375.00	4,000.00	26,245.53	819,009.59
900,000.00	16,650.00	5,178.08	6,750.00	4,000.00	27,789.39	867,421.92
950,000.00	17,575.00	5,465.75	7,125.00	4,000.00	29,333.24	915,834.25
1,000,000.00	18,500.00	5,753.42	7,500.00	4,000.00	30,877.10	964,246.58