12 August 2026

BUILDING FINANCIAL HEALTH AND RESILIENCE IN PHILIPPINE MICROFINANCE

The SEC's Regulatory Perspective

2026 MCPI Annual Conference

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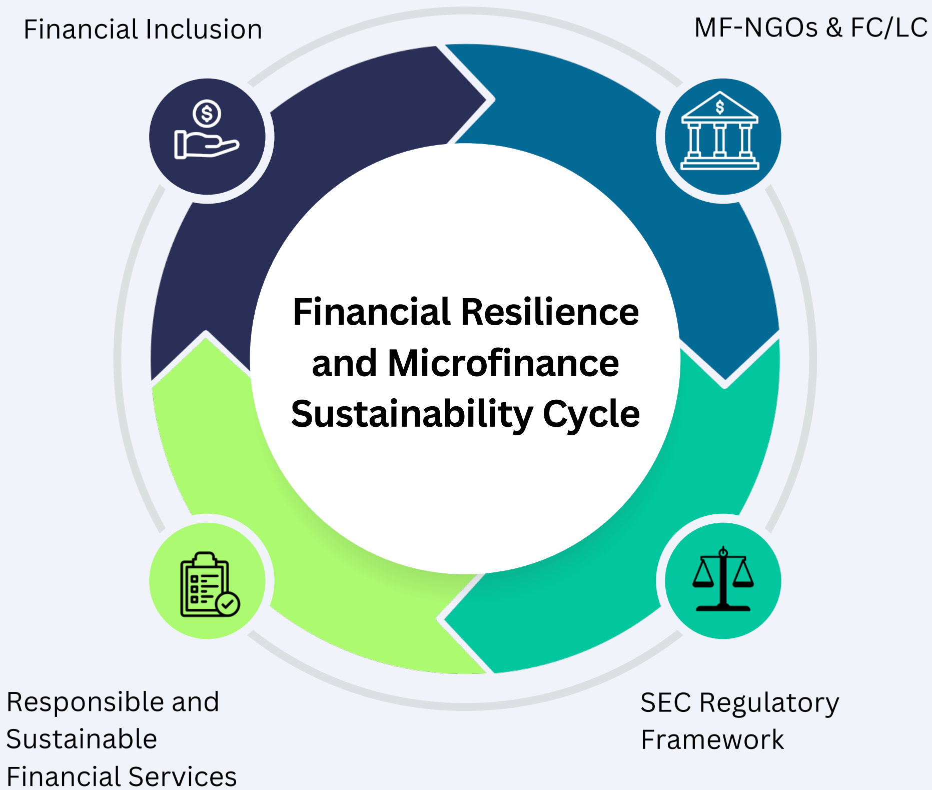
MNRC Secretary

SEC’s Role in Financial Inclusion

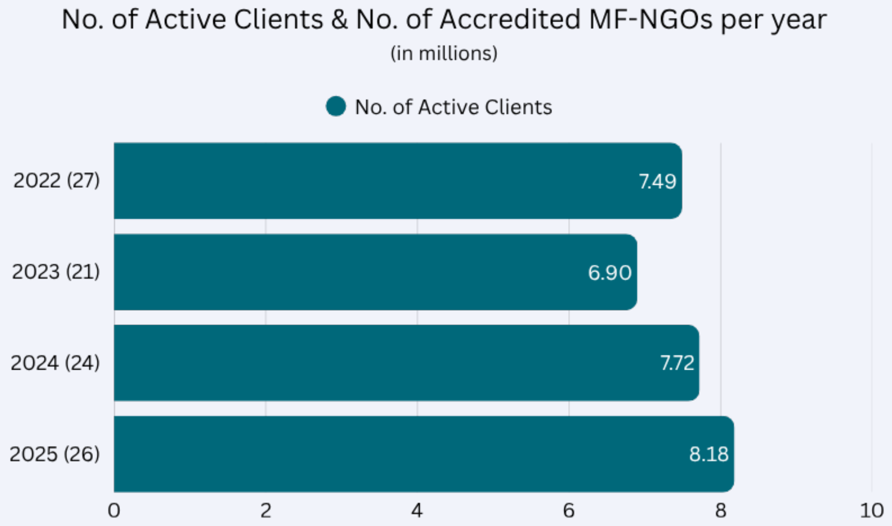


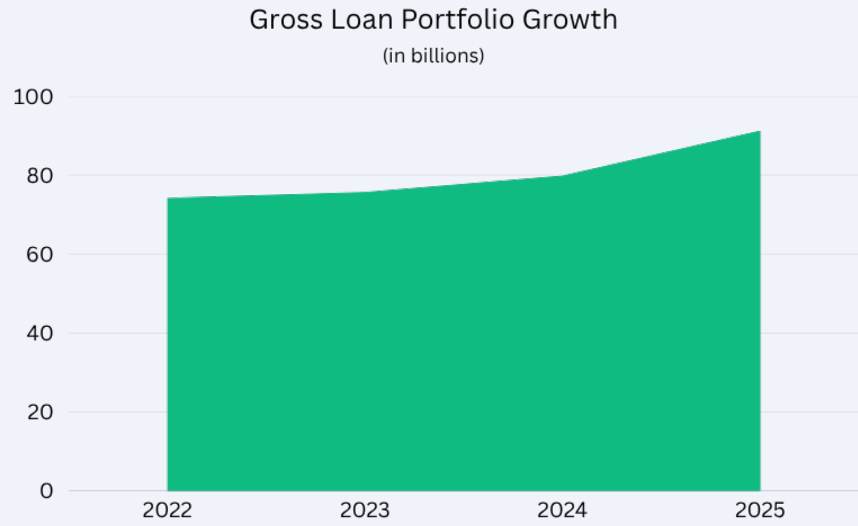
Key Regulatory Initiatives

- Republic Act 10693 Implementation
- MNRC Accreditation Program
- Corporate Governance Standards
- Continuing Compliance Monitoring
- Strict Enforcement Actions
- Preferential Tax Incentives Management

Accredited MF-NGO Sector Trends

As of 2025





No. of Active Clients as of 2025

8.18m

Gross Loan Portfolio as of 2025

91.14b

From 2022 to 2025

Total Loan Portfolio

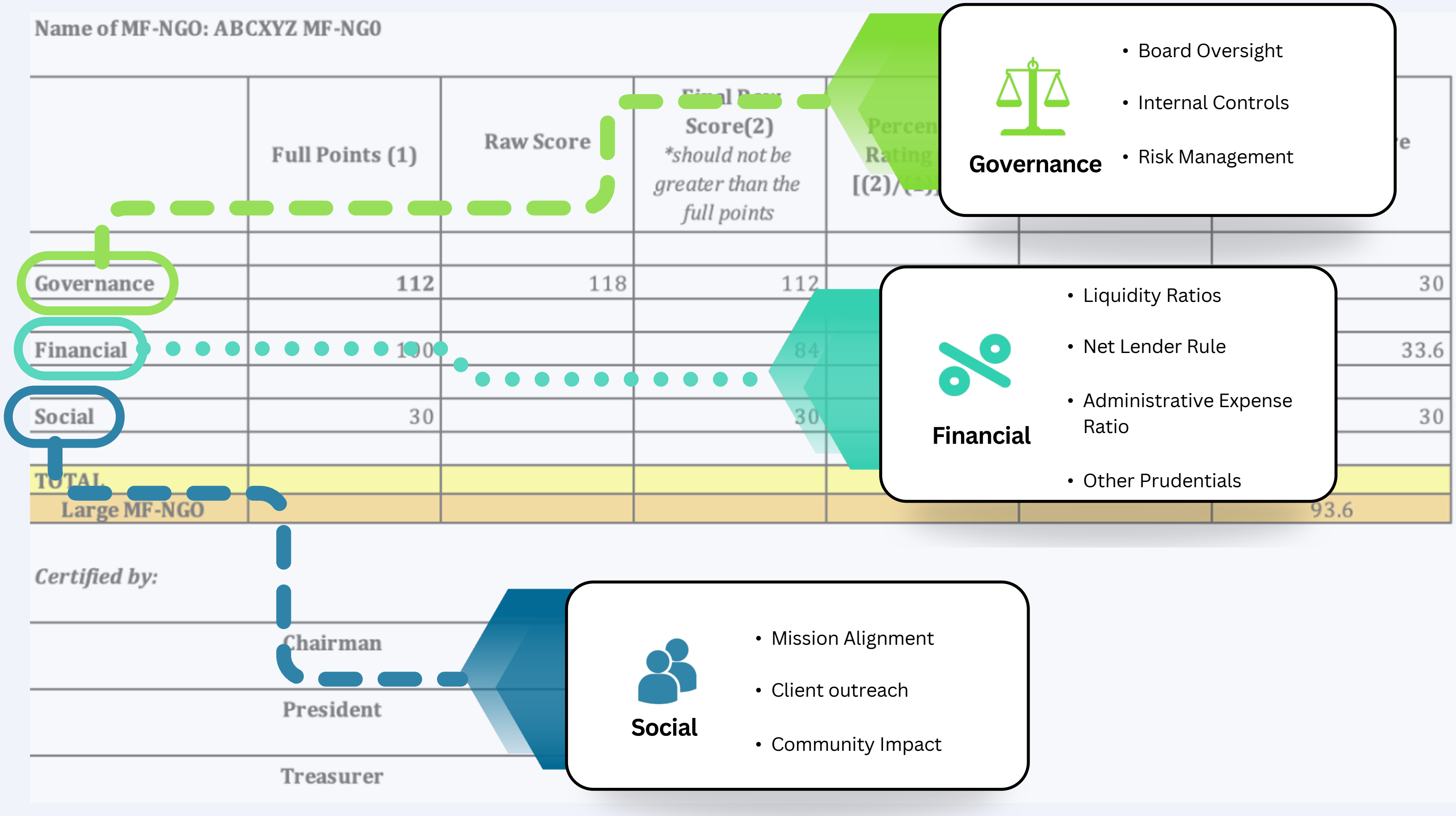
22.96%

CAGR

7.13%

Measuring Institutional Resilience

Resilience is multi-dimensional. We evaluate three core pillars:



Emerging Trends

Digitalization of Core Services

Artificial Intelligence Adoption

Advanced Data Analytics

"Financial inclusion is evolving from access to long-term financial health."

- financial inclusion to financial health (BIS Bulletin No. 85)

Identifying Emerging Risks

Institutional Risks

- Weak Internal Controls and Governance
- Cybersecurity Vulnerabilities
- Internal Fraud Incidents

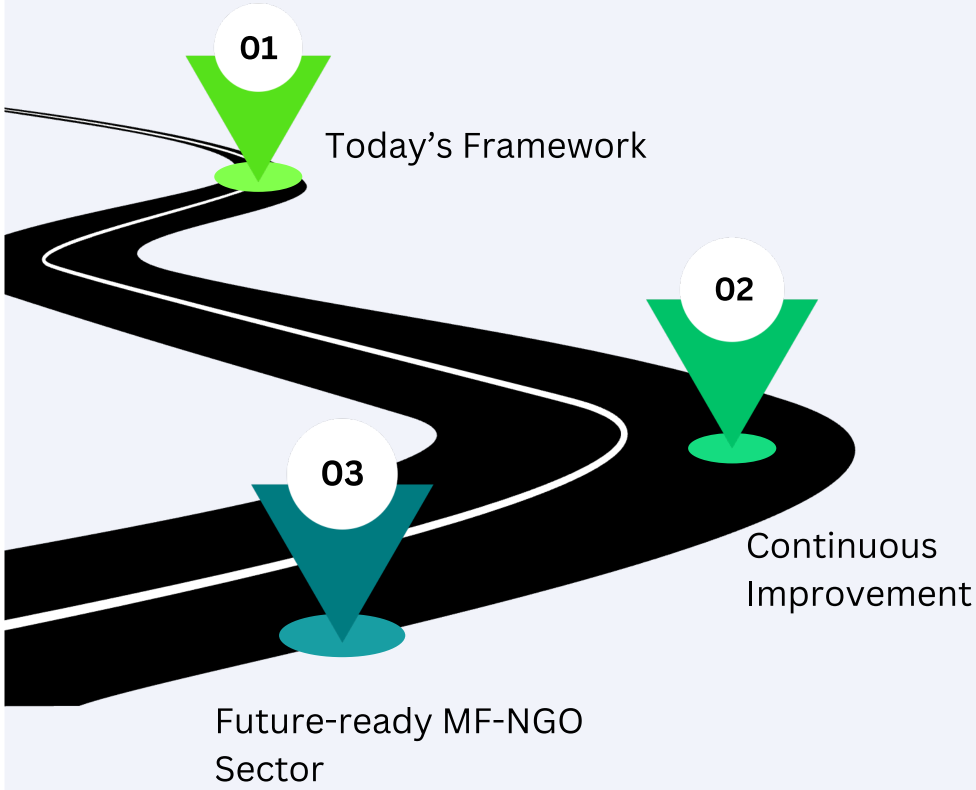
Sector Risks

- Climate & Environmental Impacts
- Rapid Technology Shifts
- Operational Complexity
- Mission Drift pressure

"Strong governance is the cornerstone that enables institutions to successfully adapt to and mitigate these emerging risks."

-Securities and Exchange Commission (Philippines), Governance and Risk Management Statement.

Regulatory Road Ahead



Recent Directions

- ✓ Broader recognition of financial products
- ✓ Responsible innovation
- ✓ Governance enhancement
- ✓ Risk management
- ✓ Stronger performance standards
- ✓ ***Implementation of New SEC Circulars**

2026 SEC Circulars: Reporting & Financial Standards

SEC MC No. 09, s. 2026 (AFS & GIS Filings)
SEC MC No. 04 & 22, s. 2026 (Audit Thresholds & PFRS)
SEC MC No. 16, s. 2026 (Reportorial Penalty Relief)

2026 SEC Circulars: Digitalization & Online Services

SEC MC No. 23, s. 2026 (SEC VERITAS
SEC MC No. 21 & 03, s. 2026 (eAMEND)

From Recovery to Resilience

"Resilience is service uninterrupted."

-Securities and Exchange Commission (Philippines), Resilience Statement.

The SEC remains committed to promoting:

✓ Social Impact
✓ Financial Sustainability
✓ Good Governance

Securities and Exchange Commission PHILIPPINES

MNRC
Microfinance NGO Regulatory Council

THANK YOU!

For more information:

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