

GCG Memorandum Circular No. 2012-07
CODE OF CORPORATE GOVERNANCE FOR GOCCs

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III. GOVERNING BOARD

Section 17. *Annual Performance Evaluation of the Board.* – A systematic evaluation process of the Board shall be developed as a necessary tool in enhancing its professionalism and as a useful incentive for Board Members to devote sufficient time and effort to their duties. The evaluation should also be instrumental in developing effective and appropriate induction and training programs for new and existing members of the Board.

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V. DUTIES AND OBLIGATIONS OF DIRECTORS AND OFFICERS

Section 26. *Duty of Diligence.* – The fiduciary due diligence of Directors and Officers to always act in the best interest of the GOCC, with utmost good faith in all its dealings with the property and monies of the GOCC,
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Every Director or Officer, by the act of accepting such position in the GOCC, affirms and agrees: (1) to have working knowledge of the statutory and regulatory requirements affecting the GOCC he is to serve, including the contents of its Charter, or Articles of Incorporation and By-laws, the requirements of the GCG, and where applicable, the requirements of other Supervising Agencies; and (2) to always keep himself informed of industry developments and business trends in order to safeguard the GOCC's interest and preserve its competitiveness.