

**The Asset Privatization Trust: Performance
Evaluation and Analysis
1987-1995**

**An Undergraduate Thesis Presented to
the Faculty of the College of Arts and Sciences
De La Salle University-Dasmariñas
Dasmariñas, Cavite**

**In Partial Fulfillment
of the Requirements for the
Degree Bachelor of Arts Major in Political Science**

Ruby R. Mendoza

February, 1997

ABSTRACT

Name of Institution: De La Salle University-Dasmarinas

Address: Dasmarinas, Cavite

TITLE: The Asset Privatization Trust: Performance Evaluation and Analysis
1987-1995.

AUTHOR/PROPONENT: Ruby Rodriguez Mendoza

FUNDING SOURCE: Ruby R. Mendoza

COST: Php 10,000.00

DATE STARTED: June, 1996

DATE COMPLETED: February, 1997

OBJECTIVES OF THE STUDY:

- A. **GENERAL :** To discover the state of the government's privatization program.
- B. **SPECIFIC :** To evaluate the privatization program's main selling agency, the Asset Privatization Trust and to analyze whether it is fulfilling its duties and obligations to the Filipino people.

SCOPE AND COVERAGE:

This study covered all essential topics related to the Asset Privatization Trust and the Philippine privatization program. It analyzed the performance of this agency through legal documents and reports of the Asset Privatization Trust.

METHODOLOGY:

Documentary analysis was utilized for this study. The descriptive method was used to present the data and information.

MAJOR FINDINGS:

1. The privatization program goes through two major agencies of government which is the Committee on Privatization and the Asset Privatization Trust.
2. The performance of the Asset Privatization Trust is erratic. There are years wherein their performance is quite well and there are years where their remittances fall dramatically.
3. The Asset Privatization Trust has made little or no adjustments at all to their approach in divesting government of GOCC's and NPA's since the time of their conception.

CONCLUSIONS:

1. The privatization program in the Philippine is disorganized and has very minimal impact on the economy.
2. The Asset Privatization Trust is not effective in its role of divesting government of its non-performing assets and corporations.

TABLE OF CONTENTS

	PAGE
TITLE PAGE	1
ABSTRACT	2
APPROVAL SHEET	5
ACKNOWLEDGMENTS	6
TABLE OF CONTENTS	8
LIST OF TABLES	11
LIST OF FIGURES	12
CHAPTER	
1 THE PROBLEM AND ITS BACKGROUND	
Introduction	13
Conceptual Framework	16
Statement of the Problem	16
Assumptions	17
Scope and Delimitation of the Study	18
Significance of the Study	19
Definition of Terms	19
2 REVIEW OF RELATED LITERATURE AND STUDIES	

Local Related Literature	22
Foreign Related Literature	26
Local Studies	31
Foreign Studies	32
Synthesis	33

3 METHODOLOGY

Research Method	35
Subjects of the Study	35
Instrumentation	36
Statistical Treatment of Data	36

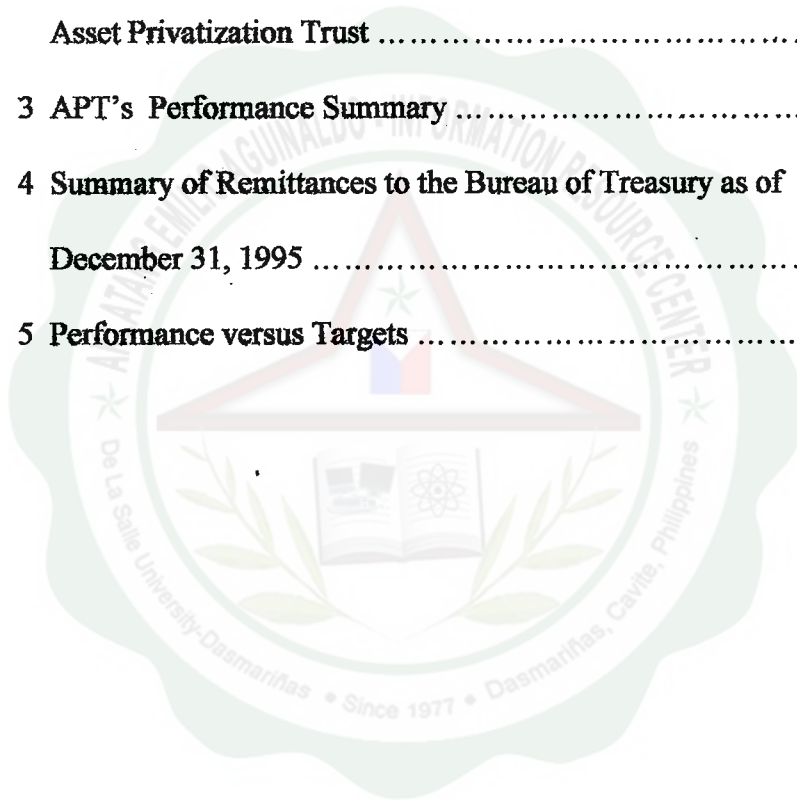
4 PRESENTATION, ANALYSIS AND INTERPRETATION OF DATA

Specific Question No. 1	38
Specific Question No. 2	39
Specific Question No. 3	42
Specific Question No. 4	43
Specific Question No. 5	47
Specific Question No. 6	49
Sub-question No. 6.1	61

Sub-question No. 6.2	63
Specific Question No. 7.....	65
5 SUMMARY, CONCLUSIONS AND RECOMMENDATIONS	
Summary	69
Conclusions.....	72
Recommendations	73
REFERENCES	75
APPENDICES	
A. Certification of the Thesis Editor	77
B. Asset Privatization Trust Workflow.....	78
C. Undisposed Assets.....	80
D. Partially Disposed Assets	81
E. Summary of the Asset Disposition for 1995	82
F. Summary of the Asset Disposition as of December 31, 1995	83
G. Partially Disposed Assets	84
H. Fully Disposed Assets	86
I. Curriculum Vitae	93

LIST OF TABLES

Tables	Pages
1 Designated Disposition Entities for Privatization of Government Owned and Controlled Corporations	41
2 Functions and Relationship of the Committee on Privatization and Asset Privatization Trust	42
3 APT's Performance Summary	57
4 Summary of Remittances to the Bureau of Treasury as of December 31, 1995	60
5 Performance versus Targets	62



LIST OF FIGURES

Figure	Page
1 Privatization Workflow	43
2 Sources of APT Assets	47
3 Workflow on Disposition of Assets	49
4 APT Performance Summary	58
5 Operations and Custodianship Expenses	59
6 Performance versus Targets	62

