

News Release
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POEA reminds licensed recruiters on yearly increase in paid-up capital

The Philippine Overseas Employment Administration (POEA) has reminded all licensed recruitment and manning agencies to comply with the yearly increase in capitalization or paid-up capital in pursuant with the administration's rules and regulations on overseas employment program.

Under the Section 2, Rule I, Part II of the POEA Rules and Regulations Governing the Recruitment and Employment of Land-based Filipino Workers/Seafarers and Memorandum Circular No. 04, Series of 2017, all licensed agencies are required to raise their paid up capital to P5 million in a span of four years, at the rate of P750,000 every year.

All land-based and sea-based agencies are reminded to submit proof of compliance with the required capitalization to avoid suspension of license and operations.

For corporations and partnerships, licensed agencies must submit a Certificate of Corporate Filing/Information issued by the Securities and Exchange Commission (SEC) showing a net capital not lower than P5 million.

Single-proprietorship agencies are required to submit the Audited Financial Statement and ITR for the current year duly received by the Bureau of Internal Revenue showing an equity of not less than P5 million; a Bank Certificate showing an additional deposit to complete the P5 million; and an authority to examine the bank account.

The deadline for the submission of documentary requirements is on or before April 30, 2020 for the land-based recruitment agencies, while the deadline for the manning agencies is on or before September 4, 2020. ###