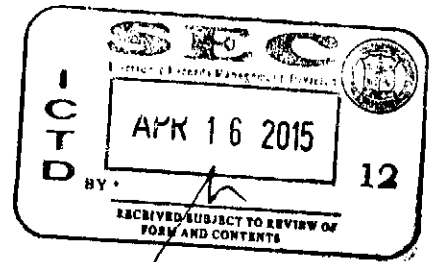


SECURITIES AND EXCHANGE COMMISSION
SEC FORM – ACGR
ANNUAL CORPORATE GOVERNANCE REPORT



1. Report is Filed for the Year 2014
2. Exact Name of Registrant as Specified in its Charter 8990 HOLDINGS, INC.
3. 11/F LIBERTY CENTER, 104 H.V. DELA COSTA ST., SALCEDO VILLAGE, MAKATI CITY, 1200 PHILIPPINES
Address of Principal Office Postal Code
4. SEC Identification Number CS 2005 11 816
5. [REDACTED] (SEC Use Only)
Industry Classification Code
6. BIR Tax Identification Number 239-508-223-000
7. (632) 533-3915/533-3917
Issuer's Telephone number, including area code
8. N/A
Former name or former address, if changed from the last report

TABLE OF CONTENTS

A. BOARD MATTERS.....	5
1) BOARD OF DIRECTORS.....	
(a) Composition of the Board.....	5
(b) Corporate Governance Policy/ies.....	5
(c) Review and Approval of Vision and Vision.....	7
(d) Directorship in Other Companies.....	7
(e) Shareholding in the Company.....	9
2) CHAIRMAN AND CEO.....	9
3) PLAN FOR SUCCESSION OF CEO/MANAGING DIRECTOR/PRESIDENT AND TOP KEY POSITIONS.....	11
4) OTHER EXECUTIVE, NON-EXECUTIVE AND INDEPENDENT DIRECTORS.....	11
5) CHANGES IN THE BOARD OF DIRECTORS.....	14
6) ORIENTATION AND EDUCATION PROGRAM.....	22
B. CODE OF BUSINESS CONDUCT & ETHICS.....	22
1) POLICIES.....	22
2) DISSEMINATION OF CODE.....	23
3) COMPLIANCE WITH CODE.....	23
4) RELATED PARTY TRANSACTIONS.....	24
(a) Policies and Procedures.....	24
(b) Conflict of Interest.....	25
5) FAMILY, COMMERCIAL AND CONTRACTUAL RELATIONS.....	26
6) ALTERNATIVE DISPUTE RESOLUTION.....	26
C. BOARD MEETINGS & ATTENDANCE.....	26
1) SCHEDULE OF MEETINGS.....	26
2) DETAILS OF ATTENDANCE OF DIRECTORS.....	26
3) SEPARATE MEETING OF NON-EXECUTIVE DIRECTORS.....	27
4) QUORUM REQUIREMENT	27
5) ACCESS TO INFORMATION.....	27
6) EXTERNAL ADVICE.....	29
7) CHANGES IN EXISTING POLICIES.....	29
D. REMUNERATION MATTERS.....	29
1) REMUNERATION PROCESS.....	29
2) REMUNERATION POLICY AND STRUCTURE FOR DIRECTORS.....	30
3) AGGREGATE REMUNERATION	31
4) STOCK RIGHTS, OPTIONS AND WARRANTS.....	31
5) REMUNERATION OF MANAGEMENT.....	32
E. BOARD COMMITTEES.....	32
1) NUMBER OF MEMBERS, FUNCTIONS AND RESPONSIBILITIES.....	32
2) COMMITTEE MEMBERS.....	37
3) CHANGES IN COMMITTEE MEMBERS.....	40
4) WORK DONE AND ISSUES ADDRESSED.....	40
5) COMMITTEE PROGRAM.....	41
F. RISK MANAGEMENT SYSTEM.....	42
1) STATEMENT ON EFFECTIVENESS OF RISK MANAGEMENT SYSTEM.....	43
2) RISK POLICY.....	43
3) CONTROL SYSTEM.....	46

G. INTERNAL AUDIT AND CONTROL.....	47
1) STATEMENT ON EFFECTIVENESS OF INTERNAL CONTROL SYSTEM.....	47
2) INTERNAL AUDIT.....	48
(a) Role, Scope and Internal Audit Function.....	48
(b) Appointment/Removal of Internal Auditor.....	49
(c) Reporting Relationship with the Audit Committee.....	49
(d) Resignation, Re-assignment and Reasons.....	49
(e) Progress against Plans, Issues, Findings and Examination Trends.....	49
(f) Audit Control Policies and Procedures.....	50
(g) Mechanisms and Safeguards.....	50
H. ROLE OF STAKEHOLDERS.....	51
I. DISCLOSURE AND TRANSPARENCY.....	52
J. RIGHTS OF STOCKHOLDERS.....	53
1) RIGHT TO PARTICIPATE EFFECTIVELY IN STOCKHOLDERS' MEETINGS.....	53
2) TREATMENT OF MINORITY STOCKHOLDERS.....	58
K. INVESTORS RELATIONS PROGRAM.....	58
L. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES.....	59
M. BOARD, DIRECTOR, COMMITTEE AND CEO APPRAISAL.....	59
N. INTERNAL BREACHES AND SANCTIONS.....	60

A. BOARD MATTERS

1) Board of Directors

13

13

(a) Composition of the Board

Director's Name	Is the Director an Independent Director (ID)?	Is the Director a Non-Executive Director (NED)?	Is the Director a Director of a Company that is a Subsidiary of the Corporation?	Is the Director a Director of a Company that is a Subsidiary of the Corporation?	Is the Director a Director of a Company that is a Subsidiary of the Corporation?	Is the Director a Director of a Company that is a Subsidiary of the Corporation?	Is the Director a Director of a Company that is a Subsidiary of the Corporation?
Januario Jesus Gregorio III B. Atencio	ED	N/A	Januarius Resources Realty Corporation	Jul 2012	29 July 2014	Annual	2
Mariano D. Martinez, Jr.	NED	N/A	Kwantlen Development Corporation	Jul 2012	29 July 2014	Annual	2
Luis N. Yu, JR.	NED	N/A	Iholdings, Inc.	Jul 2012	29 July 2014	Annual	2
Anthony Vincent S. Sotto	NED	N/A	Januarius Resources Realty Corporation	Aug 2012	29 July 2014	Annual	2
Lowell L. Yu	NED	N/A		Jul 2014		Annual	1
Ian Norman E. Dato	NED	N/A		Jul 2014		Annual	1
Richard L. Haosen	NED			Jul 2014		Annual	1
Manuel S. Delfin, Jr.	NED	N/A		Jul 2014		Annual	1
Raul Fortunato R. Rocha	NED	N/A		Jul 2014		Annual	1
Dominic J. Picone	NED	N/A		Jul 2014		Annual	1
Ben Chan Wei Beng	NED			Jul 2014		Annual	1
Willibaldo J. Uy	ID	N/A	Socorro P. Lim – none	Aug 2012	29 July 2014/2 years	Annual	2
Arlene C. Keh	ID	N/A	Socorro P. Lim – none	Aug 2012	29 July 2014/2 years	Annual	2

(b) Provide a brief summary of the corporate governance policy that the board of directors has adopted. Please emphasize the policy/ies relative to the treatment of all shareholders, respect for the rights of minority shareholders and of other stakeholders, disclosure duties, and board responsibilities.

The Corporation's Board of Directors and Management recognize that a good corporate governance system is integral to the mandate bestowed upon them by the Corporation's stockholders, and is a necessary component of what constitutes sound strategic business management. Thus, the Board of Directors and Management commit themselves to uphold their fiduciary duties, accountabilities and responsibilities to the Corporation, and subscribe to the belief that the pursuit of corporate goals must be bound by high ethical standards.

The Board of Directors (the "Board") is primarily responsible for the governance of the Corporation. Corollary to

setting the policies for the accomplishment of the corporate objectives, it shall provide an independent check on Management.

Responsibilities, Duties and Functions of the Board

1. General Responsibility

It is the Board's responsibility to foster the long-term success of the Corporation, and to sustain its competitiveness and profitability in a manner consistent with its corporate objectives and the best interests of its stockholders.

The Board should formulate the Corporation's vision, mission, strategic objectives, policies and procedures that shall guide its activities, including the means to effectively monitor Management's performance.

2. Duties and Functions

To ensure a high standard of best practice for the Corporation and its stockholders, the Board should conduct itself with honesty and integrity in the performance of, among others, the following duties and functions:

- a.) Implement a process for the selection of directors who can add value and contribute independent judgment to the formulation of sound corporate strategies and policies. Appoint competent, professional, honest and highly-motivated management officers. Adopt an effective succession planning program for Management.
- b.) Provide sound strategic policies and guidelines to the Corporation on major capital expenditures. Establish programs that can sustain its long-term viability and strength. Periodically evaluate and monitor the implementation of such policies and strategies, including the business plans, operating budgets and Management's overall performance.
- c.) Ensure the Corporation's faithful compliance with all applicable laws, regulations and best business practices.
- d.) Establish and maintain an investor relations program that will keep the stockholders informed of important developments in the Corporation. If feasible, the Corporation's CEO or chief financial officer shall exercise oversight responsibility over this program.
- e.) Identify the sectors in the community in which the Corporation operates or are directly affected by its operations, and formulate a clear policy of accurate, timely and effective communication with them.
- f.) Adopt a system of check and balance within the Board. A regular review of the effectiveness of such system should be conducted to ensure the integrity of the decision-making and reporting processes at all times. There should be a continuing review of the Corporation's internal control system in order to maintain its adequacy and effectiveness.
- g.) Identify key risk areas and performance indicators and monitor these factors with due diligence to enable the Corporation to anticipate and prepare for possible threats to its operational and financial viability.
- h.) Formulate and implement policies and procedures that would ensure the integrity and transparency of related party transactions between and among the Corporation and its parent company, joint ventures, subsidiaries, associates, affiliates, major stockholders, officers and directors, including their spouses, children and dependent siblings and parents, and of interlocking director relationships by members of the Board.
- i.) Constitute an Audit Committee and such other committees it deems necessary to assist the Board in the performance of its duties and responsibilities.
- j.) Establish and maintain an alternative dispute resolution system in the Corporation that can amicably settle conflicts or differences between the Corporation and its stockholders, and the Corporation and third parties, including the regulatory authorities.
- k.) Meet at such times or frequency as may be needed. The minutes of such meetings should be duly recorded. Independent views during Board meetings should be encouraged and given due consideration.
- l.) Keep the activities and decisions of the Board within its authority under the articles of incorporation and by-laws, and in accordance with existing laws, rules and regulations.
- m.) Appoint a Compliance Officer who shall have the rank of at least vice president. In the absence of such appointment, the Corporate Secretary, preferably a lawyer, shall act as Compliance Officer.

Stockholders' Rights and Protection of Minority Stockholders' Interests

A.) The Board shall respect the rights of the stockholders as provided for in the Corporation Code, namely:

- (i) Right to vote on all matters that require their consent or approval;
- (ii) Pre-emptive right to all stock issuances of the Corporation;
- (iii) Right to inspect corporate books and records;
- (iv) Right to information;

- (v) Right to dividends; and
- (vi) Appraisal right.

B.) The Board should be transparent and fair in the conduct of the annual and special stockholders' meetings of the corporation. The stockholders should be encouraged to personally attend such meetings. If they cannot attend, they should be apprised ahead of time of their right to appoint a proxy. Subject to the requirements of the by-laws, the exercise of that right shall not be unduly restricted and any doubt about the validity of a proxy should be resolved in the stockholder's favor.

It is the duty of the Board to promote the rights of the stockholders, remove impediments to the exercise of those rights and provide an adequate avenue for them to seek timely redress for breach of their rights.

The Board should take the appropriate steps to remove excessive or unnecessary costs and other administrative impediments to the stockholders' meaningful participation in meetings, whether in person or by proxy. Accurate and timely information should be made available to the stockholders to enable them to make a sound judgment on all matters brought to their attention for consideration or approval.

Although all stockholders should be treated equally or without discrimination, the Board should give minority stockholders the right to propose the holding of meetings and the items for discussion in the agenda that relate directly to the business of the Corporation.

Disclosure and Transparency

The essence of corporate governance is transparency. The more transparent the internal workings of the corporation are, the more difficult it will be for Management and dominant stockholders to mismanage the Corporation or misappropriate its assets.

It is therefore essential that all material information about the Corporation which could adversely affect its viability or the interests of the stockholders should be publicly and timely disclosed. Such information should include, among others, earnings results, acquisition or disposition of assets, off balance sheet transactions, related party transactions, and direct and indirect remuneration of members of the Board of Management. All such information should be disclosed through the appropriate Exchange mechanisms and submissions to the Commission.

(c) How often does the Board review and approve the vision and mission?

The Company's vision and mission statement is reviewed and approved as often as necessary.

(d) Directorship in Other Companies

(i) Directorship in the Company's Group¹

Identify, as and if applicable, the members of the company's Board of Directors who hold the office of director in other companies within its Group:

NAME OF PERSON OR FIRM ADDRESS CITY STATE ZIP	NAME OF BUSINESS ADDRESS CITY STATE ZIP
---	---

¹ The Group is composed of the parent, subsidiaries, associates and joint ventures of the company.

Director's Name	Corporate Name of the Group Company	Type of Directorship (Executive, Non-Executive, Independent Director, if Director is also the Chairman)
Mariano D. Martinez, Jr.	(1) Fog Horn, Inc. (2) Bon Giorno Homes, Inc. (3) Modernland Corporation (4) 8990 Commercial Management Corporation (5) 8990 Leisure and Resorts Corporation (6) 8990 Housing Development Corporation (7) 8990 Luzon Housing Development Corporation (8) 8990 Visayas Housing Development Corporation (9) 8990 Mindanao Housing Development Corporation (10) 8990 Cebu Housing Development Corporation (11) 8990 Iloilo Housing Development Corporation (12) 8990 Davao Housing Development Corporation	Executive Executive Executive Executive Executive Non-Executive Non-Executive Executive Non-Executive Executive Executive Executive
Januario Jesus Gregorio III B. Atencio	(1) Bon Giorno Homes, Inc. (2) Modernland Corporation (3) 8990 Commercial Management Corporation (4) 8990 Leisure and Resorts Corporation (5) 8990 Housing Development Corporation (6) 8990 Luzon Housing Development Corporation (7) 8990 Visayas Housing Development Corporation (8) 8990 Mindanao Housing Development Corporation (9) 8990 Cebu Housing Development Corporation (10) 8990 Davao Housing Development Corporation (11) 8990 Iloilo Housing Development Corporation	Executive Executive Executive Non-Executive Executive Executive Executive Executive Executive Executive Executive Executive
Luis N. Yu, Jr.	(1) Fog Horn, Inc. (2) Bon Giorno Homes, Inc. (3) Modernland Corporation (4) 8990 Commercial Management Corporation (5) 8990 Leisure and Resorts Corporation (6) 8990 Housing Development Corporation (7) 8990 Luzon Housing Development Corporation (8) 8990 Visayas Housing Development Corporation (9) 8990 Mindanao Housing Development Corporation (10) 8990 Cebu Housing Development Corporation (11) 8990 Davao Housing Development Corporation (12) 8990 Iloilo Housing Development Corporation	Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive

(ii) Directorship in Other Listed Companies

Identify, as and if applicable, the members of the company's Board of Directors who are also directors of publicly-listed companies outside of its Group:

Director's Name	Name of Listed Company	Type of Directorship (Executive, Non-Executive, Independent Director, if Director is also the Chairman)
N/A	N/A	N/A

(iii) Relationship within the Company and Its Group

Provide details, as and if applicable, of any relation among the members of the Board of Directors, which links them to significant shareholders in the company and/or in its group:

Luis N. Yu	Lowell L. Yu	Son
Lowell L. Y	Luis N. Yu	Father

- (iv) Has the company set a limit on the number of board seats in other companies (publicly listed, ordinary and companies with secondary license) that an individual director or CEO may hold simultaneously? In particular, Is the limit of five board seats in other publicly listed companies imposed and observed? If yes, briefly describe other guidelines:

Executive Director	No Limits Placed	Not Applicable
Non-Executive Director	No Limits Placed	Not Applicable
CEO	No Limits Placed	Not Applicable

The Board may consider the adoption of guidelines on the number of directorships its members can hold in stock and non-stock corporations, The optimum number should take into consideration the capacity of a director to diligently and efficiently perform his duties and responsibilities.

(e) **Shareholding in the Company**

Complete the following table on the members of the company's Board of Directors who directly and indirectly own shares in the company:

Name of Director	Number of Direct Shares	Number of Indirect Shares Through Board of Directors (None)	Percentage of Shareholding
Mariano D. Martinez, Jr.	450,000,000	None	100%
Januario Jesus Gregorio III B. Atencio	450,000,000	None	100%
Luis N. Yu	450,000,000	None	100%
William L. Yu	0	None	NI
Antonio Marcos S. Cruz	0	None	NI
Armando E. Ibarra	0	None	NI
Richard L. Hansen	0	None	NI
James D. Gartin	0	None	NI
Raul Fernandez P. Rocha	0	None	NI
Dr. Norman E. Day	0	None	NI
Lowell L. Yu	0	None	NI
Domènec J. Pons	0	None	NI
Ben-Gurion M. Gungor	0	None	NI
TOTAL	450,000,000	0	100%

2) **Chairman and CEO**

- (a) Do different persons assume the role of Chairman of the Board of Directors and CEO? If no, describe the checks and balances laid down to ensure that the Board gets the benefit of independent views.

Yes ☒ No ☐

Identify the Chair and CEO:

Chairman of the Board	Mariano D. Martinez, Jr.
Chief Executive Officer	Januario Jesus Gregorio III B. Atencio

The roles of the Chairman and CEO should, as much as practicable, be separate to foster an appropriate balance of power, increased accountability and better capacity for independent decision-making by the Board. A

clear delineation of functions should be made between the Chairman and CEO upon their election.

(b) Roles, Accountabilities and Deliverables

Define and clarify the roles, accountabilities and deliverables of the Chairman and CEO.

Role	(i) Preside at the meetings of the directors and the stockholders. (ii) Exercise such powers and perform such duties as the Board of Directors may assign to him. (iii) Ensure that the meetings of the Board are held in accordance with the by-laws or as the Chairman may deem necessary; (iv) Supervise the preparation of the agenda of the meeting in coordination with the Corporate Secretary, taking into consideration the suggestions of the CEO, Management and the directors; and (v) Maintain qualitative and timely lines of communication and information between the Board and Management.	(i) Preside at the meetings of the Board of Directors and of the stockholders in the absence of the Chairman of the Board of Directors; (ii) Initiate and develop corporate objectives and policies and formulate long range projects, plans and programs for the approval of the Board of Directors, including those for executive training, development and compensation; (iii) Have general supervision and management of the business affairs and property of the Corporation; (iv) Ensure that the administrative and operational policies of the Corporation are carried out under his supervision and control; (v) Subject to guidelines prescribed by law, and by the Board of Directors, the President can appoint, remove, suspend or discipline employees of the Corporation, prescribe their duties, and determine their salaries; (vi) Oversee the preparation of the budgets and the statements of accounts of the corporation; (vii) Prepare such statements and report of the Corporation as may be required by law; (viii) Represent the Corporation at all functions and proceedings; (ix) Execute on behalf of the Corporation all contracts, agreements and other instruments affecting the interests of the Corporation which require the approval of the Board of Directors, except as otherwise directed by the Board of Directors; (x) Make reports to the Board of Directors and stockholders; (xi) Sign certificates of stock; and (xii) Perform such other duties as are incidental to his office or are entrusted to him by the Board of Directors. The President may assign the exercise or performance of any of the foregoing powers, duties and functions to any other officer(s), subject always to his supervision and control.
Accountabilities	• Ensure that proper notice is given to stockholders before the holding of meetings; • Preside at all meetings of the Board	• Ensure faithful execution of the duties and responsibilities vested in the Directors and upper management;

	of Directors and the stockholders; • Appoint a secretary for meetings of the Board of Directors, in the absence of the Corporate Secretary; • Countersign the certificate of increase or decrease in capital stock, or any bonded indebtedness to be incurred, created, or increased; • Maintain qualitative and timely lines of communication and information between the Board and Management; • Hold board meetings in accordance with the by-laws or as he may deem necessary.	• Call for special meetings of the Board of Directors as well as of the stockholders; • preside at all meetings of the Board of Directors or stockholders, in the absence of the Chairman; Upon authority granted by the Board of Directors, the President may: • sign deeds, bonds, contracts, or other instruments; • authorize the purchase or acquisition of personal properties, furniture, fixtures, or other office equipment; • approve all expenses or disbursements authorized in the budget of the Corporation; • represent the Corporation in any negotiation which may be necessary to make in the usual course of business; • represent the Corporation in any judicial or administrative proceedings; • appoint and discharge employees occupying the positions authorized by the Board of Director; and • perform all other duties customarily incident to his office and as may be prescribed by the Board from time to time.
Deliverables	• preparation of the information statements for purposes of the annual shareholders' meetings; • timely report of the directors' and stockholders' meetings to those entitled to receive such information; • Meeting agenda prepared by the Corporate Secretary considers suggestions of the President, Management and the directors.	• Report the names, nationalities and residences of the directors and officers elected; • Statements and reports of the corporation as may be required by him by law; • Submits and recommends for Board approval: (1) short and long range plans for the Corporation; (02) Balance Sheet, Profit and Loss Statement, Budget of administration expenses; and, (3) Annual Report on the operation and condition of the Corporation; and, Execution and implementation of all resolutions of the stockholders and the Board of directors.

3) Explain how the board of directors plan for the succession of the CEO/Managing Director/President and the top key management positions?

To ensure the uninterrupted operation of the corporation in the event of planned or unplanned change in executive leadership, the board will appoint interim executive who shall ensure that the organization continues to operate without disruptions until such time a permanent executive is installed.

Further, the Board of Directors, through its Nomination Committee, reviews and evaluates the qualifications of all persons nominated to the Board as well as those nominated to other positions which includes the CEO/President and the top key management positions to ensure that only qualified, competent, honest and highly motivated officials are appointed. The Corporation may also engage services of professional recruitment or reputable job placement agencies or organizations to source candidates for management and executive level jobs.

4) Other Executive, Non-Executive and Independent Directors

Does the company have a policy of ensuring diversity of experience and background of directors in the board? Please explain.

Yes, the elected directors come from various backgrounds related to their respective roles within the corporation. There is a process of selection to ensure a mix of competent directors as well as qualified CEO and senior officers. The Nomination Committee reviews and evaluates the qualifications of all persons nominated to the Board as well as those nominated to other positions which include the CEO/President and the top key management positions. The said committee ensures that only qualified, competent, honest and highly motivated officials are appointed. The qualifications used by the committee are based upon merit as demonstrated by their education attainment, training, and work experience.

Based on the Corporation's Manual on Corporate Governance, the Board may provide for additional qualifications which include, among others, the following: (i) Must be at least a graduate of a four-year college degree or equivalent academic degree; (ii) Must possess practical understanding of the business of the corporation; (iii) Must be a member in good standing in relevant industry, business or professional organizations; (iv) Must have previous business experience; (v) Must be at least thirty (30) years of age; (vi) Must be a Filipino citizen; and (vii) Must be a holder or owner of at least one (1) share of the outstanding capital stock of the corporation.

Does it ensure that at least one non-executive director has an experience in the sector or industry the company belongs to? Please explain.

Yes, the Corporation has non-executive directors who possess the competence and experience in the related business.

Define and clarify the roles, accountabilities and deliverables of the Executive, Non-Executive and Independent Directors:

	Executive Director	Non-Executive Director	Independent Director
Role	(i) Have general supervision and management of the business affairs and property of the Corporation; (ii) Ensure that the administrative and operational policies of the Corporation are carried out under his supervision and control; (iii) Oversee the preparation of the budgets and the statements of accounts of the unit or department he is handling; (iv) Head and supervise a unit or a department; (iv) Part of the team that implements the corporate acts approved by the Board; (v) Attend and participate in all board meetings	(i) attends and participates in all board meetings; (ii) has no participation in the management and operation of the Corporation; (iii) is not involved in day-to-day operations and does not handle, head, or supervise a unit or department but monitors the executive activity and contributes to the development of strategy; (iv) scrutinizes the performance of management in meeting agreed goals and objectives and monitoring and where necessary removing senior management; (v) responsible for determining appropriate levels of remuneration of executive directors and have a prime role in appointing and where necessary removing senior management; (vi) the custodians of the	(i) he is independent of the management and does not have any interest, whether pecuniary or material, in the Corporation; (ii) Identify the most critical issues for the board to deal with and assist the board in achieving consensus on these important issues; (iii) Assist the board in achieving consensus on important issues; (iv) Play the role of a facilitator outside the board room especially on contentious issues; (v) Provide candid feedback to CEO, CFO post an executive session

	Board of Directors	Management
		governance process.
Accountabilities	• Ensure faithful execution of the duties and responsibilities vested in the Directors and upper management; • Call for special meetings of the Board of Directors as well as of the stockholders; • preside at all meetings of the Board of Directors or stockholders, in the absence of the Chairman; Upon authority granted by the Board of Directors, an executive director can: • sign deeds, bonds, contracts, or other instruments; • authorize the purchase or acquisition of properties, furniture, fixtures, or other office equipment within his unit/department • approve all expenses or disbursements authorized in the budget of the Corporation • represent the Corporation in any negotiation which may be necessary to make in the usual course of business • represent the Corporation in any judicial or administrative proceedings • appoint and discharges employees occupying the positions authorized by the Board of Director • perform all other duties customarily incident to his office and as may be prescribed by the Board from time to time.	He shall observe the following norms of conduct: ☐ Conduct fair business transactions with the corporation and ensure that personal interest does not prejudice Board decisions; ☐ Devotes time and attention necessary to properly discharge his duties and responsibilities; ☐ Acts judiciously; ☐ Exercises independent judgment; ☐ Have working knowledge of the statutory and regulatory requirements affecting the Corporation.
Deliverables	• timely report of the directors' and stockholders' meetings to those entitled to receive such; • Meeting the agenda prepared by the Corporate Secretary	The Board establishes the general policies and guidelines which will enable Management to render an effective management of the Company and, as part of which, all directors, undertake to: ☐ Formulate company's vision and mission; ☐ Approve and confirm management's corporate strategies, major plans of actions, risk policy, annual budget and business plan; ☐ Adopt a succession plan; ☐ Review annually the Company's compliance with its Code of Corporate Governance; ☐ Approve corporate policies on major areas of operations, including Underwriting, Investments, Reinsurance

		Claims management and risk management; ☐ Ensure the adequacy and effectiveness of the Company's internal control and management information systems; ☐ Approve annual budget and general expenses upon recommendation of the President; and, ☐ Submit annually at regular General Meeting of Stockholders the Balance Sheet, Profit and Loss Statement and Annual Report on the condition of the Corporation.
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Provide the company's definition of "independence" and describe the company's compliance to the definition.

Independent director means a person who, apart from his fees and shareholdings, is independent of management and free from any business or other relationship which could, or could reasonably be perceived to, materially interfere with his exercise of independent judgment in carrying out his responsibilities as a director in any corporation that meets the requirements of Section 17.2 of the Securities Regulation Code and includes, among others, any person who:

- i. Is not a director or officer or substantial stockholder of the corporation or of its related companies or any of its substantial shareholders (other than as an independent director of any of the foregoing);
- ii. Is not a relative of any director, officer or substantial shareholder of the corporation, any of its related companies or any of its substantial shareholders. For this purpose, relatives includes spouse, parent, child, brother, sister, and the spouse of such child, brother or sister;
- iii. Is not acting as a nominee or representative of a substantial shareholder of the corporation, any of its related companies or any of its substantial shareholders;
- iv. Has not been employed in any executive capacity by that public company, any of its related companies or by any of its substantial shareholders within the last five (5) years;
- v. Is not retained as professional adviser by that public company, any of its related companies or any of its substantial shareholders within the last five (5) years, either personally or through his firm;
- vi. Has not engaged and does not engage in any transaction with the corporation or with any of its related companies or with any of its substantial shareholders, whether by himself or with other persons or through a firm of which he is a partner or a company of which he is a director or substantial shareholder, other than transactions which are conducted at arms length and are immaterial or insignificant.

Does the company have a term limit of five consecutive years for independent directors? If after two years, the company wishes to bring back an independent director who had served for five years, does it limit the term for no more than four additional years? Please explain.

Yes. The corporation ensures the independence of the independent directors by limiting their tenure to no more than five (5) consecutive years. The Corporation follows the SEC's guidelines on setting the term limit for an Independent Director. The Corporation will formalize its policy consistent with SEC Memorandum Circular 9, Series of 2011 on the Term Limits for Independent Directors, which took effect on January 2, 2012.

5) Changes in the Board of Directors (Executive, Non-Executive and Independent Directors)

(a) Resignation/Death/Removal

Indicate any changes in the composition of the Board of Directors that happened during the period:

No death, resignation, or removal of any director happened during the previous year.

(b) Selection/Appointment, Re-election, Disqualification, Removal, Reinstatement and Suspension

Describe the procedures for the selection/appointment, re-election, disqualification, removal, reinstatement and suspension of the members of the Board of Directors. Provide details of the

processes adopted (including the frequency of election) and the criteria employed in each procedure:

(i) Executive Directors	The Board of Directors shall be elected during each regular meeting of stockholders and shall hold office for one (1) year and until their successors are elected and have qualified. All nominations for directors to be elected by the stockholders of the Corporation shall be submitted in writing to the Secretary of the Corporation at the principal place of office of the Corporation not earlier than forty (40) days nor later than twenty (20) days prior to the date of the regular or special meeting of stockholders for the election of directors. Nominations which are not submitted within such nomination period shall not be valid. Only a stockholder of record entitled to notice of and vote at the regular or special meeting of the stockholders for the election of the directors shall be qualified to be nominated and elected a director of the Corporation.	Any registered stockholder may be nominated and elected to the Board of Directors. The Nomination Committee, by majority vote, shall pass upon the qualification of the nominee to the Board. It may also, in the exercise of its discretion and by majority vote of its members, disqualify a nominated shareholder who, in the Nomination Committee's judgment, represents an interest adverse to or in conflict with those of the Corporation. No nominations shall be entertained or allowed on the floor during the actual annual stockholders' meeting.' Qualifications of Directors: In addition to the qualifications for membership in the Board provided for in the Corporation Code, Securities Regulation Code and other relevant laws, the Board may provide for additional qualifications which include, among others, the following: (i) College education or equivalent academic degree; (ii) Practical understanding of the business of the corporation; (iii) Membership in good standing in relevant industry, business or professional organizations; and (iv) Previous business experience.
(ii) Non-Executive Directors	Same as above.	Same as above.
(iii) Independent Directors	Nomination of Independent Director/s shall be conducted by a Nomination Committee prior to a stockholders' meeting. All nominations of Independent Directors shall be made in writing and signed by the nominating stockholders, and shall include the acceptance and conformity by the would-be nominees. The Nomination Committee shall pre-screen the qualifications and prepare a final list of all candidates and put in place screening policies and parameters to enable it to	Qualifications of an Independent Director Any person who: (a) Is not a director or officer or substantial stockholder of the corporation or of its related companies or any of its substantial shareholders (other than as an independent director of any of the foregoing); (b) Is not a relative of any director, officer or substantial shareholder of the corporation, any of its

Proposed	Proposed	Comments
	effectively review the qualifications of the nominees for Independent Director(s). After the nomination, the Nomination Committee shall prepare a Final List of Candidates which shall contain all the information about all the nominees for Independent Director (as required under Part IV [A] and [C] of Annex "C" of SRC Rule 12 of the Implementing Rules and Regulations of the Securities Regulation Code), including, but not limited to the following information: (a) Name, age and citizenship; (b) List of the positions and offices that each such nominee held, or will hold, if known, with the Corporation; (c) Business experience during the past five (5) years; (d) Directorship held in other companies; (e) Involvement in legal proceedings; and (f) Security ownership. The list shall be made available to the Securities and Exchange Commission and to all stockholders through the filing and distribution of the Information Statement or in such other reports required by the Securities and Exchange Commission. The name of the person or group of persons who recommended the nomination of the Independent Director shall be identified in such report including any relationship with the nominee. Only nominees whose names appear on the Final List of Candidates shall be eligible for election as Independent Director/s. No other nominations shall be entertained after the Final List of Candidates shall have been prepared. No further nominations shall be entertained or allowed on the floor during the actual annual stockholders' meeting. The Chairman of the stockholders' meeting has the responsibility to inform all stockholders in attendance of the mandatory requirement of electing Independent Directors and to ensure that the Independent Directors are elected during the stockholders' meeting. Specific slot/s for Independent Directors shall not be filled-up by unqualified nominees.	related companies or any of its substantial shareholders. For this purpose, relatives includes spouse, parent, child, brother, sister, and the spouse of such child, brother or sister; (c) Is not acting as a nominee or representative of a substantial shareholder of the corporation, any of its related companies or any of its substantial shareholders; (d) Has not been employed in any executive capacity by that public company, any of its related companies or by any of its substantial shareholders within the last five (5) years; (e) Is not retained as professional adviser by that public company, any of its related companies or any of its substantial shareholders within the last five (5) years, either personally or through his firm; (f) Has not engaged and does not engage in any transaction with the corporation or with any of its related companies or with any of its substantial shareholders, whether by himself or with other persons or through a firm of which he is a partner or a company of which he is a director or substantial shareholder, other than transactions which are conducted at arms length and are immaterial or insignificant. When used in relation to a company subject to the requirements above, "related company" shall mean another company which is (i) its holding company, (ii) its subsidiary, or (iii) a subsidiary of its holding company; and "substantial shareholder" shall mean any person who is directly or indirectly the beneficial owner of more than ten percent (10%) of any class of its equity security. The Independent Director shall have the following qualifications: (a) He shall have at least one (1) share of stock of the Corporation; (b) He shall be at least a college graduate or he shall have been engaged or have experience in the same line of business as the

Provision	Provision Number	Comments
	In case of failure of election for Independent Director/s, the chairman of the meeting shall call a separate election during the same meeting to fill up the vacancy. Any controversy or issue arising from the selection, nomination or election of Independent Directors shall be resolved by the Securities and Exchange Commission by appointing Independent Directors from the list of nominees submitted by the stockholders.	Corporation for at least five (5) years; (c) He shall possess integrity/probity; and (d) He shall be assiduous.
(i) Executive Directors	Any vacancy occurring in the board of directors other than by removal by the stockholders or members or by expiration of term, may be filled. A directorship to be filled by reason of an increase in the number of directors shall be filled only by an election at a regular or at a special meeting of stockholders or members duly called for the purpose, or in the same meeting authorizing the increase of directors if so stated in the notice of the meeting. Any vacancy occurring in the Board of Directors other than by removal by the stockholders or by expiration of term, may be filled by the vote of at least a majority of the remaining directors, if still constituting a quorum; otherwise, the vacancy must be filled by the stockholders at a regular or special meeting of stockholders called for the purpose. A director so elected to fill a vacancy shall be elected only for the unexpired term of his predecessor in office. Any directorship to be filled by reason of an increase in the number of directors shall be filled only by an election at a regular or at a special meeting of the stockholders duly called for the purpose, or in the same meeting authorizing the increase of directors if so stated in the notice of the meeting. The vacancy resulting from the removal of a director by the stockholders in the manner provided by law may be filled by election at the same meeting of stockholders without further notice, or at any regular or at any special meeting or	By the vote of at least a majority of the remaining directors, if still constituting a quorum; otherwise, said vacancies must be filled by the stockholders in a regular or special meeting called for that purpose. A director so elected to fill a vacancy shall be elected only or the unexpired term of his predecessor in office.

Procedure	Disqualification	Grounds
	stockholders called for the purpose, after giving notice as prescribed by these by-laws.	
(ii) Non-Executive Directors	Same as above.	Same as above.
(iii) Independent Directors	Same as above, with the observance of the limitation of five (5) years for independent directors.	Same as above.
(i) Executive Directors	General procedure as prescribed by law Proceedings for the permanent disqualification of a member may be called by any member of the board of directors.	The following shall be grounds for the permanent disqualifications of a director: (i) Any person by final judgment or order by a competent judicial or administrative body of any crime that (a) involves the purchase or sale of securities, as defined in the Securities Regulation Code; (b) arises out of the person's conduct as an underwriter, broker, dealer, investment adviser, principal, distributor, mutual fund dealer, futures commission merchant, commodity trading advisor, or floor broker; or (c) arises out of his fiduciary relationship with a bank, quasi-bank, trust company, investment house or as an affiliated person of any of them; (ii) Any person who, by reason of misconduct, after hearing, is permanently enjoined by a final judgment or order of the Securities and Exchange Commission (the "Commission") or any court or administrative body of competent jurisdiction from: (a) acting as underwriter, broker, dealer, investment adviser, principal distributor, mutual fund dealer, futures commission merchant, commodity trading advisor, or floor broker; (b) acting as director or officer of a bank, quasi-bank, trust company, investment house, or investment company; (c) engaging in or continuing any conduct or practice in any of the capacities mentioned in sub-paragraphs (a) and (b) above, or willfully violating the laws that govern securities and banking activities. The disqualification shall also apply if such person is currently the subject of an order of the

Section 1	Section 2	Section 3
		Commission or any court or administrative body denying, revoking or suspending any registration, license or permit issued to him under the Corporation Code, Securities Regulation Code or any other law administered by the Commission or Bangko Sentral ng Pilipinas ("BSP"), or under any rule or regulation issued by the Commission or BSP, or has otherwise been restrained to engage in any activity involving securities and banking; or such person is currently the subject of an effective order of a self-regulatory organization suspending or expelling him from membership, participation of the organization; (iii) Any person convicted by final judgment or order by a court or competent administrative body of an offense involving moral turpitude, fraud, embezzlement, theft, estafa, counterfeiting, misappropriation, forgery, bribery, false affirmation, perjury or other fraudulent acts; (iv) any person who has been adjudged by final judgment or order of the Commission, court or competent administrative body to have willfully violated, or willfully aided, abetted, counseled, induced or procured the violation of any provision of the Corporation Code, Securities Regulation Code or any other law administered by the Commission or BSP, or any of its rule, regulation or order; (v) Any person earlier elected as independent director who becomes an officer, employee or consultant of the same corporation; (vi) Any person judicially declared as insolvent; (vii) Any person found guilty by final judgment or order of a foreign court or equivalent financial regulatory authority of acts, violations or misconduct similar to any of the acts, violations or misconduct enumerated in subparagraphs (i) to (v) above; (viii) Conviction by final judgment of an offense punishable by imprisonment for more than six (6) years, or a violation of the Corporation Code committed within five (5) years prior to the date of his election or appointment.

Director	Disqualification	Removal
(ii) Non-Executive Directors	Same as above.	Same as above.
(iii) Independent Directors	Same as above.	Same as above.
Disqualification of Directors		
(i) Executive Directors	Proceedings for the permanent disqualification of a member may be called by any member of the board of directors.	The Board may provide for the temporary disqualification of a director for any of the following reasons: (i) Refusal to comply with the disclosure requirements of the Securities Regulation Code and its Implementing Rules and Regulations. The disqualification shall be in effect as long as the refusal persists. (ii) Absence in more than fifty (50%) percent of all regular and special meetings of the Board during his incumbency, or any twelve (12) month period during the said incumbency, unless the absence is due to illness, death in the immediate family or serious accident. The disqualification shall apply for purposes of the succeeding election. (iii) Dismissal or termination for cause as director of any corporation covered by this Code. This disqualification shall be in effect until he has cleared himself from any involvement in the cause that gave rise to his dismissal or termination. (iv) If the beneficial equity ownership of an independent director in the corporation or its subsidiaries and affiliates exceeds two percent of its subscribed capital stock. The disqualification shall be lifted if the limit is later complied with. (v) If any of the judgments or orders cited in the grounds for permanent disqualification has not yet become final. A temporarily disqualified director shall, within sixty (60) business days from such disqualification, take the appropriate action to remedy or correct the disqualification. If he fails or refuses to do so for unjustified reasons, the disqualification shall become permanent.
(ii) Non-Executive Directors	Same as above.	Same as above.
(iii) Independent Directors	Same as above.	Same as above.

Policy	Process	Criteria
(i) Executive Directors	Any director of a corporation may be removed from office by a vote. Provided, That such removal shall take place either at a regular meeting of the corporation or at a special meeting called for the purpose, and in either case, after previous notice to stockholders or members of the corporation of the intention to propose such removal at the meeting. A special meeting of the stockholders or members of a corporation for the purpose of removal of directors must be called by the secretary on order of the president or on the written demand of the stockholders representing or holding at least a majority of the outstanding capital stock. Should the secretary fail or refuse to call the special meeting upon such demand or fail or refuse to give the notice, or if there is no secretary, the call for the meeting may be addressed directly to the stockholders or members by any stockholder or member of the corporation signing the demand. Notice of the time and place of such meeting, as well as of the intention to propose such removal, must be given by publication or by written notice prescribed in the corporation code. Removal may be with or without cause: Provided, That removal without cause may not be used to deprive minority stockholders or members of the right of representation to which they may be entitled under Section 24 of the corporation code.	Same criteria for permanent disqualifications, as stated above. Removal of directors – Any director of a corporation may be removed from office by a vote of the stockholders holding or representing at least two-thirds (2/3) of the outstanding capital stock, or if the corporation be a non-stock corporation, by a vote of at least two-thirds (2/3) of the members entitled to vote: Provided, That such removal shall take place either at a regular meeting of the corporation or at a special meeting called for the purpose, and in either case, after previous notice to stockholders or members of the corporation of the intention to propose such removal at the meeting. (<i>The Corporation Code of the Philippines, Title III, Section 28</i>)
(ii) Non-Executive Directors	Same as above.	Same as above.
(iii) Independent Directors	Same as above.	Same as above.
(i) Executive Directors	The policy adopted is the same as in original selection/appointment described above	The criteria adopted is the same as in original selection/appointment described above.
(ii) Non-Executive Directors	The policy adopted is the same as in original selection/appointment described above	The criteria adopted is the same as in original selection/appointment described above.
(iii) Independent Directors	The policy adopted is the same as in original selection/appointment described above	The criteria adopted is the same as in original

		selection/appointment described above.
(i) Executive Directors	Upon call to vote by the president or a majority of the directors. Suspension of directors is upon the affirmative vote of 3/4s of the directors and limited to the term of thirty (30) days. With respect to temporary disqualification, A temporarily disqualified director shall, within sixty (60) business days from such disqualification, take the appropriate action to remedy or correct the disqualification. If he fails or refuses to do so for unjustified reasons, the disqualification shall be permanent.	Same criteria for temporary disqualifications, as stated above.
(ii) Non-Executive Directors	Same as above.	Same as above
(iii) Independent Directors	Same as above.	Same as above

Voting Result of the last Annual General Meeting

Mariano D. Martinez, Jr.	4,614,191,211
Januario Jesus Gregorio III B. Atencio	4,614,191,211
Luis N. Yu, Jr.	4,614,191,211
Willibaldo J. Uy	4,614,191,211
Anthony Vincent S. Sotto	4,614,191,211
Arlene C. Keh	4,614,191,211
Richard L. Haosen	4,614,191,211
Manuel S. Delfin, Jr.	4,614,191,211
Lowell L. Yu	4,614,191,211
Raul Fortunato R. Rocha	4,614,191,211
Ian Norman E. Dato	4,614,191,211
Dominic J. Picone	4,614,191,211
Ben Chan Wei Beng	4,614,191,211

6) Orientation and Education Program

(a) Disclose details of the company's orientation program for new directors, if any.

At present, the Corporation does not have a formal orientation program. The Chairman simply conducts an informal training/orientation for new directors to provide them an overview of the business. This orientation is done after the first board meeting attended by the new director. To better familiarize themselves to the business, the new directors are also given copies of the corporate records and files.

(b) State any in-house training and external courses attended by Directors and Senior Management² for the past three (3) years:

ASEAN Corporate Governance Scorecard (ACGS) Information Briefing organized by the Institute Corporate

² Senior Management refers to the CEO and other persons having authority and responsibility for planning, directing and controlling the activities of the company.

Directors (ICD) – attended by the former Chief Finance Officer, Herman B. Baring

Director	Date	Topic	Location
Mariano D. Martinez, Jr.	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Januario Jesus Gregorio III B. Atencio	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Luis N. Yu, Jr.	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Willibaldo J. Uy	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Anthony Vincent S. Sotto	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Arlene C. Keh	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Richard L. Haosen	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Manuel S. Delfin, Jr.	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Lowell L. Yu	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Raul Fortunato R. Rocha	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Ian Norman E. Dato	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
Dominic J. Picone	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors

Ben Chan Wei Beng	July 29, 2014	ASEAN Corporate Governance Scorecard (ACGS) Information Briefing	Institute of Corporate Directors
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**Mr. Barining has resigned effective March 15, 2014.*

(c) Continuing education programs for directors: programs and seminars and roundtables attended during the year.

		None	
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The Corporation does not provide continuing programs for its directors, but is contemplating of having a formal training in the future.

B. CODE OF BUSINESS CONDUCT & ETHICS

1) Discuss briefly the company's policies on the following business conduct or ethics affecting directors, senior management and employees:

	Directors	Senior Management	Employees
(a) Conflict of Interest	Directors are required to disclose all reasonably expected conflicts of interests and dealings with third parties on behalf of the corporation.	Senior Management is required to disclose all reasonably expected conflicts of interests and dealings with third parties on behalf of the corporation.	Employees are not permitted to engage in competing industries.
(b) Conduct of Business and Fair Dealings	Directors are required to disclose all reasonably expected conflicts of interests and dealings with third parties on behalf of the corporation.	Senior Management is required to disclose all reasonably expected conflicts of interests and dealings with third parties on behalf of the corporation.	Employees are monitored by the management.
(c) Receipt of gifts from third parties	Gifts received on behalf of the corporation shall be turned over to the corporation.		
(d) Compliance with Laws & Regulations	Review at the regular directors' meetings.	Senior management is subject to review by the directors.	Employees are monitored by management
(e) Respect for Trade Secrets/Use of Non-public Information	Directors are bound by corporate confidentiality agreements.	Senior Management is bound by corporate confidentiality agreements.	Employees are bound by corporate confidentiality agreements.
(f) Use of Company Funds, Assets and Information	Directors are subject to the supervision of the other directors.	Senior Management must act in a fiduciary capacity with the corporation in all dealings.	Employees are monitored by management
(g) Employment & Labor Laws & Policies	Not Applicable	Senior Management accepts complaints and has a Labor Relations Committee.	All employees are under employment contracts and may bring complaints to management.

(h) Disciplinary action	Directors are subject to the disciplinary actions/proceedings to be conducted by the other directors.	Senior management is subject to disciplinary action the directors.	Employees are subject to the disciplinary action of the senior management.
(i) Whistle Blower	Whistle blowers are encouraged for the proper functioning of the corporation.		
(j) Conflict Resolution	Directors are advised to settle disputes amongst themselves	Senior management may subject themselves to various modes of dispute resolution within the corporation.	Employees may subject themselves to various modes of dispute resolution within the corporation.

2) Has the code of ethics or conduct been disseminated to all directors, senior management and employees?

Yes, all directors, senior management and employees are aware of the Corporation's Code of Ethics, which sets out how the Management and employees can achieve and maintain ethical standards in the Corporation's day-to-day operations and summarizes the Corporation's fundamental policies and directives. Senior management is responsible for disclosing and disseminating the Code of Ethics and is tasked with the periodic review of its implementation. The detailed implementation of the Code is also delegated to the various departments of the Corporation.

3) Discuss how the company implements and monitors compliance with the code of ethics or conduct.

The Code of Ethics is communicated to, and understood by, the Board, senior management and staff. There are appropriate policies and procedures necessary to identify any potential conflicts of interests. There are also adequate policies and procedures that deal with potential conflicts of interests.

Senior management is responsible for disclosing the Code of Ethics and is tasked with the periodic review of its implementation. The detailed implementation of the Code is also delegated to the various departments of the Corporation.

All employees have an individual responsibility to ensure that business practices adhere to the rules of the Code. Generally, no employee or officer seeks or has sought exemptions from the application of the corporate governance rules and guidelines of the Company.

4) Related Party Transactions

(a) Policies and Procedures

Describe the company's policies and procedures for the review, approval or ratification, monitoring and recording of related party transactions between and among the company and its parent, joint ventures, subsidiaries, associates, affiliates, substantial stockholders, officers and directors, including their spouses, children and dependent siblings and parents and of interlocking director relationships of members of the Board.

Related Party Transactions	Policy and Procedures
(1) Parent Company	Related party transactions shall be conducted at arm's length, i.e., in terms that are at least comparable to normal commercial practices to safeguard the best interest of the Corporation, its stockholders, creditors, policyholders and claimants. Overlapping interests in the company shall be disclosed to the Board and any material transaction involving such interests shall be similarly disclosed. Related party transactions shall be disclosed fully to the Board. Prior board approval shall be obtained for related party transactions. Any member of the board who has an interest in the transaction under discussion shall not participate in the

Related Party	Related Party Transaction
	deliberations and voting on the approval of the Related Party Transaction.
(2) Joint Ventures	Same as above.
(3) Subsidiaries	Same as above.
(4) Entities Under Common Control	Same as above.
(5) Substantial Stockholders	Same as above.
(6) Officers including spouse/children/siblings/parents	Same as above.
(7) Directors including spouse/children/siblings/parents	Same as above.
(8) Interlocking director relationship of Board of Directors	Same as above.

(b) Conflict of Interest

(i) Directors/Officers and 5% or more Shareholders

Identify any actual or probable conflict of interest to which directors/officers/5% or more shareholders may be involved.

The Corporation is not aware of any actual or probable conflict of interest involving directors/officers or shareholders owning more than 5% of the outstanding capital stock.

Name of Director/s	None
Name of Officer/s	None
Name of Significant Shareholders	None

(ii) Mechanism

Describe the mechanism laid down to detect, determine and resolve any possible conflict of interest between the company and/or its group and their directors, officers and significant shareholders.

Company	General company oversight and disclosure requirements Directors/officers/significant shareholders shall conduct fair business transactions with the corporation and shall ensure that his personal interest does not conflict with the interests of the corporation.
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	A director should not use his position to profit or gain some benefit or advantage for himself and/or his related interests. He should avoid situations that may compromise his impartiality. If an actual or potential conflict of interest may arise on the part of a director, he should fully and immediately disclose it and should not participate in the decision-making process. A director who has a continuing material conflict of interest should seriously consider resigning from his position. A conflict of interest shall be considered material if the director's personal or business interest is antagonistic to that of the Corporation, or the director stands to acquire or gain financial advantage at the expense of the Corporation.
Group	General company oversight and disclosure requirements Directors/officers/significant shareholders shall conduct fair business transactions with the corporation and shall ensure that his personal interest does not conflict with the interests of the corporation. A director should not use his position to profit or gain some benefit or advantage for himself and/or his related interests. He should avoid situations that may compromise his impartiality. If an actual or potential conflict of interest may arise on the part of a director, he should fully and immediately disclose it and should not participate in the decision-making process. A director who has a continuing material conflict of interest should seriously consider resigning from his position. A conflict of interest shall be considered material if the director's personal or business interest is antagonistic to that of the Corporation, or the director stands to acquire or gain financial advantage at the expense of the Corporation.

5) Family, Commercial and Contractual Relations

- (a) Indicate, if applicable, any relation of a family,³ commercial, contractual or business nature that exists between the holders of significant equity (5% or more), to the extent that they are known to the company:

Name of Shareholder	Type of Relationship	How/Description
Luis N. Yu, Jr. & Lowell L. Yu	Father-Son Relationship	Luis N. Yu is the father of Lowell L. Yu.

- (b) Indicate, if applicable, any relation of a commercial, contractual or business nature that exists between the holders of significant equity (5% or more) and the company:

The Corporation is not aware of any relation, whether commercial, contractual or business nature, that exists between the holders of significant equity and the Corporation.

Name of Shareholder	Type of Relationship	How/Description
	None	

- (c) Indicate any shareholder agreements that may impact on the control, ownership and strategic direction of the company:

³ Family relationship up to the fourth civil degree either by consanguinity or affinity.

The Corporation is not aware of any person holding more than 5% of the shares of the Corporation under a voting trust or similar shareholders' agreement that may result in a change in control of the Corporation.

Name of Shareholder	% of Capital Stock Owned (Percent)	% of Ownership of the Corporation
	None	

6) Alternative Dispute Resolution

Describe the alternative dispute resolution system adopted by the company for the last three (3) years in amicably settling conflicts or differences between the corporation and its stockholders, and the corporation and third parties, including regulatory authorities.

	Alternative Dispute Resolution
Corporation & Stockholders	None in place
Corporation & Third Parties	None in place
Corporation & Regulatory Authorities	None in place

C. BOARD MEETINGS & ATTENDANCE

1) Are Board of Directors' meetings scheduled before or at the beginning of the year?

Board of Directors' are held as needed but in practice, at least quarterly. The Company decides on these meetings a few weeks in advance of the date, always complying with the minimum notice requirement under the By-Laws.

2) Attendance of Directors

	Name	Date	Attendance	Attendance	Attendance
Chairman	Mariano D. Martinez, Jr.	29 July 2014	10	10	100%
President/CEO	Januario Jesus Gregorio III B. Atencio	29 July 2014	10	10	100%
Director	Luis N. Yu, Jr.	29 July 2014	10	10	100%
Director	Anthony Vincent S. Sotto	29 July 2014	10	10	100%
Treasurer	Richard L. Haosen	29 July 2014	3*	3*	100%
Independent	Willibaldo J. Uy	29 July 2014	3*	3*	100%
Independent	Arlene C. Keh	29 July 2014	3*	3*	100%
Director	Manuel S. Delfin, Jr.	29 July 2014	3*	3*	100%
Director	Lowell L. Yu	29 July 2014	3*	3*	100%
Director	Raul Fortunato R. Rocha	29 July 2014	3*	3*	100%
Director	Ian Norman E. Dato	29 July 2014	3*	3*	100%
Director	Dominic J. Picone	29 July 2014	3*	3*	100%
Director	Ben Chan Wei Beng	29 July 2014	3*	3*	100%

*term took effect only on 2 September 2014

3) Do non-executive directors have a separate meeting during the year without the presence of any executive? If yes, how many times?

Generally, although non-executive directors are not required to hold a separate meeting, nothing prevents them from holding a separate meeting if deemed necessary, provided that there is a quorum. It is not a common corporate practice to have a separate meeting for non-executive directors. Directors -- executive, non-executive and independent directors -- are all required to attend board meetings.

4) Is the minimum quorum requirement for Board decisions set at two-thirds of board members? Please explain.

Based on the Corporation's Amended By-Laws, a majority of the number of directors as fixed by the Articles of Incorporation shall constitute a quorum for the transaction of corporate business, and every decision of at least a majority of the directors present at the meeting at which there is a quorum shall be valid as a corporate act, except for the election of officers which shall require the vote of a majority of all the members of the Board.

5) Access to Information

(a) How many days in advance are board papers⁴ for board of directors meetings provided to the board?

To enable the members of the Board to properly fulfill their duties and responsibilities, the management should provide them with complete, adequate and timely information about the matters to be taken in their meetings. The information may include background or explanation on matters brought before the Board, disclosures, budgets, forecasts, and internal financial documents.

Notice of regular or special meetings stating the date, time, and place of the meeting must be sent to every director at least one (1) day prior to the scheduled meeting, unless otherwise provided for in the By-Laws. A director may also waive this requirement, either expressly or impliedly. Accordingly, if the board meeting is a regular board meeting, notice may be dispensed with unless it will be held in a place other than that stated in the By-Laws. If it is a special board meeting, notice must be sent to every director at least 1 day prior to the scheduled meeting, unless waived by the directors [Section 53, Corporation Code].

Under the Corporation's Amended By-Laws, note that notice of a regular or special meeting of the Board, specifying the date, time, place and purpose or agenda of the meeting, shall be communicated by the Secretary to each director personally, or by telephone, telex, telegram, e-mail or by written or oral message.

(b) Do board members have independent access to Management and the Corporate Secretary?

Yes. Reliance on information volunteered by Management would not be sufficient in all circumstances and further inquiries may have to be made by a member of the Board to enable him to properly perform his duties and responsibilities. Hence, the members should be given independent access to Management and the Corporate Secretary.

(c) State the policy of the role of the company secretary. Does such role include assisting the Chairman in preparing the board agenda, facilitating training of directors, keeping directors updated regarding any relevant statutory and regulatory changes, etc?

The Corporate Secretary is the custodian of corporate books and records. In general, the Corporate Secretary's role also includes assisting the Chairman in preparing board agenda, facilitating training of directors, and keeping directors updated regarding any relevant statutory and regulatory change.

The Corporate Secretary, who should be a Filipino citizen and a resident of the Philippines, is an officer of the corporation. He must – (i) be responsible for the safekeeping and preservation of the integrity of the minutes of the meetings of the Board and its committees, as well as the other official records of the corporation; (ii) be loyal to the mission, vision and objectives of the corporation; (iii) work fairly and objectively with the Board, Management and stockholders; (iv) have appropriate administrative and interpersonal skills; (v) be aware of the laws, rules and regulations necessary in the performance of his duties and responsibilities; (vi) have a working knowledge of the operations of the corporation; (vii) inform the members of the Board, in accordance with the by-laws, of the agenda of their meetings and ensure that the members have before them accurate information that will enable them to arrive at intelligent decision on matters that require their approval; (viii) attend all Board meetings, except when justifiable causes, such as illness, death in the immediate family and serious accidents, prevent him from doing so; (ix) ensure that all Board procedures, rules and regulations are strictly followed by the members; and (x) perform all the duties and responsibilities of the said officer as provided for in the Manual of Corporate Governance.

He shall have the following specific powers and duties: (a) to record or see the proper recording of the minutes and transactions of all meetings of the directors and the stockholders and to maintain minute books of such meeting in the form or manner required by law; (b) to keep or cause to be kept record books showing the details required by law with respect to the stock certificates of the corporation, including ledgers and transfer books showing all shares that are subscribed, issued and transferred; (c) to keep the corporate seal and affix it to all papers and documents requiring a seal, and to attest by his signature all corporate documents requiring the same; (d) to attend to the giving and serving of all notices of the corporation required by law or the by-laws; (e) to certify to such corporate acts, countersign corporate documents or certificates, and make reports or statements as may be required of him by law or by government rules and regulations; (f) to act as the inspector at the election of directors and, as such, to determine the number of shares of stock outstanding and entitled to vote, the shares of stock represented at the meeting, the existence of a quorum, the validity and effect of proxies, and to receive votes, ballots or consents, bear and determine all challenges and questions arising in connection with the right to vote, count and tabulate all votes, ballots and consents, determine the results and do such acts as proper to conduct the election or vote. The Corporate Secretary may assign the exercise or performance of any or all the foregoing duties, powers and functions to any other person or persons, subject always to his supervision and control; (g) to perform such other duties as are incident to his office or as may be assigned to him by the Board of Directors of the President.

⁴ Board papers consist of complete and adequate information about the matters to be taken in the board meeting. Information includes the background or explanation on matters brought before the Board, disclosures, budgets, forecasts and internal financial documents.

- (d) Is the company secretary trained in legal, accountancy or company secretarial practices? Please explain should the answer be in the negative.

Yes.

(e) Committee Procedures

Disclose whether there is a procedure that Directors can avail of to enable them to get information necessary to be able to prepare in advance for the meetings of different committees:

Yes ☒

No ☐

Executive	The Board of Directors did not constitute an executive committee.
Audit and Risk Management	All committee meetings are recorded, and minutes of all meetings are forwarded to the Corporate Secretary. Request shall first be made to the Corporate Secretary, who is primarily responsible for the safekeeping and preservation of the integrity of the minutes of the meetings of the Audit Committee as well as the other official records of the Corporation, or, in the absence of the Corporate Secretary, to the Chairman of the Audit Committee.
Nomination	All committee meetings are recorded, and minutes of all meetings are forwarded to the Corporate Secretary. Directors shall be provided with reports, which disclose personal and professional information about the nominated individuals and certain other matters such as their holdings of the company's shares at least three (3) days before the screening process. The results of the screening and the election shall be recorded, and the minutes thereof shall be forwarded to the Corporate Secretary.
Remuneration	All committee meetings are recorded, and minutes of all meetings are forwarded to the Corporate Secretary. Request shall first be made to the Corporate Secretary, who is primarily responsible for the safekeeping and preservation of the integrity of the minutes of the meetings of the Remuneration Committee as well as the other official records of the Corporation, or, in the absence of the Corporate Secretary, to the Chairman of the Remuneration Committee.
Others (specify)	_____

6) External Advice

Indicate whether or not a procedure exists whereby directors can receive external advice and, if so, provide details:

Since a director is expected to actively participate in Board and committee meetings and, if called for, to ask questions or seek explanation, he must have complete, adequate and timely information about the matters to be taken in these meetings. In case he finds the information (which includes the background or explanation on matters brought before the Board, disclosures, budgets, forecast and internal financial documents) given by the management to be insufficient, he shall have access to independent professional advice at the Corporation's expense.

7) Change/s in existing policies

Indicate, if applicable, any change/s introduced by the Board of Directors (during its most recent term) on existing policies that may have an effect on the business of the company and the reason/s for the change:

The Board of Directors did not introduce any change on existing policies pertaining to Board meetings and attendance that may have an effect on the business of the Corporation.

Existing Policies	Change/s	Reason/s

D. REMUNERATION MATTERS

1) Remuneration Process

Disclose the process used for determining the remuneration of the CEO and the four (4) most highly compensated management officers:

Process	CEO	Top 4 Highest Paid Management Officers
(1) Fixed remuneration	The Remuneration Committee plans to establish a formal and transparent procedure for developing a policy on executive packages of corporate officers. The Committee ensures that any compensation given to CEO is consistent with the Corporation's culture, strategy, and control environment. The following are also taken into consideration: (1) company salary structure; (2) market rates; (3) salary adjustments based on performance; (4) responsibilities and functions. Specifically, the compensation of CEO is based on the standard hiring rate of the Corporation where standard monthly salary and 13 th month pay are given in accordance with the provisions of the Labor Code. [Corporation's SEC – 17-A, Item 10]	The Remuneration Committee plans to establish a formal and transparent procedure for developing a policy on executive packages of corporate officers. The Committee ensures that any compensation given to senior management is consistent with the Corporation's culture, strategy, and control environment. The following are also taken into consideration: (1) company salary structure; (2) market rates; (3) salary adjustments based on performance; (4) responsibilities and functions. Specifically, the compensation of a senior manager is based on the standard hiring rate of the Corporation where standard monthly salary and 13 th month pay are given in accordance with the provisions of the Labor Code. [Corporation's SEC – 17-A, Item 10]
(2) Variable remuneration	None. There are no special arrangements extended to any of the officers, whether directly or indirectly, except for allowances required for the usual course of doing business.	None. There are no special arrangements extended to any of the officers, whether directly or indirectly, except for allowances required for the usual course of doing business.
(3) Per diem allowance	Per diem allowance is given by the management, but the same must be accounted for.	Per diem allowance is given by the management, but the same must be accounted for.
(4) Bonus	Shall receive remuneration as the Board of Directors may determine upon recommendation of the President/CEO.	Shall receive remuneration as the Board of Directors may determine upon recommendation of the President/CEO/HR Head.
	Not Applicable	Not Applicable

Particulars	2017	Total Key and Senior Management Officers
(5) Stock Options and other financial instruments		
(6) Others (specify)	Not Applicable	Not Applicable

2) Remuneration Policy and Structure for Executive and Non-Executive Directors

Disclose the company's policy on remuneration and the structure of its compensation package. Explain how the compensation of Executive and Non-Executive Directors is calculated.

By resolution of the Board, each director shall receive a reasonable per diem allowance for his attendance at each meeting of the Board. As compensation, the Board shall receive and allocate an amount of not more than ten (10%) percent of the net income before income tax of the Corporation during the preceding year. Such compensation shall be determined and apportioned among the directors in such manner as the Board may deem proper, subject to the approval of stockholders representing at least a majority of the outstanding capital stock at a regular or special meeting of the stockholders. Members of committees may, upon resolution of the Board, be allowed similar compensation for attending committee meetings as may be determined by the Board.

	Executive Directors	Non-Executive Directors
Remuneration Policy	Shall receive remunerations as the Board of Directors may determine	Same as above
Structure of Compensation Package	Basic pay plus incentive bonuses as approved by the Board	Incentive bonuses as approved by the Board
How Compensation is Calculated	Basic pay is fixed by the Board, while bonuses are percentages of net profit	Incentive bonuses as approved by the Board

Do stockholders have the opportunity to approve the decision on total remuneration (fees, allowances, benefits-in-kind and other emoluments) of board of directors? Provide details for the last three (3) years.

Remuneration Scheme	Board Stockholders Approval
	Not Applicable

3) Aggregate Remuneration

Complete the following table on the aggregate remuneration accrued during the most recent year:

Remuneration Item	Aggregate Amount	Aggregate Amount (USD)	Aggregate Amount (USD)
(a) Fixed Remuneration			
(b) Variable Remuneration			
(c) Per diem Allowance	40,000	160,000	80,000
(d) Bonuses			

(e) Stock Options and/or other financial instruments			
(f) Others (Specify)			
Total	40,000	160,000	80,000

Other Benefits	Executive Director	Non-Executive Director	Outstanding Shares
1) Advances			
2) Credit granted			
3) Pension Plan/s Contributions	Nothing has been set up yet for the directors.		
(d) Pension Plans, Obligations incurred			
(e) Life Insurance Premium			
(f) Hospitalization Plan			
(g) Car Plan			
(h) Others (Specify)			
Total			

4) Stock Rights, Options and Warrants

(a) Board of Directors

Complete the following table, on the members of the company's Board of Directors who own or are entitled to stock rights, options or warrants over the company's shares:

There are no outstanding shares that are subject to outstanding options or warrants to purchase or other securities.

Director's Name	Number of Stock Options/Warrants	Number of Restricted Stock Options/Warrants	Number of Warrants	Total Shares Owed/Stock
-----	-	-	-	-

(b) Amendments of Incentive Programs

Indicate any amendments and discontinuation of any incentive programs introduced, including the criteria used in the creation of the program. Disclose whether these are subject to approval during the Annual Stockholders' Meeting:

No amendment or discontinuance of any incentive program was introduced.

Incentive Program	Amendment	Date of Stockholders' Approval
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5) Remuneration of Management

Identify the five (5) members of management who are not at the same time executive directors and indicate

the total remuneration received during the financial year:

NAME / POSITION	TOTAL REMUNERATION
Richard L. Haosen - Chief Finance Officer	Php300,000.00

E. BOARD COMMITTEES

1) Number of Members, Functions and Responsibilities

Provide details on the number of members of each committee, its functions, key responsibilities and the power/authority delegated to it by the Board:

Committee	No. of Members			Committee Charter	Functions	Key Responsibilities	Power
	Executive Director (ED)	Non-Executive Director (NED)	Independent Director (ID)				
Executive	4	---	---	Committee Charter is still being formalized	- To assist the Board in the performance of its duties and responsibilities - To act on such specific matters within the competence of the Board except with respect to: (1) approval of any action for which shareholders' approval is also required; (2) the filling of vacancies in the Board; (3) the amendment or repeal of By-Laws or the adoption of new By-Laws; (4) the amendment or repeal of any resolution of the Board which by its express terms is not so amendable or repealable; and (5) distribution of cash dividends to shareholders.	The Executive Committee has the same responsibilities as that of the Board on specific matters within the competence of the Board, subject to the limitations provided by the Corporation Code of the Philippines.	* The Committee has the power to function as the Board itself.
Audit and Risk Management	2	2	1		a) Assist the Board in the performance of its oversight responsibility for the financial reporting process, system of internal control, audit process, and monitoring of compliance with applicable laws, rules and regulations; b) Provide oversight over Management's activities in managing credit, market, liquidity,	Its key responsibilities focus on areas pertaining to: (1) financial statements (generally reviews significant accounting and financial reporting issues and understands its impacts on the financial statements); (2) internal control (considers effectiveness of the corporation's internal control system; (3)	It has the authority to: (1) recommend the appointment and compensation of the independent external auditor; (2) resolve any disagreements between management and the auditor regarding financial reporting; (3) recommend approval of all auditing and

					operational, legal and other risks of the corporation; c) Perform oversight functions over the corporation's internal and external auditors. It should ensure that the internal and external auditors act independently from each other, and that both auditors are given unrestricted access to all records, properties and personnel to enable them to perform their respective audit functions; d) Review the annual internal audit plan to ensure its conformity with the objectives of the corporation. The plan shall include the audit scope, resources and budget necessary to implement it; e) Prior to the commencement of the audit, discuss with the external auditor the nature, scope and expenses of the audit, and ensure proper coordination if more than one audit firm is involved in the activity to secure proper coverage and minimize duplication of efforts; f) Organize an internal audit department, and consider the appointment of an independent internal auditor	Internal Audit (reviews the effectiveness of the internal audit control); and (4) External Audit (reviews and confirms independence of the external auditors)	audit-related services; (4) conduct or authorize investigations into any matters within its scope of responsibility; (5) retain independent counsels; (6) seek any information it requires from the Corporation's officers and employees; (7) meet with the Corporation's officers, external auditors or outside counsel as necessary.
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					and the terms and conditions of its engagement and removal; g) Monitor and evaluate the adequacy and effectiveness of the corporation's internal control system, including financial reporting control and information technology security; h) Review the reports submitted by the internal and external auditors; i) Review the quarterly, half-year and annual financial statements before their submission to the Board, with particular focus on the following matters: • Any change/s in accounting policies and practices • Major judgmental areas • Significant adjustments resulting from the audit • Going concern assumptions • Compliance with accounting standards • Compliance with tax, legal and regulatory Requirements; j) Coordinate, monitor and facilitate compliance with laws, rules and regulations; k) Evaluate and determine the non-audit work, if any, of the external auditor, and review periodically the non-audit fees	
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					paid to the external auditor in relation to their significance to the total annual income of the external auditor and to the corporation's overall consultancy expenses.		
Nomination and Compensation Committee	1	1	1	The Committee Charter still to be formalized.	* pre-screens and shortlists all candidates nominated to become a member of the Board of directors in accordance with the guidelines under the Revised Manual on Corporate Governance * Promulgates the guidelines or criteria to govern the conduct of its nominations, provided that any such promulgated guidelines or criteria governing the conduct of the nomination of independent directors shall be properly disclosed in the Corporation's information or proxy statement or such other reports required by the SEC.	* in charge of the nomination and appointment process * supervise and conduct elections of the Board * hear and decide election-related controversies, including, but not limited to, validation of proxies, appreciation of ballots, and election protests	* It has the power to enforce and administer the Corporation's election rules. * It has the power to disqualify an individual from the Board.
Others (specify)	-----	-----	-----	-----	-----	-----	-----

2) Committee Members

(a) Executive Committee

Office	Name	Date of Appointment	No. of Meetings Attended	No. of Meetings Absent	%	Length of Service in the Committee
Member (ED)	Luis N. Yu, Jr.	Jul 2012	-	-	-	6 mos.
Member (ED)	Mariano	Jul 2012	-	-	-	6 mos.

	D. Martinez, Jr.					
Member (ED)	Januario Jesus Gregorio III B. Atencio	Jul 2012	-	-	-	6 mos.
Member (ED)	Richard L. Haosen	Jul 2014	-	-	-	6 mos.

(b) Audit and Risk Management Committee

Chairman (ID)	Arlene C. Keh	Aug 2012	-	-	-	6 mos.
Member (ED)	Luis N. Yu, Jr.	Jul 2012	-	-	-	6 mos.
Member (ED)	Mariano D. Martinez, Jr.	Jul 2012	-	-	-	6 mos.
Member (NED)	Ben Chan Wei Beng	Jul 2014				6 mos.
Member (NED)	Dominic J. Picone	Jul 2014				6 mos.

Disclose the profile or qualifications of the Audit Committee members.

The Audit Committee shall consist of at least three (3) directors, who shall preferably have accounting and finance backgrounds, one of whom shall be an independent director and another with audit experience. The chair of the Audit Committee should be an independent director.

Arlene C. Keh
Independent Director

Ms. Arlene C. Keh, 46 years old, became a director of the Company in August 2012. Ms. Keh holds the position of President of CG & E Holdings Corporation, Cypress Grove Estates Corporation, and CGE South Hills Ventures, Incorporated. She is also the Managing Director of Ceres Homes, Incorporated, Director and Treasurer of C-5 Mansions and Development Corporation and Alabang Homes Condotel, Inc. Ms. Keh is a member of the Board of Governors of the Subdivision and Housing Developers Association (SHDA), consultant to the Board of Directors of SM Foundation, Incorporated, and a member of the Board of Directors/Trustees of Foundation for Professional Training, Inc., Asian Appraisal Company, Incorporated and Amalgamated Project Management Services, Inc. Ms. Keh holds a Masters in Business Administration from the J.L. Kellogg Graduate School of Management, Northwestern University, Chicago Illinois, USA and the Hongkong University of Science and Technology, Clearway Bay, Hongkong. She has a Bachelor of Science in Biology degree (Summa Cum Laude) from the University of the Philippines, where she also earned the Dean's Medal for the Highest Academic Achievement.

Luis N. Yu, Jr.

Mr. Luis N. Yu, 58 years old, became a director of the Company in July 2012. Mr. Yu is currently the Chairman Emeritus of Iholdings, Inc. (2012 to present). He also holds the directorship and acts as the officer of the following companies: Fog Horn, Inc. (1994 to present), 8990 Housing Development Corporation (2005 to present), 8990 Cebu Housing Development Corporation, 8990 Davao Housing Development Corporation, 8990 Iloilo Housing Development Corporation, 8990 Luzon Housing Development Corporation (2009 to present), 8990 Commercial Management Corporation, 8990 Leisure and Resorts Corporation and Bon Giorno Homes, Inc. (2010 to present), and Modernland Corporation (2011 to present). He is also the Chairman of Ceres Homes, Inc. (2002 to present) and L&D Realty Holdings, Inc. (1998 to present). Mr. Yu holds a Master in Business Management degree from the Asian Institute of Management.

Mariano D. Martinez, Jr.

Mr. Martinez assumed chairmanship of the Company in September 2012. He is the President and CEO of 8990 Luzon Housing Development Corp. (2008 to present), and Ceres Homes, Inc. (2002 to present). He is also the President of Kwantlen Development Corporation (2010 to present), and Fog Horn, Inc. (2004 to present). Mr. Martinez had previously held the position of President for Happy Well Management & Collection Services Inc.

(2008) and BP Waterworks Incorporated (1997). He is currently a Board Advisor to the SHDA, the largest industry organization for real estate developers in the Philippines. He held the positions of Chairman (2001-2002) and President (1999-2001) for the SHDA. Mr. Martinez holds a Bachelor of Science in Business Management degree from De La Salle College (1976). Mr. Martinez has more than 30 years of experience managing and heading companies engaged in Mass Housing subdivision development.

Ben Chan Wei Beng

Mr. Chan, 47 years old, is currently an Executive Director of Investments in Khazanah Nasional Berhad ("Khazanah"). He joined Khazanah in June 2005 and was appointed an Executive Director in April 2008. Mr. Chan oversees Khazanah's investments in Greater China, Vietnam, Korea and Philippines as well as the reinsurance sector. He also serve on boards of some the investee companies. Prior to joining Khazanah, Mr. Chan was the Director of Research at several investment houses covering both the China and Southeast Asian markets. Mr. Chan is a member of the Institute of Chartered Accountants in England and Wales and holds a Bachelor of Commerce (with merit) from the University of New South Wales, Australia.

Dominic J. Picone

Mr. Picone, 35 years old, is a Principal and Head of Asia Financial Services (ex. India) at TPG Capital, based in Singapore. In addition to 8990 Holdings, he has been involved with current and past TPG portfolio companies including BFI Finance, Masan Group, Fairmont Raffles Hotels, Bank BTPN, United Test & Assembly Center (UTAC), and CIMB. He is an alternate board member of UTAC Holdings, and serves on the audit, risk, and compensation committees of BFI Finance. Prior to joining TPG in 2005, Mr. Picone worked in the Investment Banking Division of Credit Suisse First Boston in Melbourne, primarily focused on mergers and acquisitions in Australia and New Zealand. A native of Australia, he received a Bachelor of Commerce (Honours – Finance) and a Bachelor of Laws from the University of Melbourne.

Describe the Audit Committee's responsibility relative to the external auditor.

The Audit Committee shall have the following functions:

- 1) Assist the Board in the performance of its oversight responsibility for the financial reporting process, system of internal control, audit process, and monitoring of compliance with applicable laws, rules and regulations;
- 2) Provide oversight over Management's activities in managing credit, market, liquidity, operational, legal and other risks of the corporation. This function shall include regular receipt from Management of information on risk exposures and risk management activities;
- 3) Perform oversight functions over the Corporation's internal and external auditors. It should ensure that the internal and external auditors act independently from each other, and that both auditors are given unrestricted access to all records, properties and personnel to enable them to perform their respective audit functions;
- 4) Review the annual internal audit plan to ensure its conformity with the objectives of the Corporation. The plan shall include the audit scope, resources and budget necessary to implement it;
- 5) Prior to the commencement of the audit, discuss with the external auditor the nature, scope and expenses of the audit, and ensure proper coordination if more than one audit firm is involved in the activity to secure proper coverage and minimize duplication of efforts;
- 6) Organize an internal audit department, and consider the appointment of an independent internal auditor and the terms and conditions of its engagement and removal;
- 7) Monitor and evaluate the adequacy and effectiveness of the Corporation's internal control system, including financial reporting control and information technology security;
- 8) Review the reports submitted by the internal and external auditors;
- 9) Review the quarterly, half-year and annual financial statements before their submission to the Board, with particular focus on the following matters:
 - Any change/s in accounting policies and practices
 - Major judgmental areas
 - Significant adjustments resulting from the audit
 - Going concern assumptions
 - Compliance with accounting standards
 - Compliance with tax, legal and regulatory requirements;

10) Coordinate, monitor and facilitate compliance with laws, rules and regulations;

11) Evaluate and determine the non-audit work, if any, of the external auditor, and review periodically the non-audit fees paid to the external auditor in relation to their significance to the total annual income of the external auditor and to the Corporation's overall consultancy expenses. The Committee shall disallow any non-audit work that will conflict with his duties as an external auditor or may pose a threat to his independence. The non-audit work, if allowed, should be disclosed in the Corporation's annual report;

12) Establish and identify the reporting line of the Internal Auditor to enable him to properly fulfill his duties and responsibilities. He shall functionally report directly to the Audit Committee.

The Audit Committee shall ensure that, in the performance of the work of the Internal Auditor, he shall be free from interference by outside parties.

4.1 On External Auditors:

- a) Review and evaluate the qualifications, performance and independence of the external auditors and the lead partner.
- b) Select and appoint the external auditors and remove or replace the independent auditors as it may deem necessary.
- c) Discuss with the external auditor before the audit commences the nature and scope of the audit.
- d) Review and approve the fees charged by the external auditor for audit and non-audit services.
- e) Evaluate and determine non-audit work by external auditor and keep under review the non-audit fees paid to the external auditor in relation to their significance to the auditor.
- f) Ensure that the external auditor or the lead, engagement, or handling partner having primary responsibility for the audit or review of the Corporation is rotated at least once every five (5) years.

(c) Nomination and Compensation Committee

Position	Name	Term of Office	Independent Director	Non-Executive Director	Chairman	Term of Office
Chairman (ID)	Willibaldo J. Uy	Aug 2012	-	-	-	6 mos.
Member (NED)	Dominic J. Picone	Jul 2014	-	-	-	6 mos.
Member (ED)	Januario Jesus Gregorio III B. Atencio	Jul 2012	-	-	-	6 mos.

The Nomination Committee shall be composed of at least three (3) members, one of whom should be an independent director, to review and evaluate the qualifications of all persons nominated to the Board and other appointments that require Board approval, and to assess the effectiveness of the Board's processes and procedures in the election or replacement of directors.

The Nomination Committee shall promulgate the guidelines or criteria to govern the conduct of its nominations; provided, that any such promulgated guidelines or criteria governing the conduct of the nomination of independent directors shall be properly disclosed in the Corporation's information or proxy statement or such other reports required by the Commission.

(d) Governance Committee

Position	Name	Term of Office	Independent Director	Non-Executive Director	Chairman	Term of Office
Chairman (ID)	Willibaldo J. Uy	July 2014	-	-	-	6 mos.
Member (ED)	Januario Jesus Gregorio III B. Atencio	July 2014	-	-	-	6 mos.
Member (NED)	Ben Chan Wei Beng	July 2014	-	-	-	6 mos.

3) Changes in Committee Members

Indicate any changes in committee membership that occurred during the year and the reason for the changes:

There is no change in the committee membership during the year.

Committee	Chairman	Members
Executive	N/A	N/A
Audit		
Nomination		
Remuneration		
Others (specify)		

4) Work Done and Issues Addressed

Describe the work done by each committee and the significant issues addressed during the year.

Committee	Work Done	Issues Addressed
Executive	It assisted the Board in fulfilling its responsibilities.	Issues raised which are within the scope of authority of the Board.
Audit	It assisted the Board in fulfilling its oversight responsibilities for financial reporting process, system of internal control, audit process and company's process and the corporation's process for monitoring compliance with laws and regulations and the Code of Conduct	*Reviewed and discussed quarterly unaudited financial statements, audited financial statements and analysis of financial condition and results or operations, adequacy of the company's enterprise risk management framework and the effectiveness of the system for monitoring compliance with the laws and regulations *Approved the overall scope and audit plans of internal and external audit function and recommend for approval the re- appointment of the current external auditors * Performed a self-evaluation of the Committee in terms of expectations set out in the Audit Committee Charter
Nomination and Compensation	Reviewed and evaluated the qualifications of all persons nominated to the Board and to the senior management. Provided a formal and transparent procedure for developing a policy on executive remuneration and for fixing the remuneration of corporate officers and directors.	- Defined the required qualifications of the Board. - Addressed issues on proxy and voting matters. - Addressed issues on salary structures, per diems allowances and entitlements of directors and senior managers to such compensations
Others (specify)		

5) Committee Program

Provide a list of programs that each committee plans to undertake to address relevant issues in the improvement or enforcement of effective governance for the coming year.

Committee	Programs	Issues to be Addressed
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Primary Committee	Primary Objectives	Primary Risks
Executive	• Draft and formalize Committee Charter that is consistent with other committee charters • Conduct evaluation of the Board's performance and implementation of the corporate governance policy • Formulate and develop ways/procedures to monitor the performance of the Board and individual Board members • Develop an overall organizational plan which is supported by a business plan, budgets and marketing plan • Develop a sound system of procedural and financial delegation and a process governing policy development, implementation and review	• clear delineation of the roles of the CEO/President and the Chairman • additional policies/measures, which deal with possible conflict of interests • propriety of having two individuals acting as CEO/President and Chairman of the Board • constitution of a separate committee on risk and compliance • lack of adequate checks and balances • adoption of Code of Ethics and Conduct
Audit	• Formalize a Committee Charter covering the following: 1. management and financial reporting; 2. compliance with laws and regulations; 3. suitable risk management and internal control frameworks; 4. membership; 5. frequency of meetings; 6. committee authority; and, 7. Board reporting obligations • Conduct evaluation of the Corporation's compliance with the Revised Manual on Corporate Governance • Deliver Internal Audit Work Plan for the year (2013) • Review the status of all internal audit and external audit recommendations and their implementation • Review and approve the audit scope and frequency and the annual internal control system • Perform oversight financial management functions specifically in the areas of managing credit, market liquidity, operational, legal and other risks of the Corporation, and crisis management	• Adequacy and effectiveness of the Corporation's internal control system • Adoption of international standards relative to accounting and auditing processes [timetable] • Compliance with rules, regulations and laws
Nomination and Compensation Committee	• Formalize a Nomination Committee Charter • Pre-screen and shortlist all candidates nominated to become a member of the Board	• Additional Qualifications of the Directors • Multiple Board Seats • Separation of the Roles of the

Risk Exposure	Risk Management	Responsible Personnel
		Chairman of the Board and the CEO/President Adoption of a formal succession plan for the senior management of Corporation
Others (specify)		

F. RISK MANAGEMENT SYSTEM

1) Disclose the following:

(a) Overall risk management philosophy of the company;

Risk management – considered a strategic competitive advantage by the Management -- is an integral part of the Corporation's operation. Likewise, risk management is an essential part of the Company's business strategy in order to meet effective corporate governance and achieve the set goals. Thus, instead of responding to crisis and to need for compliance, the Corporation is evaluating possible risks exposures proactively.

(b) A statement that the directors have reviewed the effectiveness of the risk management system and commenting on the adequacy thereof;

The Auditor (SGV & Co.) Report (as of 2011, 2012, 2013 and 2014) states that the Board of Directors reviews and approves the policies regarding risk management that include credit risk, market risk and liquidity risk. SGV & Co. stated that the Company has not identified any risk concentrations as of December 31, 2011 and 2012.

(c) Period covered by the review;

2014

(d) How often the risk management system is reviewed and the directors' criteria for assessing its effectiveness; and

Such review is done annually.

(e) Where no review was conducted during the year, an explanation why not.

Again, annual review is conducted

2) Risk Policy

(a) Company

Give a general description of the company's risk management policy, setting out and assessing the risk/s covered by the system (ranked according to priority), along with the objective behind the policy for each kind of risk:

In general, the Corporation intends to implement the following:

1. create a risk-aware culture throughout the Corporation;
2. establish risk management objectives that are measurable and establish accountability;
3. establish an infrastructure for risk management;
4. empower business areas/departments to be responsible for managing risk;
5. train management and staff in risk identification and avoidance techniques; and,
6. continually identify and fill gaps in the risk management process.

Risk Exposure	Risk Management	Objective
1. Economic Risk – Changes in the domestic and regional economic conditions may have a material adverse effect on the Company's financial performance and operations	- Intensify advertising promotions - Develop sales strategies - Implement pricing strategy tool and offer competitive prices to customers	- Improve cash flow, income, and liquidity of the Corporation - Maintain existing market share and capture greater market share

Risk	Risk Management	Mitigation
2. Financial Risk – Exposure to credit, market and liquidity risks that may arise in the normal course of the Company's business activities	• enhance revenue management strategies • preserve profit margin • limit expansion financed thru credit • look for lowest interest rates, if debt is unavoidable • * hire good finance manager	• Attain break-even income • Enhance revenue • Improve cash flow • Identify and monitor such risks on an ongoing basis • Minimize and mitigate such risks • Provide a degree of certainty about the costs
3. Liquidity risk – is the risks that the Corporation will encounter difficulty in raising funds to meet commitments associated with financial instruments. It may result from either the inability to sell financial assets quickly at their fair values or the counterparty failing on repayment of a contractual obligation; or inability to generate cash inflows as anticipated.	• The Company manages liquidity needs by carefully monitoring scheduled debt servicing payments as well as the cash flows due in a day-to-day business. Liquidity needs are monitored in various time bands, on a day-to-day and a week-to-week basis, as well as on the basis of rolling 30-day projection. Long-term liquidity needs for six months and one-year period are identified monthly.	• To ensure that the Company's operating, investing and financing needs are met
4. Credit Risk - is the risk of financial loss to the Corporation of the counterparty to a financial instrument fails to meet its contractual obligation.	• The management has established a credit policy under which each new customer is analyzed individually for its credit worthiness before the Corporation's standard payment terms and conditions are offered. The Company's review includes external ratings, when available, and in some cases, bank and industry references. Also, trade receivable balances are being monitored on a regular basis.	• To avoid or limit financial loss in case the counterparty to a financial instrument fails to meet its contractual obligation
5. Competitive Risk – The Company faces competitive risks in all markets they operate in the domestic and in the regions.	• implement pricing strategy tool and offer competitive prices for customers • develop effective marketing plan • understand strength and weaknesses of the possible competitors • provide high quality standard service to the customer	• Develop good brand image • Maintain market shares and capture new market
6. Operation Risk – arises out of daily operations of the	• improve technology system • provide training to all employees	• Improve operational cost efficiency

Risk Category	Risk Management Policy	Objective
Corporation	comply with rules, regulations and laws	
7. Hazard risks	- implement policies/procedures to minimize possible harm to visitors and employees - draft procedures for evacuation and safety assembly post * insure company properties against all types of risk	Limit amount of liability

(b) Group

Give a general description of the Group's risk management policy, setting out and assessing the risk/s covered by the system (ranked according to priority), along with the objective behind the policy for each kind of risk:

1. Economic Risk – Changes in the domestic and regional economic conditions may have a material adverse effect on the demand for Group's products, and hence, the Company's financial performance and operations.	- Intensify advertising promotions - Develop sales strategies - Implement pricing strategy tool and offer competitive prices to customers	- Improve cash flow, income, and liquidity of the Group - Maintain existing market share and capture greater market share
2. Financial Risk – Exposure to credit, market and liquidity risks that may arise in the normal course of the Group's business activities.	- enhance revenue management strategies - preserve profit margin - limit expansion financed thru credit - look for lowest interest rates, if debt is unavoidable - hire good finance manager	- Attain break-even income - Enhance revenue - Improve cash flow - Invest in balanced portfolio
3. Competitive Risk – The Group may face competitive risks in all markets they operate in the domestic and in the regions.	- implement pricing strategy tool and offer competitive prices for customers - develop effective marketing plan - understand strength and weaknesses of the possible competitors - provide high quality standard service to the customer	- Develop good brand image - Maintain market shares and capture new market

(c) Minority Shareholders

Indicate the principal risk of the exercise of controlling shareholders' voting power.

Admittedly, the interests of minority shareholders may be made virtually worthless by the machinations of those in control of the Corporation in the event that the latter exercise their voting power. Minority shareholders may also be deprived of any income from the corporation either in the form of dividends or salary. There is also a possibility that they are not allowed any effective voice in the business decisions and they are denied any information about corporate affairs. Often, they are eventually eliminated from the corporation at a fraction of the real value of their interests.

However, the Board, in its commitment to practice good governance, is committed to respect the rights of the shareholders as provided in the Corporation Code. A minority stockholder has the right to vote on all matters that require their consent or approval. Further, a director shall not be removed without cause if such removal will deny minority shareholders representation in the Board. The Board also gives minority stockholders the right to propose the holding of meetings and the items for discussion in the agenda that directly affect their interest in the Corporation.

3) Control System Set Up

(a) Company

Briefly describe the control systems set up to assess, manage and control the main issue/s faced by the company:

Risk	Control System	Monitoring/Review
1. Economic Risk – Changes in the domestic and regional economic conditions may have a material adverse effect on the Company's financial performance and operations.	- regularly review and evaluate company's financial capacity, payment history and other customer-related information *review market financial capacity	* The risk management system is regularly monitored.
2. Financial Risk – Exposure to credit, market and liquidity risks that may arise in the normal course of the Company's business activities.	- hire good finance people to oversee financial performance of the Corporation - prepare an annual budget - all capital expenditures and loans shall be approved by the Board	- render report on the following: 1. actual results vs. budgeted figures 2. monitoring of cash flow 3. maintain credit limits
3. Competitive Risk – The Company faces competitive risks in all markets they operate in the domestic and in the regions.	*review revenues and sales of the Corporation - check industry standards * compare present market share with that of previous year	* Regular monitoring/review is conducted.
4. Operation Risk – arises out of daily operations of the Corporation.	- strictly implement existing company rules and regulations * conduct regular trainings and seminars	* review operational expenses

5. Hazard risk	- implement policies/procedures to minimize possible harm to visitors and employees - draft procedures for evacuation and safety assembly post - insure the premises (Hotel)	- Regular monitoring of insurance coverage is conducted. - Regular monitoring of the policies aimed to minimize possible harm is conducted.
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(b) Group

Briefly describe the control systems set up to assess, manage and control the main issue/s faced by the company:

Issue	Control System	Effectiveness of the Control System
	Not Applicable – No identified group	

(c) Committee

Identify the committee or any other body of corporate governance in charge of laying down and supervising these control mechanisms, and give details of its functions:

Committee	Control Mechanism	Details of the Functions
Audit and Compliance Committee	Assist the Board in fulfilling its oversight responsibilities for financial reporting process, system of internal control, audit process and the Corporation's process for monitoring compliance with the laws and regulations. Oversees the implementation of risk management program of the Company. Oversees the internal audit function	The Committee monitors the system of internal controls and corporate compliances with laws and regulations. It also guides the management in the development, implementation and maintenance of the risk management program. It also provides guidance in the establishment of system internal controls and procedures; compliance with the laws and regulations; compliance with the corporate good governance procedures; management reporting process; selection of external auditors.

G. INTERNAL AUDIT AND CONTROL

1) Internal Control System

Disclose the following information pertaining to the internal control system of the company:

(a) Explain how the internal control system is defined for the company;

Based on the Corporate Governance Manual, the control environment of the corporation consists of (a) the Board which ensures that the corporation is properly and effectively managed and supervised; (b) a Management that actively manages and operates the corporation in a sound and prudent manner; (c) the organizational and procedural controls supported by effective management information and risk management reporting systems; and (d) an independent audit mechanism to monitor the adequacy and effectiveness of the corporation's governance, operations, and information systems, including the reliability and integrity of financial and operational information, the effectiveness and efficiency of operations, the safeguarding of assets, and compliance with laws, rules, regulations and contracts.'

(b) A statement that the directors have reviewed the effectiveness of the internal control system and whether they consider them effective and adequate;

The internal auditor issues a report that the Corporation's key organizational and operational controls are faithfully complied with. The foregoing report is presented to the Board, who in turn reviews and analyzes the same. The board constantly revisits and evaluates the existing organizational and procedural controls and the risk management system of the Corporation. Adjustments are made when necessary to ensure effectiveness, relevance and adequacy of the control system.

(c) Period covered by the review;

For the period covered December 31, 2014

(d) How often internal controls are reviewed and the directors' criteria for assessing the effectiveness of the internal control system; and

The Board is primarily accountable to the stockholders. It should provide them with a balanced and comprehensible assessment of the corporation's performance, position and prospects on a **quarterly basis**, including interim and other reports that could adversely affect its business, as well as reports to regulators that are required by law.

(e) Where no review was conducted during the year, an explanation why not.

Not Applicable

2) Internal Audit

(a) Role, Scope and Internal Audit Function

Give a general description of the role, scope of internal audit work and other details of the internal audit function.

Role	Scope	Internal Audit Function	Internal Audit Function	Reporting Period
1. Evaluate the adequacy and compliance with the established control policies and procedure	All departments - compliance with the established control policies and procedures	In-house	Roan Buenaventura	Annual
2. Evaluate the reliability of financial and management reports	All reports to the Board, management, Audit Committee and other stakeholders - accurate, complete and timely reports	In-house	Roan Buenaventura	Annual
3. Evaluate the effective and efficient use of resources	All company resources	In-house	Roan Buenaventura	As necessary
4. Ensure that company assets are safeguarded and protected from all types of risks	All company assets	In-house	Roan Buenaventura	Monthly

Item	Scope	Internal Audit Function	Internal Auditor	Reporting Period
5. Conduct special audit	All fraud and other risk exposures	In-house	Roan Buenaventura	Upon the request of the Board, Audit Committee or Management
6. Determine compliance with laws, government rules and regulations	All departments – strict compliance	In-house	Roan Buenaventura	Quarterly or as needed
7. Evaluate compliance with the set corporate governance procedures	Entire organization – compliance with procedures as set in the corporate governance manual	In-house	Roan Buenaventura	Annual
8. Evaluate the quality of performance of external auditors	Audit performance in accordance with the acceptable audit standards	In-house	Roan Buenaventura	Annual

- (b) Do the appointment and/or removal of the Internal Auditor or the accounting /auditing firm or corporation to which the internal audit function is outsourced require the approval of the audit committee?

Yes, all matters involving auditors are handled by the Audit Committee. Specifically, the appointment and removal of the internal auditor are within the scope of Audit Committee's responsibility.

- (c) Discuss the internal auditor's reporting relationship with the audit committee. Does the internal auditor have direct and unfettered access to the board of directors and the audit committee and to all records, properties and personnel?

The Internal Auditor reports directly to the Audit Committee of the Board. She has free access to all the records and resources of the company.

Further, the Internal Auditor should submit to the Audit Committee and Management an annual report on the internal audit department's activities, responsibilities and performance relative to the audit plans and strategies as approved by the Audit Committee. The annual report includes significant risk exposures, control issues and such other matters as may be needed or requested by the Board and Management. The Internal Auditor should certify that he conducts his activities in accordance with the International Standards on the Professional Practice of Internal Auditing. If he does not, he shall disclose to the Board and Management the reasons why he has not fully complied with the said standards.

- (d) Resignation, Re-assignment and Reasons

Disclose any resignation/s or re-assignment of the internal audit staff (including those employed by the third-party auditing firm) and the reason/s for them.

Name of Audit Staff	Reason
	None

- (e) Progress against Plans, Issues, Findings and Examination Trends

	Comparison of progress against plans, etc. cannot be made as Internal Audit was just
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- 1) Preparation of an audit plan inclusive of a timeline and milestones;
- 2) Conduct of examination based on the plan;
- 3) Evaluation of the progress in the implementation of the plan;
- 4) Documentation of issues and findings as a result of the examination;
- 5) Determination of the pervasive issues and findings ("examination trends") based on single year result and/or year-to-year results;
- 6) Conduct of the foregoing procedures on a regular basis.]

Disclose all internal audit controls, policies and procedures that have been established by the company and the result of an assessment as to whether the established controls, policies and procedures have been implemented under the column "Implementation."

Performance Indicators	Implementation
Governance frameworks must be established to define the scope of work policies that will regulate and control the unit's activities.	Implemented
Unit must effectively communicate the results of its works.	Implemented

State the mechanism established by the company to safeguard the independence of the auditors, financial analysts, investment banks and rating agencies (example, restrictions on trading in the company's shares and Imposition of internal approval procedures for these transactions, limitation on the non-audit services that an external auditor may provide to the company):

Internal Auditor	External Auditor	Investment Bank	Rating Agency
The External Auditor of the Corporation does not at the same time provide the services of an internal auditor. The handling audit partner or auditing firm is rotated every 5 years The External Auditor does not render management or legal services, nor prepare accounting records for the company.	There are no independence concerns involving financial analysts, investment banks and rating agencies as there are no material public information being disclosed ahead to any group other than what is disclosed publicly to the regulators.		
	There are no independence concerns involving financial analysts, investment		

⁶ "Findings" are those with concrete basis under the company's policies and rules.

The Internal Auditor is independent of the company's management and has no approving authority over the operations of the Corporation. The Internal Auditor reports only to the Audit Committee of the Board.	banks and rating agencies.
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(h) State the officers (preferably the Chairman and the CEO) who will have to attest to the company's full compliance with the SEC Code of Corporate Governance. Such confirmation must state that all directors, officers and employees of the company have been given proper instruction on their respective duties as mandated by the Code and that internal mechanisms are in place to ensure that compliance.

On 17 January 2013, the Compliance Officer issued a certification on the Corporation's compliance with the Manual on Corporate Governance.

H. ROLE OF STAKEHOLDERS

1) Disclose the company's policy and activities relative to the following:

	Policy	Activities
Customers' welfare	Customer welfare is of utmost importance.	Customer feedback is encouraged to continually provide the public a superior product.
Supplier/contractor selection practice	The corporation seeks the highest quality products.	Management selects suppliers/ based on their proposal/offer.
Environmentally friendly value-chain	Implementing environmentally friendly practice is good for corporate image.	Environmentally friendly value-chains are a management prerogative.
Community interaction	Community interaction is vital to maintaining a positive corporate image.	Community interaction is carried out by management.
Anti-corruption programmes and procedures?	Corruption is viewed as a hindrance to effective business practice. The Corporation does not condone any dishonest, unethical or unprofessional behavior and actions displayed by a director/officer /employee.	Not Applicable
Safeguarding creditors' rights	Creditors' rights are protected for the continuation of the business. The Corporation manages its cash and financial condition to meet its obligations.	Payments to creditors are timely made.

2) Does the company have a separate corporate responsibility (CR) report/section or sustainability report/section?

Not Applicable

3) Performance-enhancing mechanisms for employee participation.

(a) What are the company's policy for its employees' safety, health, and welfare?

Company policy is outlined in employment contracts.

(b) Show data relating to health, safety and welfare of its employees.

All benefits required by the law are provided to employees in their respective employment contracts.

(c) State the company's training and development programmes for its employees. Show the data.

New employees are given orientation on the Corporation's policies and procedures. Some employees are sent to specialized training course as needed by the corporation's operation.

(d) State the company's reward/compensation policy that accounts for the performance of the company beyond short-term financial measures

All bonuses, quarterly, mid-year and year end, are based on employee and company performance.

4) What are the company's procedures for handling complaints by employees concerning illegal (including corruption) and unethical behaviour? Explain how employees are protected from retaliation.

The Corporation encourages complaints from employees concerning illegal (including corruption) and unethical behavior. All complaints are reviewed and investigated Personnel Department for appropriate action.

I. DISCLOSURE AND TRANSPARENCY

1) Ownership Structure

(a) Holding 5% shareholding or more

Shareholder	Number of Shares	Percentage of Total Shares	Shareholder
Iholdings, Inc.	2,139,535,107	38.77%*	Iholdings, Inc.
PCD Nominee Corporation (Non-Filipino)	1,037,666,507	18.80%	PDTC participants
Kwantlen Development Corporation	925,325,018	16.67%**	Kwantlen Development Corporation
PCD Nominee Corporation (Filipino)	402,133,854	7.29 %	PDTC Participants
Januarius Resources Realty Corporation	543,794,584	9.85%	Januarius Resources Realty Corporation

Shareholder	Number of Shares	Percentage of Total Shares	Shareholder
Mariano D. Martinez, Jr.	168,916,767	none	3.06%
Januario Jesus Gregorio III B. Atencio	41,006,372	1,156,265/PDTC	0.76%
Richard L. Haosen	1	None	Nil
TOTAL	209,923,140	1,156,265	3.82%

2) Does the Annual Report disclose the following:

Key risks	Yes
Corporate objectives	Yes
Financial performance indicators	Yes
Non-financial performance indicators	Yes
Dividend policy	No (The policy is currently being

	developed)
Details of whistle-blowing policy	No (The Corporation has no formal whistle-blowing policy.)
Biographical details (at least age, qualifications, date of first appointment, relevant experience, and any other directorships of listed companies) of directors/commissioners	Yes
Training and/or continuing education programs attended by each director/commissioner	No (The Corporation did not incur substantial amount on trainings and/or continuing education programs.)
Number of board of directors/commissioners meetings held during the year	Yes
Attendance details of each director/commissioner in respect of meetings held	Yes
Details of remuneration of the CEO and each member of the board of directors/commissioners	Yes

Should the Annual Report not disclose any of the above, please indicate the reason for the non-disclosure.

3) External Auditor's fee

Name of Auditor	Audit fee (P)	Out-of-pocket expenses (P)
Sycip Gorres Velayo & Co.	Php750,000 plus out-of-pocket expenses	-

4) Medium of Communication

List down the mode/s of communication that the company is using for disseminating information.

The Corporation disseminates information to shareholders through Email, Telephone, Facsimile, and reports filed with the Securities and Exchange Commission and with the Philippine Stock Exchange.

5) Date of release of audited financial report:

April 15, 2014

6) Company Website

Does the company have a website disclosing up-to-date Information about the following?

1. Business operations
2. Financial statements/reports (current and prior years)
3. Materials provided in briefings to analysts and media
4. Shareholding structure
5. Group corporate structure
6. Downloadable annual report
7. Notice of AGM and/or EGM
8. Company's constitution (company's by-laws, memorandum and articles of association)

Yes, the Company has a website under URL: 8990holdings.com. The Company is currently working on making available the foregoing information (which are contained in the periodic reports submitted to the SEC and PSE) on the Company website. Nonetheless, these periodic reports containing the foregoing information can also be obtained from the websites of the Securities and Exchange Commission and the Philippine Stock Exchange. In compliance with the requirements of the SEC, this Report shall be uploaded to the website. Furthermore, the Company's Prospectus containing some of the foregoing information may also be accessed at such website.

Should any of the foregoing information be not disclosed, please indicate the reason thereto.

7) Disclosure of RPT

When RPTs are involved, what processes are in place to address them in the manner that will safeguard the interest of the company and in particular of its minority shareholders and other stakeholders?

RPT	Disclosing	Nature	Value
At present, there are no related party transactions that need to be fully disclosed herein.			

J. RIGHTS OF STOCKHOLDERS

1) Right to participate effectively in and vote in Annual/Special Stockholders' Meetings

(a) Quorum

Give details on the quorum required to convene the Annual/Special Stockholders' Meeting as set forth in its By-laws.

Quorum Required	A majority of the number of directors as fixed in the Articles of Incorporation shall constitute a quorum for the transaction of corporate business and every decision of at least a majority of the directors present at a meeting at which there is a quorum shall be valid as a corporate act, except for the election of officers which shall require the vote of a majority of all the members of the Board. The Independent Directors should always be in attendance. However, the absence of an independent director may not affect the quorum requirements if he is duly notified of the meeting but deliberately and without justifiable cause fails to attend the meeting.
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(b) System Used to Approve Corporate Acts

Explain the system used to approve corporate acts.

System Used	Those corporate acts required by law to be approved by stockholders shall be subject to such approval.
Description	The laws of the Corporation Code of the Philippines shall govern the approval of corporate acts by shareholders.

(c) Stockholders' Rights

List any Stockholders' Rights concerning Annual/Special Stockholders' Meeting that differ from those laid down in the Corporation Code.

Stockholders' Rights under the Corporation Code	Stockholders' Rights under the Amended Corporation Code
Right to attend and vote in person or in proxy	

Dividends

None		
None		

(d) Stockholders' Participation

1. State, if any, the measures adopted to promote stockholder participation in the Annual/Special Stockholders' Meeting, including the procedure on how stockholders and other parties interested may communicate directly with the Chairman of the Board, individual directors or board committees. Include in the discussion the steps the Board has taken to solicit and understand the views of the stockholders as well as procedures for putting forward proposals at stockholders' meetings.

Measures Adopted	Comments or Explanation
Everyone is given equal representation and voice during the annual stockholders' meetings.	Concerns may be brought up orally before all the stockholders present.

2. State the company policy of asking shareholders to actively participate in corporate decisions regarding:

a. Amendments to the company's constitution.

This is subject to approval by the shareholders according to the provisions of the Corporation Code of the Philippines.

This is subject to approval by the shareholders according to the provisions of the Corporation Code of the Philippines.⁷

b. Authorization of additional shares

This is subject to approval by the board of directors according to the provisions of the Corporation Code of the Philippines, subject to pre-emptive rights of the existing shareholders.

c. Transfer of all or substantially all assets, which in effect results in the sale of the company

This is subject to approval by the shareholders according to the provisions of the Corporation Code of the Philippines.⁸

⁷ Section 16. *Amendment of Articles of Incorporation.* - Unless otherwise prescribed by this Code or by special law, and for legitimate purposes, any provision or matter stated in the articles of incorporation may be amended by a majority vote of the board of directors or trustees and the vote or written assent of the stockholders representing at least two-thirds (2/3) of the outstanding capital stock, without prejudice to the appraisal right of dissenting stockholders in accordance with the provisions of this Code, or the vote or written assent of at least two-thirds (2/3) of the members if it be a non-stock corporation.

The original and amended articles together shall contain all provisions required by law to be set out in the articles of incorporation. Such articles, as amended shall be indicated by underscoring the change or changes made, and a copy thereof duly certified under oath by the corporate secretary and a majority of the directors or trustees stating the fact that said amendment or amendments have been duly approved by the required vote of the stockholders or members, shall be submitted to the Securities and Exchange Commission.

The amendments shall take effect upon their approval by the Securities and Exchange Commission or from the date of filing with the said Commission if not acted upon within six (6) months from the date of filing for a cause not attributable to the corporation.

⁸ Section 40. *Sale or other disposition of assets.* - Subject to the provisions of existing laws on illegal combinations and monopolies, a corporation may, by a majority vote of its board of directors or trustees, sell, lease, exchange, mortgage, pledge or otherwise dispose of all or substantially all of its property and assets, including its goodwill, upon such terms and conditions and for such consideration, which may be money, stocks, bonds or other instruments for the payment of money or other property or consideration, as its board of directors or trustees may deem expedient, when authorized by the vote of the stockholders representing at least two-thirds (2/3) of the outstanding capital stock, or in case of non-stock corporation, by the vote of at least two-thirds (2/3) of the members, in a stockholder's or member's meeting duly called for the purpose. Written notice of the proposed action and of the time and place of the meeting shall be addressed to each stockholder or member at his place of residence as shown on the books of the corporation and deposited to the addressee in the post office with postage prepaid, or served personally: Provided, That any dissenting stockholder may exercise his appraisal right under the conditions provided in this Code.

A sale or other disposition shall be deemed to cover substantially all the corporate property and assets if thereby the corporation would be rendered incapable of continuing the business or accomplishing the purpose for which it was incorporated.

After such authorization or approval by the stockholders or members, the board of directors or trustees may, nevertheless, in its discretion, abandon such sale, lease, exchange, mortgage, pledge or other disposition of property and assets, subject to the rights of third parties under any contract relating thereto, without further action or approval by the stockholders or members.

3. Does the company observe a minimum of 21 business days for giving out of notices to the AGM where items to be resolved by shareholders are taken up?

No, but the Definitive Information Statement is distributed fifteen (15) business days prior to the meeting.

a. Date of sending out notices:

July 3, 2013

b. Date of the Annual/Special Stockholders' Meeting:

Last Monday of July each year – July 29, 2013

4. State, if any, questions and answers during the Annual/Special Stockholders' Meeting.

There were questions regarding the future of the Company as a holding company and as part of the 8990 Group which was answered sufficiently by the President and the Chairman of the Board of the Company.

5. Result of Annual/Special Stockholders' Meeting's Resolutions

Resolution	For	Against	Abstain
Election of thirteen (13) directors	4,614,191, 211	none	none
Appointment of external auditor	4,614,191, 211	none	none
Adoption of Dividend Policy	4,614,191, 211	none	none

6. Date of publishing of the result of the votes taken during the most recent AGM for all resolutions:

The results of the votes taken were published on the same date as the annual meeting.

(e) Modifications

State, if any, the modifications made in the Annual/Special Stockholders' Meeting regulations during the most recent year and the reason for such modification:

Modification	Reason for Modification
No modifications in the regulations or policies adopted by the Corporation	

(f) Stockholders' Attendance

(i) Details of Attendance in the Annual/Special Stockholders' Meeting Held:

Meeting	Name of Director/Shareholder Present	Date of Meeting	Voting Procedure (by poll or by show of hands)	% of Shares Attending in Person	% of Shares Attending by Proxy	% of Total Attendance
Annual	Mariano D. Martinez Januario Jesus Gregorio III B. Atencio Luis N. Yu Willibaldo J. Uy Anthony Vincent S. Sotto Arlene C. Keh	28 July 2014	by show of hands	10.14%	89.85%	83.62%

Nothing in this section is intended to restrict the power of any corporation, without the authorization by the stockholders or members, to sell, lease, exchange, mortgage, pledge or otherwise dispose of any of its property and assets if the same is necessary in the usual and regular course of business of said corporation or if the proceeds of the sale or other disposition of such property and assets be appropriated for the conduct of its remaining business.

In non-stock corporations where there are no members with voting rights, the vote of at least a majority of the trustees in office will be sufficient authorization for the corporation to enter into any transaction authorized by this section.

Carla R. Lipardo Hernan B. Bariring Teresa C. Secuya Cristina S. Palma Gil- Fernandez Kristina Joyce C. Caro- Gañgan Richard L. Haosen Mohammad Taha S. Basman II						
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(ii) Does the company appoint an independent party (inspectors) to count and/or validate the votes at the ASM/SSMs?

Yes. The Company appoints the external auditors who are expected to attend the ASMs and SSMs (as necessary) to count the votes.

(iii) Do the company's common shares carry one vote for one share? If not, disclose and give reasons for any divergence to this standard. Where the company has more than one class of shares, describe the voting rights attached to each class of shares.

Yes, there is only one class of shares, and each share entitles the holder to one vote.

(g) Proxy Voting Policies

State the policies followed by the company regarding proxy voting in the Annual/Special Stockholders' Meeting.

Execution and acceptance of proxies	Proxies shall be in writing and must be submitted to the Corporate Secretary at least five (5) days before the meeting.
Notary	Proxies must be notarized
Submission of Proxy	Proxies shall be in writing and must be submitted to the Corporate Secretary at least five (5) days before the meeting.
Several Proxies	Not Applicable
Validity of Proxy	The Corporation Code shall govern the validity of proxies shall be governed by
Proxies executed abroad	Proxies executed abroad shall be duly authenticated by the Philippine Embassy or Consular Office.
Invalidated Proxy	Determined by the Corporate Secretary. Note that there shall be a presumption of regularity in the execution of proxies, and the proxies shall be accepted if the same have the appearance of prima facie authenticity in the absence of a timely and valid challenge.
Validation of Proxy	Determined by the corporate secretary
Violation of Proxy	Determined by the corporate secretary. Note that any violation of proxy rules shall be subject to the administrative sanctions provided for under Section 144 of the Corporation Code.

(h) Sending of Notices

State the company's policies and procedure on the sending of notices of Annual/Special Stockholders' Meeting.

Notice	Procedures
Written or printed notice of every annual meeting or special meeting of stockholders (stating the place, day and hour of the meeting and the purposes for which the meeting is called for) shall be transmitted through personal delivery, telefax, electronic mail, or by mail to each stockholder at least two (2) weeks.	The corporate secretary shall be responsible for the sending of notices. The printed copy of the Definitive Information Statement, which includes the Notice of Annual Meeting of Stockholders, shall be sent to all stockholders of record at least 15 business days before the date of the stockholders' meeting. Distribution is done through courier services.

(i) Definitive Information Statements and Management Report

	Eighteen (18) (as of record date of annual stockholders' meeting for the year 2014)
	7 July 2014 (for the annual stockholders' meeting for the year 2014)
	7 July 2014 (for the annual stockholders' meeting for the year 2014)
	CD copies were distributed
	Yes

(j) Does the Notice of Annual/Special Stockholders' Meeting Include the following:

Each resolution to be taken up deals with only one item.	Yes
Profiles of directors (at least age, qualification, date of first appointment, experience, and directorships in other listed companies) nominated for election/re-election.	Yes
The auditors to be appointed or re-appointed.	Yes
An explanation of the dividend policy, if any dividend is to be declared.	Not Applicable
The amount payable for final dividends.	Not Applicable
Documents required for proxy vote.	Yes

Should any of the foregoing information be not disclosed, please indicate the reason thereto.

Dividend Policy is not stated in the Notice but is discussed in the Definitive Information Statement.

2) Treatment of Minority Stockholders

(a) State the company's policies with respect to the treatment of minority stockholders.

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Minority stockholders are given the same protections and rights under the Corporation Code of the Philippines	Implementation is carried out according to the provisions of the Corporation Code of the Philippines, such as, but not limited to, voting rights, nomination rights, etc.
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(b) Do minority stockholders have a right to nominate candidates for board of directors?

Yes, the procedure is the same as outlined in the Corporation Code of the Philippines.

K. INVESTORS RELATIONS PROGRAM

- 1) Discuss the company's external and internal communications policies and how frequently they are reviewed. Disclose who reviews and approves major company announcements. Identify the committee with this responsibility, if it has been assigned to a committee.**

The Corporation has designated the President to draft, formalize, and implement its external and internal communications policies. The Corporation finds no need to constitute a separate committee. The President also exercises oversight responsibility over investor relations program.

- 2) Describe the company's investor relations program including its communications strategy to promote effective communication with its stockholders, other stakeholders and the public in general. Disclose the contact details (e.g. telephone, fax and email) of the officer responsible for investor relations.**

All investors participate directly in the oversight of the company. Lines of communication are always open between management and stockholders. Public inquiries are made through the customer relations/sales departments of the company.

(1) Objectives	To build better understanding and cultivate a relationship of trust with stakeholders
(2) Principles	Stakeholders' issues and concerns are top-most priority of the Corporation.
(3) Modes of Communications	telephone, fax and email
(4) Investors Relations Officer	Not Applicable

- 3) What are the company's rules and procedures governing the acquisition of corporate control in the capital markets, and extraordinary transactions such as mergers, and sales of substantial portions of corporate assets?**

The Corporation's existing rules and procedures on the foregoing matters are similar to those found in the Corporation Code of the Philippines.

⁹ Sec. 40. Sale or other disposition of assets. - Subject to the provisions of existing laws on illegal combinations and monopolies, a corporation may, by a majority vote of its board of directors or trustees, sell, lease, exchange, mortgage, pledge or otherwise dispose of all or substantially all of its property and assets, including its goodwill, upon such terms and conditions and for such consideration, which may be money, stocks, bonds or other instruments for the payment of money or other property or consideration, as its board of directors or trustees may deem expedient, when authorized by the vote of the stockholders representing at least two-thirds (2/3) of the outstanding capital stock, or in case of non-stock corporation, by the vote of at least two-thirds (2/3) of the members, in a stockholder's or member's meeting duly called for the purpose. Written notice of the proposed action and of the time and place of the meeting shall be addressed to each stockholder or member at his place of residence as shown on the books of the corporation and deposited to the addressee in the post office with postage prepaid, or served personally: Provided, That any dissenting stockholder may exercise his appraisal right under the conditions provided in this Code.

A sale or other disposition shall be deemed to cover substantially all the corporate property and assets if thereby the corporation would be rendered incapable of continuing the business or accomplishing the purpose for which it was incorporated.

After such authorization or approval by the stockholders or members, the board of directors or trustees may, nevertheless, in its discretion, abandon such sale, lease, exchange, mortgage, pledge or other disposition of property and assets, subject to the rights of third parties under any contract relating thereto, without further action or approval by the stockholders or members.

Nothing in this section is intended to restrict the power of any corporation, without the authorization by the stockholders or members, to sell, lease, exchange, mortgage, pledge or otherwise dispose of any of its property and assets if the same is necessary in the usual and regular course of business of said corporation or if the proceeds of the sale or other disposition of such property and assets be appropriated for the conduct of its remaining business.

In non-stock corporations where there are no members with voting rights, the vote of at least a majority of the trustees in office will be sufficient authorization for the corporation to enter into any transaction authorized by this section. (28 1/2a)

Sec. 42. Power to invest corporate funds in another corporation or business or for any other purpose. - Subject to the provisions of this Code, a private corporation may invest its funds in any other corporation or business or for any purpose other than the primary purpose

Name of the independent party the board of directors of the company appointed to evaluate the fairness of the transaction price.

None. The Corporation does not have any transaction of this nature.

L. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

Discuss any initiative undertaken or proposed to be undertaken by the company.

The Corporation is presently studying plans to incorporate social responsibility programs in its operation. The Corporation intends to sponsor outreach programs and to donate to foundations and institutions involved in socio-civic activities.	
--	--

M. BOARD, DIRECTOR, COMMITTEE AND CEO APPRAISAL

Disclose the process followed and criteria used in assessing the annual performance of the board and its committees, individual director, and the CEO/President.

Board of Directors	No formal performance evaluation is in place. However, the Board, through its Audit Committee, performs an informal evaluation based on SEC's best practices guidelines.
Board Committees	Audit Committee conducts annual performance evaluation.
Individual Directors	No formal evaluation is in place.
CEO/President	The Nomination Committee and Remuneration Committee conduct a performance evaluation of the CEO/President. This evaluation is the basis for CEO's renewal and compensation.

N. INTERNAL BREACHES AND SANCTIONS

Discuss the internal policies on sanctions imposed for any violation or breach of the corporate governance manual involving directors, officers, management and employees.

To monitor the compliance by the Corporation with the Code of Corporate Governance, the Commission may require the Corporation to accomplish annually a scorecard on the scope, nature and extent of the actions they have taken to meet the objectives of the Code.

The Commission shall periodically review the Manual to ensure it meets its objectives.

A fine of not more than Two Hundred Thousand Pesos (P200,000.00) shall, after due notice and hearing, be imposed for every year that the Corporation violates the provisions of the Code of Corporate Governance, without prejudice to other sanctions that the Commission may be authorized to impose under the law; provided, however, that any violation of the Securities Regulation Code punishable by a specific penalty shall be assessed separately and shall not be covered by the aforementioned fine.

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for which it was organized when approved by a majority of the board of directors or trustees and ratified by the stockholders representing at least two-thirds (2/3) of the outstanding capital stock, or by at least two thirds (2/3) of the members in the case of non-stock corporations, at a stockholder's or member's meeting duly called for the purpose. Written notice of the proposed investment and the time and place of the meeting shall be addressed to each stockholder or member at his place of residence as shown on the books of the corporation and deposited to the addressee in the post office with postage prepaid, or served personally: Provided, That any dissenting stockholder shall have appraisal right as provided in this Code: Provided, however, That where the investment by the corporation is reasonably necessary to accomplish its primary purpose as stated in the articles of incorporation, the approval of the stockholders or members shall not be necessary. (17 1/2a)

First Violation	Violator shall be reprimanded.
Second Violation	Violator shall be suspended from office depending on the gravity of the violation.
Third Violation	Violator shall be removed from office and from directorship (if he is a director)

Pursuant to the requirement of the Securities and Exchange Commission, this Annual Corporate Governance Report is signed on behalf of the registrant by the undersigned, thereunto duly authorized, in the City of Makati on June ____, 2013.

SIGNATURES

Mariano D. Martinez
SIGNED

Chairman of the Board

Januario Jesus Gregorio III. Atencio
SIGNED

Chief Executive Officer

Willibaldo J. Uy
SIGNED

Independent Director

Arlene C. Keh
SIGNED

Independent Director

Teresa C. Secuya
SIGNED

Compliance Officer

SUBSCRIBED AND SWORN to before me this _____ day of June 2013, affiant(s) exhibiting to me their _____, as follows:

NAME	Number	DATE OF ISSUE	PLACE OF ISSUE
Mariano D. Martinez	Postal ID#3123313	Jan. 31, 2013	Mandaluyong CPO
Januario Jesus Gregorio III B. Atencio	Passport#EB4984285	21 Mar 2012	DFA Manila
Willibaldo J. Uy	SSS#03-5297511-3		
Arlene C. Keh	Passport#EB0757611	13 Aug 2010	DFA, Manila
Teresa C. Secuya	Postal ID#1661392	03 Feb 2012	Makati City Hall

NOTARY PUBLIC

Doc No. _____
Page No. _____
Book No. _____
Series of 2013

EXHIBIT 1



101122015001312



SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA, Greenhills, Mandaluyong City, Metro Manila, Philippines
Tel: (632) 726-0931 to 39 Fax: (632) 725-5293 Email: mis@sec.gov.ph

Barcode Page

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Company Representative

Doc Source

Company Information

SEC Registration No. CS200511816
Company Name 8990 HOLDINGS, INC.
Industry Classification Wholesale On A Free Or Contract Basis
Company Type Stock Corporation

Document Information

Document ID 101122015001312
Document Type LETTER/MISC
Document Code LTR
Period Covered January 12, 2015
No. of Days Late 0
Department CED/CFD/CRMD/MRD/NTD
Remarks ACGR

COVER SHEET

C S 2 0 0 5 1 1 8 1 6

S.E.C. Registration Number

8 9 9 0 H O L D I N G S , I N C .

(Company's Full Name)

1 1 T H F L O O R , L I B E R T Y

C E N T E R , 1 0 4 H V D E L A C O S T A

S T R E E T , S A L C E D O V I L L A G E

M A K A T I C I T Y

(Business Address : No. Street/City/Province)

ATTY. MAUREEN CHRISTINE O. LIZARONDO

Contact Person

8880999

Company Telephone Number

1 2

Month

3 1

Day

Fiscal Year

ACGR

FORM TYPE

Month

Day

Annual Meeting

Secondary License Type, If Applicable

Dept. Requiring this Doc.

Amended Articles Number/Section

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

Document I.D.

LCU

Cashier

STAMPS

Remarks = pls. Use black ink for scanning purposes

REPUBLIC OF THE PHILIPPINES)
MAKATI CITY, METRO MANILA) S.S.

SECRETARY'S CERTIFICATE

I, **MAUREEN CHRISTINE O. LIZARONDO**, Filipino, of legal age, with business address at the 19th Floor, Liberty Center, 104 H.V. Dela Costa Street, Salcedo Village, Makati City, being duly sworn in accordance with law, hereby certify that:

1. I am the Acting Corporate Secretary of **8990 HOLDINGS, INC.** (the "Corporation"), a corporation duly organized and existing under and by virtue of the laws of the Republic of the Philippines, with office address at the 11th Floor, Liberty Center, 104 H.V. Dela Costa St., Salcedo Village, Makati City.

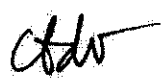
2. In compliance with the requirements set forth in SEC Memorandum Circular No. 12, series of 2014, the Corporation submits herewith as Annex "A" hereof, the consolidated changes and updates to the Corporation's Annual Corporate Governance Report for the year 2014.

IN WITNESS WHEREOF, I have hereunto set my hand this 12 JAN 2015 day of _____ in Makati City, Metro Manila.


MAUREEN CHRISTINE O. LIZARONDO
Acting Corporate Secretary

SUBSCRIBED AND SWORN TO before me this 12 JAN 2015 day of _____, at Makati City, Metro Manila affiant exhibited to me her Passport with Passport No. EB4244048 issued on 5 January 2012 at DFA, Manila.

Doc. No. 194 :
Page No. 40 :
Book No. 11 :
Series of 2015.


MA. CHRISTINE FEL P. DE VERA
Appointment No. M-521
Notary Public for Makati City
Until December 31, 2015
Penthouse, Liberty Center
104 H.V. dela Costa Street, Makati City
Roll of Attorneys No. 62659
PTR No. 4235527 / Makati City / 01-09-2014
IBP No. 947301 / Laguna / 01-07-2014

Annex "A"

1. Composition of the Board of Directors

Director's Name	Type of Director (ED, NED, ID)	Position	Company or Organization	Term of Office	Expiration Date	Meeting Frequency	No. of Years Served as Director
Januario Jesus Gregorio III B. Atencio	ED	N/A	Januarus Resources Realty Corporation	Jul 2012	28 July 2014	Annual	2
Mariano D. Martinez, Jr.	ED	N/A	Kwantlen Development Corporation	Jul 2012	28 July 2014	Annual	2
Luis N. Yu, JR.	NED	N/A	Iholdings, Inc.	Jul 2012	28 July 2014	Annual	2
Anthony Vincent S. Sotto	NED	N/A	Januarus Resources Realty Corporation	Aug 2012	28 July 2014	Annual	2
Lowell L. Yu	NED	N/A	Luis N. Yu, Jr.	Jul 2014	28 July 2014	Annual	1
Ian Norman E. Dato	NED	N/A	Luis N. Yu, Jr.	Jul 2014	28 July 2014	Annual	1
Richard L. Haosen	ED	N/A	Luis N. Yu, Jr.	Jul 2014	28 July 2014	Annual	1
Manuel S. Delfin, Jr.	NED	N/A	Luis N. Yu, Jr.	Jul 2014	28 July 2014	Annual	1
Raul Fortunato R. Rocha	NED	N/A	Luis N. Yu, Jr.	Jul 2014	28 July 2014	Annual	1
Dominic J. Picone	NED	N/A	Iholdings, Inc.	Jul 2014	28 July 2014	Annual	1
Ben Chan Wei Beng	NED	N/A	Iholdings, Inc.	Jul 2014	28 July 2014	Annual	1
Willibaldo J. Uy	ID	N/A	Socorro P. Lim – none	Aug 2012	28 July 2014/2 years	Annual	2
Arlene C. Keh	ID	N/A	Socorro P. Lim – none	Aug 2012	28 July 2014/2 years	Annual	2

2. Board Meetings and Attendance of Directors

Board Position	Name	Term of Office	Number of Meetings Attended	Number of Meetings Scheduled	Percentage of Attendance
Chairman	Mariano D. Martinez, Jr.	28 July 2014	10	10	100%
President/CEO	Januario Jesus Gregorio III B. Atencio	28 July 2014	10	10	100%
Director	Luis N. Yu, Jr.	28 July 2014	10	10	100%
Director	Anthony Vincent S. Sotto	28 July 2014	10	10	100%
Independent	Willibaldo J. Uy	28 July 2014	10	10	100%
Independent	Arlene C. Keh	28 July 2014	10	10	100%
Director/Treasurer	Richard L. Haosen	28 July 2014	3*	3	100%
Director	Manuel S. Delfin, Jr.	28 July 2014	3*	3	100%
Director	Lowell L. Yu	28 July 2014	3*	3	100%

Director	Raul Fortunato R. Rocha	28 July 2014	3*	2	99.99%
Director	Ian Norman E. Dato	28 July 2014	3*	3	100%
Director	Dominic J. Picone	28 July 2014	3*	3	100%
Director	Ben Chan Wei Beng	28 July 2014	3*	3	100%

*term took effect only on 2 September 2014

3. Stockholders' Meeting, Results and Attendance

As previously disclosed to the Securities and Exchange Commission ("SEC") and the Philippine Stock Exchange ("PSE"), the Corporation held its 2014 Annual Stockholders' Meeting on 28 July 2014. Below are the results of such meeting:

Resolution	Approving	Dismissing	Abstaining
Election of seven (7) directors	4,614,191,211	none	None
Election of additional six (6) directors subject to SEC approval of the increase in board seats	4,614,191,211	none	None
Appointment of external auditors	4,614,191,211	none	None
Adoption of Dividend Policy	4,614,191,211	none	None
Amendment of the Articles of Incorporation to change the principal office address	4,614,191,211	none	None
Amendment of the Articles of Incorporation to increase the board seats from seven (7) to thirteen (13)	4,614,191,211	none	None
Amendment of By-Laws to define the responsibility of the Executive Committee	4,614,191,211	none	None

Election of Directors:

Name of Director	Votes Received
Mariano D. Martinez, Jr.	4,614,191,211
Januario Jesus Gregorio III B. Atencio	4,614,191,211
Luis N. Yu, Jr.	4,614,191,211
Willibaldo J. Uy	4,614,191,211
Anthony Vincent S. Sotto	4,614,191,211
Arlene C. Keh	4,614,191,211
Carla R. Lipardo	4,614,191,211
Richard L. Haosen	4,614,191,211
Manuel S. Delfin, Jr.	4,614,191,211
Lowell L. Yu	4,614,191,211
Raul Fortunato R. Rocha	4,614,191,211
Ian Norman E. Dato	4,614,191,211
Dominic J. Picone	4,614,191,211
Ben Chan Wei Beng	4,614,191,211

Below is a summary of the attendance in the last stockholders' meeting:

Type of Meeting	Name of Board of Directors/Officers Present	Date of Meeting	Voting Method (by ballot, show of hands, etc.)	% of SH Attendance	% of SH in Proxy	Total % of SH Attendance
Annual	Mariano D. Martinez Januario Jesus Gregorio III B. Atencio Luis N. Yu, Jr. Willibaldo J. Uy Anthony Vincent S. Sotto Arlene C. Keh Carla R. Lipardo Teresa C. Secuya Cristina S. Palma Gil-Fernandez Kristina Joyce C. Caro-Gañgan Richard L. Haosen Mohammad Taha S. Basman II	28 July 2014	by show of hands	10.14%	89.85%	83.62%

4. Ownership Structure

As previously disclosed to the SEC and the PSE, below is a list of stockholders holding 5% or more of the total issued and outstanding capital stock of the Corporation:

Shareholder	Number of Shares	Percent	Beneficial Owner
Iholdings, Inc.	2,139,535,107	38.77%	Iholdings, Inc.
PCD Nominee Corporation (Non-Filipino)	1,037,666,507	18.80%	PDTC participants
Kwantien Development Corporation	925,325,018	16.77%	Kwantien Development Corporation
PCD Nominee Corporation (Filipino)	402,133,854	7.29%	PDTC participants
Januarius Resources Realty Corporation	543,794,584	9.85%	Januarius Resources Realty Corporation

Below is a list of senior officers holding shares in the Corporation:

Name of Senior Officer	Number of Shares	Percentage of Ownership	Percentage of Ownership
Mariano D. Martinez, Jr.	168,916,767	none	3.06%
Januario Jesus Gregorio III B. Atencio	41,006,372	855,365/PDTC	0.74%
Richard L. Haosen	1	none	Nil
TOTAL	209,923,140	855,365	3.80%

5. Shareholdings in the Corporation

As previously disclosed to the SEC and the PSE, the following directors and officers own shares in the Corporation:

Name of Director	Number of Shares	Number of Restricted Shares	Percentage of Ownership
Mariano D. Martinez, Jr.	168,916,767	none	3.06%
Januario Jesus Gregorio III B. Atencio	41,006,372	none	0.74%
Luis N. Yu, Jr.	258,099,322	none	4.68%
Willibaldo J. Uy	1	none	Nil
Anthony Vincent S. Sotto	1	none	Nil
Arlene C. Keh	1	none	Nil
Richard L. Haosen	1	none	Nil
Manuel S. Delfin, Jr.	1	none	Nil
Raul Fortunato R. Rocha	1	none	Nil
Ian Norman E. Dato	5,001	none	Nil
Lowell L. Yu	1	none	Nil
Dominic J. Picone	1	none	Nil
Ben Chan Wei Beng	1	none	Nil
TOTAL	468,027,471	0	8.48%

6. Committee Members

1) Committee Members

(a) Executive Committee

Position	Name	Term of Office	Chairman	Member	Length of Service in the Committee
Member (ED)	Luis N. Yu, Jr.	Jul 2014	-	-	6 mos.
Member (ED)	Mariano D. Martinez, Jr.	Jul 2014	-	-	6 mos.
Member (ED)	Januario Jesus Gregorio III B. Atencio	Jul 2014	-	-	6 mos.
Member (ED)	Richard L. Haosen	Jul 2014	-	-	6 mos.

(b) Audit and Risk Management Committee

Position	Name	Term of Office	Chairman	Member	Length of Service in the Committee
Chairman (ID)	Arlene C. Keh	Jul 2014	-	-	6 mos.
Member (ED)	Luis N. Yu, Jr.	Jul 2014	-	-	6 mos.
Member (ED)	Mariano D. Martinez, Jr.	Jul 2014	-	-	6 mos.
Member (NED)	Ben Chan Wei Beng	Jul 2014	-	-	6 mos.
Member (NED)	Dominic J. Picone	Jul 2014	-	-	6 mos.

(c) Nominations and Compensation Committee

Office	Name	Date of Appointment	No. of Meetings Held	No. of Meetings Attended	%	Length of Service in the Committee
Chairman (ID)	Willibaldo J. Uy	Jul 2014	-	-	-	6 mos.
Member (NED)	Dominic J. Picone	Jul 2014	-	-	-	6 mos.
Member (ED)	Januario Jesus Gregorio III B. Atencio	Jul 2014	-	-	-	6 mos.

(d) Governance Committee

Office	Name	Date of Appointment	No. of Meetings Held	No. of Meetings Attended	%	Length of Service in the Committee
Chairman (ID)	Willibaldo J. Uy	Jul 2014	-	-	-	6 mos.
Member (NED)	Ben Chan Wei Beng	Jul 2014	-	-	-	6 mos.
Member (ED)	Januario Jesus Gregorio III B. Atencio	Jul 2014	-	-	-	6 mos.

7. Changes in the Board of Directors

Name of Director	Position	Date of Cessation	Reason
Carla R. Lipardo	Director and Treasurer	9 September 2014	Resignation

8. Dividends

Declaration Date	Record Date	Payment Date
4 November 2014	18 November 2014	12 December 2014

9. Definitive Information Statements and Management Report

Number of Stockholders who have received Definitive Information Statements and Management Report and Other Materials	18 (as of record date of annual stockholders' meeting for the year 2014)
Date of Distribution for Definitive Information Statements and Management Report and Other Materials to the relevant stockholders who are entitled to vote	7 July 2014 (for the annual stockholders' meeting for the year 2014)
Date of Distribution for Definitive Information Statements and Management Report and Other Materials to the relevant stockholders	7 July 2014 (for the annual stockholders' meeting for the year 2014)
State whether or not the materials have been made available	CD copies were distributed