



**RE-APPOINTMENT OF SGV AS
EXTERNAL AUDITOR**

1. OVERVIEW

1.1 SyCip Gorres Velayo and Co. (SGV), the Philippines' largest multidisciplinary professional services firm served as MAAGAP's External Auditor since 2001.

2. SCOPE OF AUDIT RESPONSIBILITIES AND LIMITATIONS

2.1 SGV's Audit Responsibilities are the following:

- a. Auditing the company's financial statements and expressing an opinion therein on whether the financial statements have been presented fairly and if it is in accordance with the Philippine Financial Reporting Standards (PFRS) or applicable financial reporting framework.
- b. Produce reports on the supplementary information required under Revenue Regulations 15-2010 as prepared by management.
- c. Produce reports on the supplementary schedules prepared by management as required under SRC Rule 68, as amended (2011) and SEC Financial Reporting Bulletin No. 001, dated 16 February 2012.

2.2 SGV shall conduct the audit in accordance with the Philippine Standards on Auditing (PSAs), as promulgated by the Auditing and Assurance Standards Council. The standards require that SGV complies with ethical requirements and to plan and perform the audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free from material misstatement, whether due to fraud or error.

3. FEES AND BILLINGS

3.1

2016 Audit Service Fees	2017 Audit Service Fees
Php 482,000.00 - Fees are exclusive of VAT and the 10% out of pocket expenses (OPEs) of the firm.	Php 500,000.00 - Fees are exclusive of VAT and the 10% out of pocket expenses (OPEs) of the firm.



4. APPROVAL REQUIRED

To approve the re-appointment of SGV as MAAGAP's External Auditor.

APPROVED BY:

SANTIAGO JAVIER RANADA
Chairman

DATUK MUHAMAD UMAR SWIFT
Vice-Chairman

TUNKU YA'ACOB KHYRA
Director

DANIEL C. GO
Director/President/CEO

RAMON GABRIEL C. GARCIA JR
Director

CARLOS T. OCAMPO
Director/Corporate Secretary

LOPE TORRES
Director

ABRAHAM R. ABESAMIS
Independent Director

EFREN L. ABU
Independent Director