

REPORT OF THE RISK MANAGEMENT AND RELATED PARTY TRANSACTIONS COMMITTEE TO THE BOARD OF DIRECTORS

For the year ended 31 December 2020

The Risk Management and Related Party Transactions Committee assists the board in fulfilling its oversight mandate with respect to risk governance and related party transactions. Its objectives are to ascertain that there exists a sound risk management framework and supporting infrastructure within the company, as well as to ensure that all related party transactions are pursued in the best interest of its shareholders.

The Committee held two meetings in 2020, during which, it:

- Reviewed management's adopted risk management framework and its ongoing programs to promote risk awareness within the company.
- Reviewed its Committee charter and risk governance policies, including those for enterprise-wide risk and related party transactions.
- Evaluated and recommended for approval proposed investments and leases involving related parties.
- Identified sources of downside risk and their possible effects on the company.
- Discussed the emergence of climate-related risks and opportunities and the company's approach in addressing it.

March 5, 2021.



ANTONIO JOSE U. PERIQUET
Chairman



RIZALINA G. MANTARING
Member



KEIICHI MATSUNAGA
Member