

BOARD AUDIT AND COMPLIANCE COMMITTEE

Major Initiatives and Accomplishments for 2020

The Board Audit and Compliance Committee convened seven (7) meetings in 2020. Its major initiative and accomplishments for the year are as follows:

INTERNAL AUDIT GROUP

- A. Discussed and endorsed the following for approval and/or for consideration:
 - 1. Annual Audit Plan for CY 2020
 - 2. Results of P3 Retail Accounts Validation – Northern Samar
 - 3. Results of Branch Audit on Central Luzon Group
 - Loan Collection
 - High Risk Account Management
 - 4. Results of Audit on Pondo sa Pagbabago at Pag-Asenso (P3) Program (7 Partner – MFIs as managed by Central Luzon Group)
 - 5. Results of Audit on Loan Implementation & High-Risk Accounts Management (Visayas Group)
 - 6. Results of Audit on Pondo sa Pagbabago at Pag-Asenso (P3) Program (17 Partner – MFIs as managed by Southern Luzon Group)
 - 7. Results of Audit on Loan Origination System
 - 8. Audit Plan for CY 2020 Status Report with Request for Amendment
 - 9. Results of Operations Audit on Dagupan Desk Office
 - 10. Results of Audit on Collateral Custodianship and Loan Implementation – Central Luzon Group
 - 11. Results of Operations Audit on Batangas Desk Office
 - 12. Results of Audit on E-Collection
 - 13. Results of Follow-up Audit on FS Review As of 31 March 2020
 - 14. Results of Audit on Pondo sa Pagbabago at Pag-Asenso (P3) Program (4 Partner – MFIs as managed by Mindanao Group)

- B. Discussed the following for information and notation:
 - 1. Annual report on Internal Audit Activities for CY 2019
 - 2. Summary of Internal Audit Effectiveness Survey Results for CY 2019
 - 3. Internal Audit Tracking Report
 - 4. Status of Accomplishment of 2020 Audit Plan

OFFICE OF THE CHIEF COMPLIANCE OFFICER

1. Status of SB Corporation's Compliance with PBB Requirements for CY 2019
2. BSP's Response to SB Corporations Queries
3. Summary of the AMLA – Reported covered transactions and results of the Compliance Testing on AMLA - Reported Loan Releases for the 2nd Quarter of 2019
4. BSP's Evaluation of SB Corporation's Response to the I.T Advance Report of Examination Findings
5. BSP's Evaluation of SB Corporations Replied to the Advance Report of Examination Findings for various Risk Areas
6. Updated on the Status of SB Corporation's Compliance with PBB Requirements for FY 2019
7. 2019 Exit Conference with the Commission on Audit
8. Summary of AMLA Reported Transactions for the Third and Fourth Quarters of 2019
9. Updated on the Responses to the 2019 BSP ROE
10. Updates on the Status of SB Corporation's Compliance with PBB Requirements for FY 2019