

BOARD AUDIT AND COMPLIANCE COMMITTEE

Major Initiatives and Accomplishments for 2023

The Board Audit and Compliance Committee convened six (6) meetings and two (2) special meetings in 2023. Its major initiative and accomplishments for the year are as follows:

- A. Discussed and endorsed the following for approval and/or consideration:
1. Annual Audit Plan for CY 2023
 2. Result of Arta's Audit of Zambales Desk Office Re: Compliance with the Citizen's Charter
 3. Proposed Audit Rating System
 4. SBCorp's Reply to BSP's Advance Report of Examination Findings (2023)
 5. Corporate Governance Scorecard Self-Assessment for CY 2022
 6. Compliance Strategic Plan for 2023
 7. Corporate Governance Scorecard Self-Assessment for CY 2022
 8. Compliance Strategic Plan for 2023
 9. Agency Action Plan and Status of Implementation for the Audit Observations and Recommendations in the COA Annual Audit Reports for CY 2022 and Prior Years
 10. Results of Internal Audit Rating System (IARS) Benchmarking - Proposed IARS
 11. Results of Audit on Network Administration
 12. Audit Plan for CY 2023 Status Report with Request for Amendment
 13. Proposed Policy on Audit Follow-Up
 14. Updates on Reply to Report of Examination (ROE) by the BSP (2023) - As of Quarter 3, 2023
 15. Implementation of the SB Corporation Harmonized Client Satisfaction Measurement (CSM) Survey for CY 2023
 16. 2nd Request for Deferment of Audit of General Ledger System (GLS)
 17. Updating of SB Corp's Freedom of Information Manual
 18. Updates on the Compliance Monitoring of SB Corporation's Reply/ Action on BSP's Report Of Examination (2019)
 19. Initial Response to BSP Report on Examination (For Regular Examination Completed on 02 February 2023)
- B. Discussed and noted the following:
1. Audit on Compliance with the Citizen's Charter (SBCorp-Wide)
 2. Annual Report on Internal Audit Activities for CY 2022
 3. Mancom Instructions on Proposed Internal Audit Rating System
 4. Management Instruction on All COA and BSP Audit
 5. ITG Status of Compliance
 6. HRMDG Deliverables from the 93rd BACC Meeting
 7. Status Report on the DTI-SBCorp Strengthening Risk Management Project
 8. Internal Audit Tracking Reports
 - o As of 31 March 2023
 - o As of 31 July 2023
 - o As of 30 September 2023
 9. Result of Audit on Database Administration
 10. Initial Report on Arta Compliance Audit (Head Office, South Luzon Group, Visayas Group)

11. Status of Implementation of Prior Year's Audit Recommendations (SIPYAR) for CY 2021 And Prior Years
12. Results of Audit on Loan Monitoring and Sub-Loan Validation of Regular and P3 Wholesale (MFIs) Accounts
13. Result of Audit on Business Information Assessment (BIA) of Accounts of Business Counselors (BCs) from Oriental Mindoro and Validation of Past Due Accounts
14. Management Instruction on Deliverables from the 96th BACC Meeting
15. Results of the Compliance Audit/Testing on the Citizen's Charter
16. Nueva Vizcaya Farmers and Livestock Raiser MPC – Report on Monitoring Actions Made
17. Conduct of Anti-Money Laundering / Counterterrorism (AML/CTF) Seminar and Updated Sbcorp AML/CTF Manual Orientation
18. Compliance with the Requirements Prescribed under COA Circular nos. 2023-006, 2021-006 and 2021-014 on the Submission of Electronic Records and Documents to COA Audit Team Through Electronic Data Portal
19. Results of Audit on Southern Luzon Group (SLG) Wholesale Lending Operations
20. Results of Audit on Application of Payment System
21. Progress Report of the 2023 Compliance Strategic Plan
22. Exit Conference for the BSP's Regular Examination for the Period of January 2020 to September 2022