

FINANCE AND RISK OVERSIGHT COMMITTEE

Major Initiatives and Accomplishments for 2023

The Finance and Risk Oversight Committee convened seven (7) meetings in 2023. Its major initiatives and accomplishments for the year are as follows:

A. Discussed and endorsed to the Governing Board for approval/consideration the following:

1. Financial Statements as of December 2022- 2nd Closing
2. Proposal for Writing-off of Uncollected Accounts for Year 2022
3. Request for Restructuring of Kasapi Microfinance & Rural Development, Inc. (KASAPI)
4. 2023 Corporate Operating Budget
5. Loan Loss Provisioning as of 31 December 2022
6. Amended Proposal for Writing-off of Uncollected Accounts for the Year 2022
7. Interim Policy on Restructuring of Wholesale Accounts
8. Waiver of Penalty for Offer of Full Settlement of Outstanding Loan Balance under Compromise Agreement
9. Proposed Amendment of the Loan Availment Policy under Regular and P3Wholesale Lending and Maximum Cap under P3 Wholesale Lending
10. Operational Risk Management Framework
11. Product Features of the new "RISE UP Turismo" Program
12. Policy Modifications for RISE UP Program
13. Policy Amendment for ALL SUKI Loan Applications P500k up to P4 million
14. CY 2022 Indicative Dividend Computation
15. Revised Investment Management Policy
16. Agency Action Plan and Status of Implementation (AAPSI) for the CY 2022 and Prior Years
17. Internal Loss Data Collection and Analysis Framework and Database
18. Policy Amendment for ALL SUKI Loan Applications P500 Thousand up to P4.0 Million
19. Pricing for Corporate Funded and P3 Wholesale Programs and Minimum Utilization Requirement for Wholesale Programs
20. Stress Testing Framework
21. Release of Collaterals in Favor of Mr. Leopoldo Santos Jr.
22. Information Technology's Request for Budget Realignment
23. ELZ GUSLUB - Waiver of Accumulated Charges, and Pursue Enforcement of the Compromise Agreement (CA) Signed by the Deceased Borrowers
24. Review Study of SB Corp's Codified Approving and Signing Authority (CASA) on Credit Approving Authority Limits

B. Discussed and noted the following:

1. Notice for Write-off of Loans as of December 31, 2021
2. Status of Funds as of May 2023
3. March 2023 Financial Performance Report
4. Variance Schedule of Submitted Financial Statements to COA (Unaudited February 14, 2023 and June 6, 2023)
5. August 2023 Financial Performance Report
6. Status of Funds as of August 31, 2023
7. Validated Past Due Report as of July 2023 (Wholesale Program and Retail Program P1.0M and above only)
8. October 2023 Financial Performance Report
9. Status of Funds as of October 31, 2023
10. Status Report on Accounts Written off and Endorsed to Collection Agencies
11. ROPA Update as of September 2023