



Republic of the Philippines
Department of Environment and Natural Resources
MIMAROPA Region
PROVINCIAL ENVIRONMENT AND NATURAL RESOURCES OFFICE
Bgy. Sta. Monica, Puerto Princesa City, Palawan
Telfax No. (048) 434 - 8791
Email Add: penropalawan@denr.gov.ph

DENR MIMAROPA RECORDS SECTION	
RECEIVED	
17 NOV 2022	
<input checked="" type="checkbox"/> INCOMING	<input type="checkbox"/> OUTGOING
BY	DATE

November 03, 2022

MEMORANDUM

FOR : The Regional Executive Director
1515 DENR by the Bay Building,
Roxas Boulevard, Barangay 668
Ermita, Manila

THRU: The OIC, Assistant Regional Director for
Technical Services

FROM : The Provincial Environment and
Natural Resources Officer

SUBJECT : **RE: APPLICATION FOR SPECIAL LAND USE PERMIT (SLUP) OF
SMART COMMUNICATIONS INC. FOR THE INSTALLATION OF
SATELITE TOWER LOCATED AT BARANGAY CARURAY, SAN
VICENTE, PALAWAN**

Respectfully forwarding is the memorandum dated October 19, 2022 from CENRO Roxas, Palawan regarding re-submission of documentary requirements in compliance to the memorandum dated September 28, 2022 of PENR officer, Palawan in support to application for Special Land Use Permit (SLUP) of Smart Communication Inc. located at Barangay Caruray, San Vicente Palawan.

Attached herewith are the pertinent documents, it includes rectified maps, certified photo copy of O.R. No. 1409192 E and endorsement letter to the National Commission on Indigenous People Provincial office supporting the above cited application for SLUP of the applicant, hence recommending for the issuance / approval of Permit.

For consideration and approval.

Copy Furnished:
The Community Environment
& Natural Resources Officer
Roxas, Palawan

DAIF Ref. 2022-9804
TSD-RPS-Utilization
rac

FELIZARDO B. CAYATOC

DENR-PALAWAN
PENRO-RECORDS
RELEASED

By *Ghae*
Date: 14 NOV 2022 CN 22-3035



Republic of the Philippines
Department of Environment and Natural Resources

MIMAROPA Region

COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE

Barangay III (Poblacion), Roxas, Palawan

Contact No. 09171606578 / 09175028647

Email address: cenroroxaspalawan@denr.gov.ph

DENR PENRO
PALAWAN RECORDS
RECEIVED

October 19, 2022

MEMORANDUM

BY: *[Signature]*
DATE: *10-24-2022* *22.9864*

FOR : The Provincial Environment and Natural Resources Officer

THRU: The Regulation and Permitting Section (RPS)

FROM : The Community Environment and Natural Resources Officer

SUBJECT : **APPLICATION FOR SPECIAL LAND-USE PERMIT (SLUP) OF SMART COMMUNICATION INC. FOR THE INSTALLATION OF SATELLITE TOWER LOCATED AT BARANGAY CARURAY, SAN VICENTE, PALAWAN**

This has reference with the memorandum dated September 28, 2022 and received by this office on October 10, 2022 from the Provincial Environment and Natural Resources Officer relative to the above mentioned subject.

Enclosed in the said lacking requirements: enclosed (1 Folder)

1. certified photocopy of O.R. No. 1409192-E
2. rectified map including the roads/trails with technical description and total area
3. NCIP Letter dated/received October 19, 2022

For review/evaluation, consideration and approval.

[Signature]

RONNIE P. LILANG
Chief, RPS/Office-in-Charge

DENR - PENRO ROXAS
RELEASED
DATE: *OCT 20 2022*
BY: *[Signature]*
NO. *2022-10-1638*



Republic of the Philippines
Department of Environment and Natural Resources
MIMAROPA Region
PROVINCIAL ENVIRONMENT AND NATURAL RESOURCES OFFICE
Bgy. Sta. Monica, Puerto Princesa City, Palawan
Telfax No. (048) 434 - 8791
Email Add: penropalawan@denr.gov.ph

September 28, 2022

MEMORANDUM

TO : The Community Environment and
Natural Resources Officer
Roxas, Palawan

FROM : The Provincial Environment and
Natural Resources Officer

SUBJECT : **APPLICATION FOR SPECIAL LAND-USE PERMIT (SLUP), OF SMART
COMMUNICATION INC. FOR THE INSTALLATION OF SATELLITE
TOWER LOCATED AT BGY. CARURAY, SAN VICENTE, PALAWAN**

ATTACHED : Your Memorandum dated August 30, 2022 with enclosures (1 folder)
DOCUMENTS

ACTIONS DESIRED:

- ☒ For information and appropriate action
- ☐ For comments and recommendations
- ☐ For immediate/ strict compliance
- ☒ Lacking requirements / Special instructions

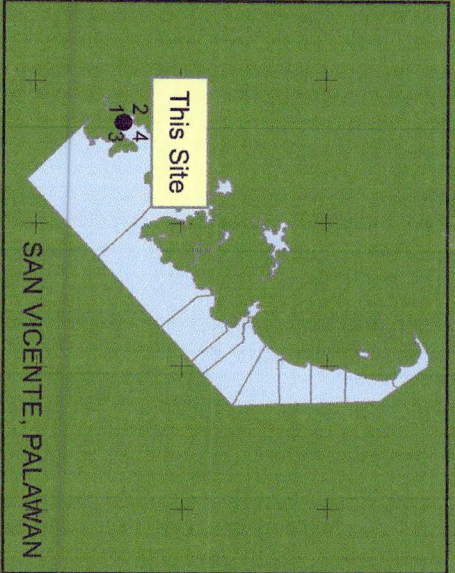
Review and evaluation of the submitted documents disclosed that;
1. Submitted Official Receipt (O.R. # 1409192 E) is photocopy
2. Access roads / trails not included in the maps.

Please submit certified true copy of O.R. No. 1409192 E and rectified map including access roads/trails with technical description and with total area. Per RSO No. 752 series of 2019, item no. 8, "*The total area to be covered by the SLUP shall include the access roads, transmission line and related facilities, hence not only the foot prints of the PLDT-SMART cell site tower*" the prescribed trails is one meter in width, copy of RSO No. 752 and sample copy of maps are hereto attached for your ready reference, Submission of the aforementioned documents will be the basis for further processing and proper endorsement for approval. Likewise, inform the proponent of the action taken on the matter.

FELIZARDO B. CAYATOC

TECHNICAL DESCRIPTION

CORNERS	LATITUDE	LONGITUDE	LINE	BEARING
1	10°21'18.72"	118°58'40.44"	1-2	N2-5-24.07E
2	10°21'19.08"	118°58'40.44"	2-3	S88-56-14.78E
3	10°21'19.08"	118°58'40.80"	3-4	S0-32-32.3-W
4	10°21'18.72"	118°58'40.80"	4-1	N89-9-26.91W



Legend

- CORNERS
- AREA
- TRAIL/ACCESS ROAD
- Palawan LC map WGS
- LC STATUS
- Alienable & Disposable
- Forestland
- UPF



Republic of the Philippines
Department of Environment and Natural Resources
MIMAROPA Region
COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE
Bantayog III (Poblacion), Roxas, Palawan

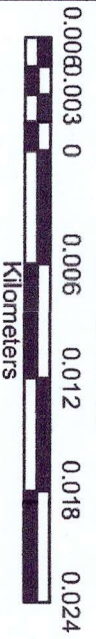


SHOWING THE AREA APPLIED
SPECIAL LAND-USE PERMIT (SLUP)
OF SMART COMMUNICATION, INC.
LOCATED AT BARANGAY CARURAY,
SAN VICENTE, PALAWAN

AREA: 255 Sq. Meters

TRAIL/ACCESS ROAD AREA (Sq. M.) 237 sq.m.
TRAIL/ACCESS ROAD LENGTH (m): 237 meters

SCALE : 1:400



Coordinate System: WGS 1984 UTM Zone 50N
Projection: Transverse Mercator
Datum: WGS 1984

Digitized By:

REA C. GARCIA
Forest Technician I

Checked and Verified By:

RONNIE P. LILANG
Chief RPS

Attested By:

PABLO CRUZ
CENRO

118°58'36"E

118°58'39"E

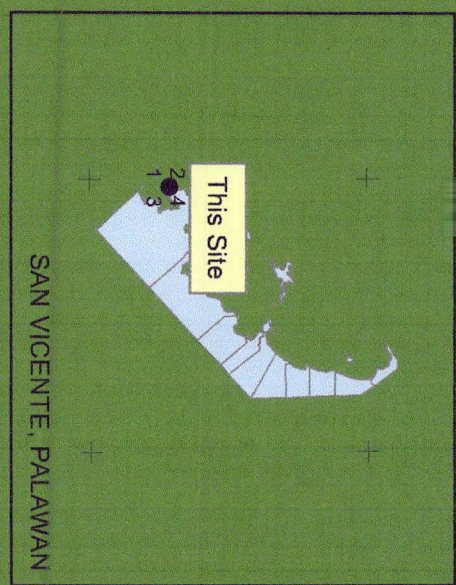
118°58'42"E

118°58'45"E

118°58'48"E

TECHNICAL DESCRIPTION

CORNERS	LATITUDE	LONGITUDE	LINE	BEARING
1	10°21'18.72"	118°58'40.44"	1-2	N2-5-24.07E
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Legend

- CORNERS
- AREA
- TRAIL/ACCESS ROAD
- LC MAP
- LC STATUS
- Alienable & Disposable
- Forestland
- UPF



Republic of the Philippines
Department of Environment and Natural Resources
MIMAROPA Region
COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE
Barangay III (Poblacion), Roxas, Palawan

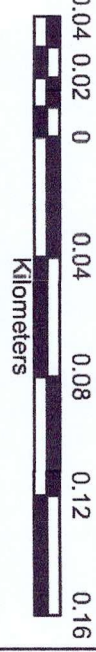


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SPECIAL LAND-USE PERMIT (SLUP)
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LOCATED AT BARANGAY CARURAY,
SAN VICENTE, PALAWAN

AREA: 255 Sq. Meters

TRAIL/ACCESS ROAD AREA (Sq. M.) 237 sq.m.
TRAIL/ACCESS ROAD LENGTH (m): 237 meters

SCALE : 1:2400



Coordinate System: WGS 1984 UTM Zone 50N
Projection: Transverse Mercator
Datum: WGS 1984

Digitized By:

REA C. GARCIA
Forest Technician I

Checked and Verified By:

RONNIE P. LILANG
Chief, RPS

Attested By:

PABLO J. CRUZ
CEMIRO

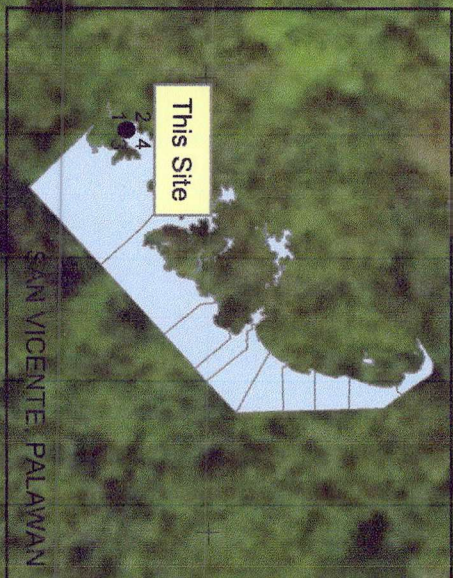
118°58'40"E

118°58'44"E

118°58'48"E

TECHNICAL DESCRIPTION

CORNERS	LATITUDE	LONGITUDE	LINE	BEARING
1	10°21'18.72"N	118°58'40.44"E	1-2	N2-5-24.07E
2	10°21'19.08"N	118°58'40.44"E	2-3	S88-56-14.78E
3	10°21'19.08"N	118°58'40.80"E	3-4	S0-32-32.3-W
4	10°21'18.72"N	118°58'40.80"E	4-1	N89-9-26.91W



Legend

- CORNERS
- AREA
- TRAIL/ACCESS ROAD



Esri, HERE, Garmin, (c) OpenStreetMap contributors, and the GIS user community, Source: Esri, Maxar, Earthstar Geographics, and the GIS User Community



Republic of the Philippines
Department of Environment and Natural Resources
MIMAROPA Region
COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE
Barangay III (Paladian, Koonas, Palawan)

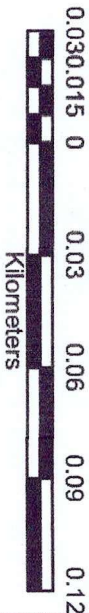


**SHOWING THE AREA APPLIED
SPECIAL LAND-USE PERMIT (SLUP)
OF SMART COMMUNICATION, INC.
LOCATED AT BARANGAY CARURAY,
SAN VICENTE, PALAWAN**

AREA: 255 Sq. Meters

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TRAIL/ACCESS ROAD LENGTH (m): 237 meters

SCALE : 1:400



Coordinate System: WGS 1984 UTM Zone 50N
Projection: Transverse Mercator
Datum: WGS 1984

Digitized By:

REA C. GARCIA
Forest Technician I

Checked and Verified By:

RONNIE P. LILANG
Chief RPS

Attested By:

PABLO CRUZ
CEMRO



Official Receipt
of the
Republic of the Philippines

Nº 1409192 E

Date 5/18/2022

Agency Div - Cebu - 1409192

Fund

Payor Cebu - Cebu - 1409192

Nature of Collection	Account Code	Amount
Appropriation - 2022	P	000
Cebu - Cebu - 1409192		
1409192		
TOTAL		P 000

Amount in Words Five hundred pesos

<input checked="" type="checkbox"/> Cash	Drawee Bank	Number	Date
<input type="checkbox"/> Check			
<input type="checkbox"/> Money Order			

Received the amount stated above.

Collecting Officer

NOTE: Write the number and date of this receipt on the back of check or money order received.

CERTIFIED PHOTO COPY

MARIA ANGELICA B. DELA PERA

Supo



Republic of the Philippines
Department of Environment and Natural Resources
MIMAROPA Region
COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE
Barangay III (Poblacion), Roxas, Palawan
Contact No. 09171606578 / 09175028647
Email address: cenroroxaspalawan@denr.gov.ph

October 19, 2022

Mary Ann L. Delos Santos
AO IV/OIC
National Commission on Indigenous People
Roxas, Palawan

RECEIVED
DATE: 10-19-2022
BY: *[Signature]*

Madam,

Greetings!

Respectfully endorsing the project profile for Special Land Use Permit (SLUP) application of the Smart Communication Inc., for the issuance of the necessary documents from your Office such as the Certificate of Non-Overlap (CNO). The applicant applied to this office and had proven qualification. Furthermore, this Office had evaluated, inspected and verified the applied site.

As part of the verification, the site needed to be verified of any conflict of claims/tenure under your Office's jurisdiction, thus the certification issued by your Office is an important component for processing the applicant further.

Hoping for your continuous support and cooperation. Thank you and more power!

[Signature]
PABLO L. CRUZ
CENRO

DENR-CENRO ROXAS
RELEASED
DATE: OCT 19 2022
BY: *[Signature]*
2022-10-16 35



Republic of the Philippines
Department of Environment and Natural Resources

MIMAROPA Region

COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE

Barangay III (Poblacion), Roxas, Palawan

Contact No. 09171606578 / 09175028647

Email address: cenroroxaspalawan@denr.gov.ph

August 30, 2022

MEMORANDUM

FOR : THE Regional Executive Director

THRU : The Provincial Environment and Natural Resources Officer

FROM : The Community Environment and Natural Resources Officer

SUBJECT : **APPLICATION FOR SPECIAL LAND-USE PERMIT (SLUP) OF SMART COMMUNICATION INC. FOR THE INSTALLATION OF SATELLITE TOWER LOCATED AT BARANGAY CARURAY, SAN VICENTE, PALAWAN**

DENR PENRO
PALAWAN RECORDS
RECEIVED

BY: [Signature]
DATE: 09-07-2022 CH: 20-813

Forwarded is the application folder containing the requirement for the Special Land-Use Permit (SLUP) of Smart Communication Inc. for the installation of Satellite Tower in Barangay Caruray, San Vicente, Palawan.

Please be informed that the applied area for SLUP was excluded ~~for~~ the digitized CSC map of Mr. Candelario Demate.

Enclosed in said application folder are the following:

1. Reconnaissance Survey and Inspection Report dated August 2020 with Geo-tagged Photos
2. Application from Duly accomplished
3. Application Fee
Amount Paid P 500.00
O. R. Number 1409192
Date Paid May 18, 2022
4. Indicative Management Plan
5. SEC Registration
6. DTI Registration
7. BIR zonal Valuation
8. Proof of Financial Capability
9. Location Map
10. CSC report with Digitized Map
11. ECAN zoning Certification (PCSD) exemption from securing SEP Clearance
12. Endorsement from LGU
13. Copy of Order Payment from EMB

For review/evaluation, consideration and approval.

[Signature]
PABLO L. CRUZ

DENR-CENRO ROXAS
RELEASED
DATE: SEP 02 2022

BY: [Signature]
NO. 2022-09-13 7

APPLICATION
FOR
SPECIAL LAND USE PERMIT

Application No. _____

The Regional Executive Director
Department of Environment and Natural Resources
City of San Vicente, Palawan

Sir:

In compliance with the provisions of P.D. 707 as amended, Executive Order No. 192 Series of 1987, Executive Order No. 278 Series of 1987 and all pertinent regulations, on the matter, I hereby apply for a Forest Land use Agreement, the particulars of which are as follows:

Type of Forest Land Use : Smart Comm Tower (Cellsite)

Approximate Area : 16 meters x 16 meters (256 Square meters)

Location: Province : Palawan
Municipality : San Vicente
Barangay : Caruray
Sitio

Boundaries: LATITUDE: 10.354688
LONGITUDE: 118.978438

We understand that the filing of this application does not convey the right to enter, occupy or develop the area applied for, until an agreement has been executed between us and the Secretary for the Department of Environment and Natural Resources.

All application requirement as stipulated in the regulation are enclosed together with the required non-refundable application fee of _____

Very truly yours,

SMART COMMUNICATIONS INC.
6799 Ayala Avenue, 1226 Makati City, Philippines
(02) 811-0211 / (02) 511-4685

ERLAN T. GAMBALAN
Manager
Network Build Department

REPUBLIC OF THE PHILIPPINES)
Province of PUERTO PRINCESA CITY
Municipality of _____

8 - 15 20

SUBSCRIBED AND SWORN to before me this ____ day of ____ 20 ____
Affiant exhibited to me his/her Community Tax Certificate No. _____ issued at
_____ on _____

JOC. NO. 72
PAGE NO. 16
BOOK NO. 16
SERIES OF L



4 CITY. ROLANDO E. PAY
NOTARY PUBLIC
UNTIL DEC. 31, 2021
STR NO. 5513352 / 01-02-2020
IBP NO. 001822 / 10-29-2019
ROLL NO. 32126
MCLE COMPLIANCE NO. VI-0025887 / 4-29 2020

NOTE: Write the number and date of this receipt on the back of check or money order received.

**INDICATIVE MANAGEMET PLAN
(SMART COMMUNICATION INC)
(Brgy. Caruray, San Vicente, Palawan)**

I. INTRODUCTION

This site is located at **Brgy. Caruray, San Vicente, Palawan** within the territorial jurisdiction of CENRO of the Department of Environment and Natural Resources (DENR). The entire area is classified as Public Forest Land Area.

The identified lot area allocated for Smart Communications, Inc. to accommodate tower and other appurtenant structures is 400 Hundred square meters and per actual site investigation the entire location is declared Public Forest land.

II. OBJECTIVES

A. GENERAL

Being one of the country's leading telecommunication companies, SMART Communication Inc. is continuously expanding and upgrading its operation nationwide. This is to improve signal coverage and provide SMART subscribers of a better and efficient means of communication including a quality of services to meet customer's satisfaction.

B. SPECIFIC

The Base Transciever Station is utilized and served as a transceiver station site for its digital cellular mobile telephone network. This forms a transmission link for the entire Province of Palawan and other nearby adjacent municipalities that lies along the network systems in order to provide a full coverage as well as continuous signal within the range area and vice-versa. The relay station caters and supply the existing commercial and upcoming establishment located in the area of an effective means of telecommunications services. Likewise, enhancement of the state-of-the-art mobile technology is expected to boost the economy and alleviate the impact of public health caused by the current rate of uncontrolled urbanization, partly spawned by a lack of an efficient and accessible telecommunication system within the Municipality of San Vicente and around the area of the Province of Palawan.

III. Project Schedule

The construction period for the establishment of a telecommunication facility (Base Transciever Station) take about 45 to 90 days excluding the pre-construction phase and installation of telecommunication equipment.

The tasks that had been implemented for the materialization of the project were presented below:

Pre-Construction Phase

During the pre-construction stage, the activities involved were the following:

- Relocation, Subdivision and Topographic Survey
- Geotechnical Survey
- Detailed Engineering Survey

Construction Phase

On the actual execution of the project, the works listed below had been undertaken and considered:

- Clearing and Grubbing
- Excavation Works
- Site Development Works
- Tower Foundation
Tower Erection
- Perimeter Fence Construction
Other Appurtenant Structure (Concrete Cabin and Genset House)

Post-Construction Phase

Minimal works had been conducted in this stage, considering that the project had been turned-over to Smart Communication Inc for acceptance:

- Site Clearing
- Punch listing Works
- Demobilization

Operational Phase

Once the telecommunication facilities have been completed, no activities were being involved except for the microwave antenna installed in the tower structures that is responsible for transmitting and receiving signals from the other areas and vice versa along the Municipality of San Vicente and the entire province of Palawan. In order to ensure orderliness in maintaining the site, Smart Communications Inc shall detail twenty-four hour security personnel to man the entire facility.

IV. TECHNICAL ASPECTS

A. Project Activities

Within the allocated lot area of 400 square meter construction of various sites appurtenant structures have been involved in the relay station project schedule and this was in relation with all various activities as stated in the project schedule during construction phase. These include construction of the following telecommunications structures and facilities.

- 120 ft high Self Supporting Three (3) Legged Tower
- Concrete Cabin
Fuel / Oil Tank
Genset House
- Perimeter Fence
Commercial Power

The structures approved is provided with complete electrical systems composed of lighting, grounding and fire protection/detection systems while the genset house/pad shall serve to accommodate the installed generator unit to ensure round the clock transmission operation in case of power failure in the area including other equipment. A fire extinguisher also installed in the area for emergency purposes. The entire area shall be enclosed by perimeter fence made of concrete and barb wire.

B. Description of Production / Development

Basically, the land improvement in the area is utilized for the operation of telecommunication facility (Base Transceiver Station) site and this will only involve tower structures responsible for transmitting signal to have a good coverage in the area and other neighboring town / cities as part of the network systems in the entire Province of Palawan.

C. Site Development

As describe and mentioned above, all the necessary and related appurtenant structures needed for the operation of telecommunication facility were constructed and installed. This was reflected in the site development plan.

V. MANAGEMENT ASPECTS

In line with the department for the preservation and protection of mother earth environment, Smart Communications Inc set-up organization and develop management strategies / policies to manage and mitigate environmental impact / hazards that may crop-up or meet along the way during construction and operational phase of the telecommunication facility. An environmental outline / objective that shall serve as guidelines in the implementation has been develop and shall be fully observed throughout the existence of the telecommunication relay station constructed in the area. Detailed plan is being recommended for environmental management applicable for this project.

A. Organization

For monitoring compliance of environmental requirements, the company (SMART Communications Inc) had appointed an Environmental Officer (EO) that shall be directly responsible to the Environmental Management Bureau / Department of Environment and Natural Resources / Regional Office (EMB/DENR/RO). The EO will be a regular staff of Smart Comm. He / she will ensure compliance with the environment requirements set for the works in the Environmental Management Plan (EMP); brief the operational and maintenance staff about the requirements of the EMP; interpret, implement and enforce the EMP and other related environmental matters; undertake periodic audits of adherence to the EMP; and communicate policy issues with the EMB/DENR/RO.

B. Management Strategies and Policies

The residual impacts that would be generated during the different stages of the project implementation (i.e. construction to operation) shall be closely monitored, mitigated and prevented to an acceptable level using proven engineering practices and other measures using the following parameters in line with the company's recommended environmental management plan.

I. RECOMMENDED ENVIRONMENTAL MANAGEMENT PLAN

A. Environmental Management Objectives

An Environmental Management Plan (EMP) which covers the construction, commissioning, operational and decommissioning (abandonment) phase of the telecommunication facility is

drawn to achieve the environmental objectives of the project and Smart Communication Inc, as a whole:

The environmental management objectives include the following:

Taken not to destroy site vegetation by construction vehicles or any means of transporting construction materials at the site project location

Storm water control measures should take care not to pollute storm water runoff disposal during construction activities; polluted water should be contained on the site.

Soil erosion caused by construction activities shall be kept to a minimum. Care should be taken **in the setting of construction facilities and materials**. Dust pollution from land clearing and **earth filling activities shall be kept to a minimum** by using dust **suppression** techniques, **such as the spraying of water on the affected area**.

Litter and solid waste, mainly due to constructional activities, shall be confined to areas designated for the specific use by the EO.

The Contractor shall draw-up a plan of all parts of construction site, showing the layout of site establishment, topsoil stockpiles, planned access and circulation routes, etc for smooth implementation of this project.

Every precaution should be taken, in accordance with this specification, to prevent pollution of air, soil, ground, and surface water as a result of construction or associated activities at all locations covered by the contract.

1. Control of Damage to Plants and Animals

In principle, the preference is to minimize damage to natural habitants within the designated area. In practice, however, it is sometimes unavoidable, in which case the aim is to rehabilitate the disturbed land according to the rehabilitation plan or the EO's instructions.

Plants within the site shall only be moved or removed in accordance with the landscape rehabilitation plan (if any). Removal, damage or disturbance of any plant outside the designated area is not permitted. Indigenous vegetation should be retained or transplants where appropriate.

2. Control of damage to Soil and Water

Topsoil shall be stripped from the areas as indicated below prior to the commencement of site establishment and construction; and the stockpiled for use in the reinstatement and rehabilitation; roads; and any part of the site where beams are to be constructed; any area upon which structures, building and tower are to be constructed; any area which is used for temporary storage of materials including topsoil stockpiles; areas that could be polluted by any aspect of the construction activity; and areas designated for the dumping of spoil.

The Contractor shall ensure that subsoil and topsoil are not mixed during stripping, excavation, reinstatement and rehabilitation. Stripping of topsoil shall be undertaken in such a way to minimize erosion by wind or runoff.

Areas from which topsoil is to be removed shall be cleared of any foreign material which may come to form part of the topsoil during removal including bricks, rubble, any waste material, litter, excess vegetation and other material which could reduce the quality of the topsoil.

Topsoil shall be stockpiled in areas designated by the Engineer. Where required, the stockpiles shall either be vegetated or covered by a suitable fabric to prevent erosion and invasion of weeds.

Likewise, Topsoil shall be stripped from the above areas to depth not exceeding 225 mm from the original ground levels unless otherwise specified by the Engineer, after clearing and grubbing of the area is complete.

3. Control of Pollution

As a minimum requirement all waste emissions (hazardous, airborne, liquid and solid) from the site shall be kept within the limits of standard set in terms of relevant national and local pollution legislation and regulations.

Accidental pollution incidents shall be reported to the Engineer immediately after they occur and shall be cleaned up by the Contractor or to nominate clean-up organization at the expense of the Contractor.

4. Control of Damage to Air

All reasonable measure should be taken to minimize air emissions in the form of smoke, dust and gases.

5. Management of Waste

5.1 Solid Waste Management

Measures to reduce the solid waste generated are:

- Separate biodegradable solids from non-biodegradable one to facilitate proper recycling and re-use or disposal, and;
- Solid waste collected to be placed in a covered temporary holding area.

Refuse shall be collected and stored in demarcated, fenced areas in skips and / or bins. The fenced areas containers should be designated to prevent refuse from being blown out by wind and should be strategically and conspicuously placed throughout the site.

5.2 Wastewater Treatment Facilities

During Construction, the contractor shall provide sanitation facilities in form of portable toilets at the camp, office, workshop and construction sites for staff and visitors.

During operation stage, wastewater may not be disposed of directly into drainage lines, streams or rivers. Therefore, a septic tank will be constructed and will serve as the wastewater treatment facilities for the domestic waste generated by the facilities and maintenance personnel that will be inspecting the facilities on a regular visit and the security personnel detailed at the site. The septic tank will consist of a digestive chamber that becomes a depository of decomposed solid organic materials and

leaching chambers for the depository of liquid waste. The liquid waste will be eventually be drained into the drainage system with a toxicity level acceptable to government regulations.

II. ENVIRONMENTAL MANAGEMENT DURING OPERATION AND MAINTENANCE

All applicable legislation shall apply.

1. Control of Pollution

- * To promote environmental protection and social uplift;
- * To comply with legal environmental standards;
- * To ensure transparency and community involvement in environmental issues (if any);
- * To measure and report on the environmental performance of the project as well as of that of the organization;
- * To maintain active involvement in water and wastewater management, pollution abatement, and environmental education, and;
- * To improve staff awareness of the environmental policy and encourage their participation in the active implementation of the policy.

In line with the environmental management objectives, the EMP is observed for it to become an effective means of managing environmental performance. This will enable the identification of critical environmental issue, the development of action plans to address these issues, the establishment of environmental performance indicators, and raising environmental awareness among the staff and providing appropriate training (if necessary).

All solids, liquids or gaseous discharges from septic tank shall be in compliance with the DENR Effluent Regulations. Accidental pollution shall be reported to the EO immediately when they occur. The EO shall notify the relevant authorities as well as arrange appropriate amelioration.

For telecommunication facility, it is expected that no toxic gases will be emitted by the equipment facilities within the cell site.

III. COMPENSATION PLAN

The various cell site premises / telecommunications facilities owned by Smart Communications Inc. is insured under the Malayan Insurance company, Incorporated. The Telecommunication facilities that include tower and other appurtenant structures including the telecommunication equipment installed inside Smart Communication Inc necessary for its operation are covered by the **Comprehensive General Liability Insurance Policy**. The coverage of the policy is not only limited on the facilities itself but as well as the liability of SMART Communication for Bodily Injury and Property Damage caused by accident arising out of the hazards thereof on the surrounding environs within the vicinity where the facility is located. The policy is renewed annually with corresponding aggregates.

IV. CONTINGENCY RESPONSE PLAN

In response with Smart Communications Inc. commitment for the National Telecommunication Commission (NTC) rollout project development nationwide is on-going for the construction of telecommunication facility, thus involving the construction of the Cellular Mobile Transmission System (CMTS) tower and other appurtenant structures or serve as a Base Transceiver Station site for its digital cellular mobile telephone work. The construction is limited within the area of 1,836 sq. m, leased by Smart Communication through Special Forest Land Use Permit in accordance to guidelines and agreement set by DENR. It is expected that these site will not handle / transfer and store hazardous materials and wastes. With this type of industry, significant environment hazards caused by human activities are therefore not expected.

However, some minor natural hazards cause by earth processes (typhoon and earthquake) can sometimes be expected. It is expected that the first to be affected by these natural hazards is the tower structures. Since this tower structure is one of the vital structure of CMTS, Smart Communications Inc. guaranteed that the construction method applied and the materials used in the erection of the tower is within the latest National Structural code of the Philippines (NSCP) design standard (4th — 5th Edition). This tower is designed to withstand a windload capacity of 250 Km / hour gusty winds and with 1.75 windload factor of safety; and also adopted the maximum seismic / earthquake design factor under Zone 4, also indicated in the Unified building Code (UBC) and NSCP.

If in case, the occurrence of the natural hazards exceed the design limit, Smart Communications Inc. has set aside a corresponding compensation plan / amount in the insurance policy to immediately help all the affected persons within the range of the project site as indicated in the comprehensive General Liability Policy under the Compensation Plan of the company.

V. ENVIRONMENTAL MONITORING PLAN

At the time of the telecommunication facility operation, the proponent will have the main responsibility for the proper implementation of the monitoring plan. Coordination and implementation arrangement will be established with the DENR, DOH and the LGU Officials (Municipality/City/Barangay levels). The data will be properly documented and reported to the main office of the Proponent especially if there is accident and operational problems within the project site.

VI. RECOMMENDED INSTITUTIONAL PLAN

During operation stage, it is essential that the Proponent and its designated EO, Operation and Maintenance Crew and the Engineering Staff will have a regular inspection schedule of the telecommunication facilities, equipment, computerized switching unit and other appurtenant structures installed within the cell site are all in good working condition. And the environmental facilities such as garbage cans / collection bins are always present and the septic tank is properly functioning.

In addition to this, a 24-hour round the clock security guard will be permanently stationed at the site or in other areas where the caretaker is assigned both shall maintain safety and

orderliness. Any accident (minor or major) or any operational problems that might occur within the cell site should be immediately reported to the O & M / FASG / WATO department for prompt action.

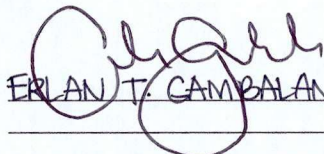
VII. CONCLUSION

The project is not expected to create adverse potential environmental impacts. The residual impacts could be prevented and mitigated to an acceptable level using proven engineering practice and measures. With the construction of this telecommunication facility, it further spurs the socio-economic development in the entire Municipality of San Vicente and Province of Palawan. Benefits to be reaped from an efficient and effective telecommunication services are increased in productivity and commerce.

VI. FINANCIAL ASPECTS

SMART has an annual budget allocated for operating and maintenance, upgrading and construction of new telecommunication facilities to support the company's nationwide roll-out. Since all the telecommunications facilities have typical layout or site development, the Project Cost or the Total Land Improvement budget ranges from 600 Thousand to 1.5 Million. For a Self-Supporting 3 Legged Tower to be constructed in the DENR property or located in the hilly / mountainous terrain the project is almost million, a detailed computation of this is reflected in the application of building permit in the Municipality of San Vicente.

Proponent:


ERLAN T. CAMBALAN



REPUBLIC OF THE PHILIPPINES
SECURITIES AND EXCHANGE COMMISSION
SEC Building, EDSA, Greenhills
City of Mandaluyong, Metro Manila



Company Reg. No. 186066

CERTIFICATE OF FILING
OF
AMENDED ARTICLES OF INCORPORATION

TO ALL TO WHOM THESE PRESENTS MAY COME, GREETINGS:


THIS IS TO CERTIFY that the amended articles of incorporation of the

SMART COMMUNICATIONS, INC.,
(Amending Article VII by reclassification of shares thereof)

copy annexed, adopted on May 13, 2002 by a majority vote of the Board of Directors and by the vote of the stockholders owning or representing at least two-thirds of the outstanding capital stock, and certified under oath by the Assistant Corporate Secretary and a majority of the Board of Directors of the corporation was approved by the Commission on this date pursuant to the provision of Section 16 of the Corporation Code of the Philippines, Batas Pambansa Blg. 68, approved on May 1, 1980, and copies thereof are filed with the Commission.

Unless this corporation obtains or already has obtained the appropriate Secondary License from this Commission, this Certificate does not authorize it to undertake business activities requiring a Secondary License from this Commission such as, but not limited to acting as: broker or dealer in securities, government securities eligible dealer (GSED), investment adviser of an investment company, closed-end or open-end investment company, investment house, transfer agent, commodity/financial futures exchange/broker/merchant, financing company, pre-need plan issuer, general agent in pre-need plans and time shares/club shares/membership certificates issuers or selling agents thereof. Neither does this Certificate constitute as permit to undertake activities for which other government agencies require a license or permit.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the seal of this Commission to be affixed at Mandaluyong City, Metro Manila, Philippines, this 14th day of June, Two Thousand Two.


ROSALINA TEJADA TESORIO
Officer-in-Charge

Company Registration and Monitoring Department

14/6/02

CERTIFIED MACHINE COPY

COVER SHEET

Mr. Tander.
9/6/18 4/20/02

186066
S.C. Registration Number

SMART COMMUNICATIONS, INC.

PRO-02
1/15/02
Mr. Valdez
6-18-02

(Company's Post Office)

6789 AYALA AVENUE

MAKATI CITY

(Business Address: No. Street/City/Province)

Contact Person

811-0211
Company Telephone Number

31 12
Month Day
Fiscal Year

AS1 - RECLAS
FORM TYPE

Month Day

Annual Meeting
2nd Friday of
April

Secondary License Type, if Applicable

Dept. Requiring this Doc.

Article Seventh
Amended Articles Number/Section

Total No. of Shareholders

Total Amount of Shareings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number
6789-1-123
U.S. Company Ltd.

LCU

Cashier

STAMPS

Remarks = pls. Use black ink for scanning purposes

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PAGE 1 OF 1 PAGES
VERIFIED BY:

507 503 4-22 5-15-02/015

11/25/02


CERTIFICATE OF AMENDMENT
OF THE
ARTICLES OF INCORPORATION
OF
SMART COMMUNICATIONS, INC.


KNOW ALL MEN BY THESE PRESENTS,

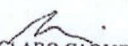
The undersigned Assistant Corporate Secretary and majority of the members of the Board of Directors of SMART COMMUNICATIONS, INC. (hereinafter, the "Corporation") do hereby certify that the accompanying copy of the Amended Articles of Incorporation of the Corporation embodying the underscored amendments to the Seventh Article (i) reclassifying One Hundred Million (100,000,000) of the unissued common shares of the Corporation into One Hundred Million (100,000,000) preferred shares such that the authorized capital stock of the Corporation amounting to Four Billion Pesos (P 4,000,000,000.00) is now divided into Two Billion Nine Hundred (2,900,000,000) common shares with par value of One Peso (P 1.00) per share and One Billion One Hundred Million (1,100,000,000) preferred shares with par value of One Peso (P 1.00) per share; and (ii) adding a new feature to the preferred shares of the Corporation, is true and correct and was approved by a majority of the Board of Directors at their duly constituted meeting held on 13 May 2002 at the principal office of the Corporation and ratified by the stockholders owning or representing at least two-thirds (2/3) of the outstanding capital stock of the Corporation at their duly constituted meeting held on 13 May 2002 at the principal office of the Corporation.

IN WITNESS WHEREOF, we have hereunto signed these presents on this
JUN 14 2002 at Makati City, Metro Manila.

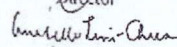

MANUEL Y. PANGILINAN
Chairman

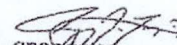

RAMONCITO S. FERNANDEZ
Director

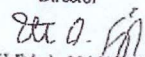

ANASTACIO E. MARTINEZ
Director



CLARO CARMELO P. RAMIREZ
Director


NATHOLEON L. NAZARENO
Director


ANABELLE L. CHUA
Director


GEORGE N. LIM
Director


IMELDA A. MANALANG

CERTIFIED MACHINE COPY
PAGE 16 OF 11 PAGES
VERIFIED BY: 

AMENDED ARTICLES OF INCORPORATION

OF

SMART COMMUNICATIONS, INC.
(As amended on May 13, 2002)

KNOW ALL MEN BY THESE PRESENTS:

That we, of legal age, citizens and residents of the Republic of the Philippines, have this day voluntarily associated ourselves together for the purposes of forming a corporation under the laws of the Philippines.

AND WE HEREBY CERTIFY:

FIRST: That the name of the said corporation shall be:

SMART COMMUNICATIONS, INC.
(As amended on October 1, 1993)

SECOND: That the purposes for which the said corporation is formed are:

PRIMARY PURPOSE

To engage in telecommunications and to own, design, manufacture, assemble, install, purchase, rent, establish, manage, audit, repair, rehabilitate, integrate, operate, sell, lease or otherwise dispose of and generally deal in and with systems, facilities, equipment and devices involving the processing, storage, movement, monitoring and retrieval of information including but not limited to data, image, voice, audio and tone.
(As amended on February 1, 1991)

SECONDARY PURPOSE

1. To purchase, acquire, own, lease, sell and convey, real properties such as lands, buildings, factories and warehouses and machineries, equipment and other personal properties as may be necessary or incidental to the conduct of the corporate business, and to pay in cash shares of its capital stock, debentures and other evidences of indebtedness, or other securities, as may be deemed expedient, for any business or property acquired by the corporation;

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PAGE 3 OF 11 PAGES
VERIFIED BY: _____

2. To borrow or raise money necessary to meet the financial requirements of its business by the issuance of bonds, promissory notes and other evidences of indebtedness, and to secure the repayment thereof by mortgage, pledge, deed of trust or lien upon the properties of the corporation or to issue pursuant to law shares of its capital stock, debentures and other evidences of indebtedness in payment for properties acquired by the corporation or for money borrowed in the prosecuting of its lawful business;

3. To invest and deal with the money and properties of the corporation in such manner as may from time to time be considered wise or expedient for the advancement of its interests and to sell, dispose of or transfer the business, properties and goodwill of the corporation or any part thereof for such consideration and under such terms as it shall see fit to accept;

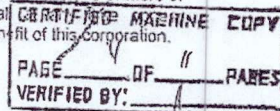
4. To aid in any manner any corporation, association, or trust estate, domestic or foreign, or any firm or individual, any shares of stock in which or any bonds, debentures, notes securities, evidences of indebtedness, contracts, or obligations of which are held by or for this corporation, directly or indirectly or through other corporations or otherwise;

5. To enter into any lawful arrangement for sharing profits, union of interest, utilization or farmout agreement, reciprocal concession, or cooperation, with any corporation, association, partnership, syndicate, entity, person or governmental, municipal or public authority, domestic or foreign, in the carrying on of any business or transaction deemed necessary, convenient or incidental to carrying out any of the purposes of this corporation;

6. To acquire or obtain from any government or authority, national, provincial, municipal or otherwise, or any corporation, company or partnership or person, such charter, contracts, franchise, privileges, exemption, licenses and concessions as may be conducive to any of the objects of the corporation;

7. To establish and operate one or more branch offices, or agencies and to carry on any or all of its operations and business without any restrictions as to place or amount including the right to hold, purchase or otherwise acquire, lease, mortgage, pledge and convey or otherwise deal in and with real and personal property anywhere within the Philippines;

8. To conduct and transact any and all lawful business, and to do or cause to be done any one or more of the acts and things herein set forth as its purposes, within or without the Philippines, and in any and all foreign countries, and to do everything necessary, desirable or incidental to the accomplishment of the purposes or the exercise of any one or more of the powers herein enumerated, or which shall be conducive to or expedient for the protection or benefit of this corporation.



THIRD: That the place where the principal office of the corporation is to be established or located is at Metropolitan Manila, Philippines.

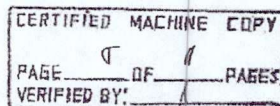
FOURTH: That the term for which this corporation is to exist is fifty (50) years from and after the date of incorporation.

FIFTH: That the names, nationalities and residences of the incorporators of said corporation are as follows:

David T. Fernando	Filipino	45 Austin Street Rancho Estate Subdivision Marikina, Metro Manila
Jefferson R. Boone	Filipino	Phase 7B, Block 4, Lot 22 Pacita I Complex San Pedro, Laguna
Allan Roberto R. Mauricio	Filipino	38 Montclair Street Merville Park Subdivision Parañaque, Metro Manila
Aniceto B. Vea	Filipino	8 Adelfa Street Mapayapa Village Quezon City
Rafael A. Morales	Filipino	9 Colossians Street Sacred Heart Village Novaliches, Quezon City

SIXTH: That the number of directors of this corporation shall be eleven (11) and that the names, nationalities and residences of the directors who are to serve until their successors are elected and qualified as provided by the by-laws are as follows (As amended on February 15, 1995):

David T. Fernando	Filipino	45 Austin Street Rancho Estate Subdivision Marikina, Metro Manila
Jefferson R. Boone	Filipino	Phase 7B, Block 4, Lot 22 Pacita I Complex San Pedro, Laguna



Allan Roberto R. Mauricio	Filipino	38 Montclair Street Merville Park Subdivision Parañaque, Metro Manila
Aniceto B. Vea	Filipino	8 Adelfa Street Mapayapa Village Quezon City
Rafael A. Morales	Filipino	9 Colosians Street Sacred Heart Village Novaliches, Quezon City

SEVENTH: (a) That the authorized capital stock of the corporation is Four Billion Pesos (P 4,000,000,000) Philippine Currency, and said capital stock is divided into Two Billion Nine Hundred Million (2,900,000,000) shares of common stock with par value of One Peso (P 1.00) each, or an aggregate par value of Two Billion Nine Hundred Million Pesos (P2,900,000,000), Philippine Currency and One Billion One Hundred Million (1,100,000,000) shares of the preferred stock with par value of One Peso (P 1.00) each, or an aggregate par value of One Billion One Hundred Million Pesos (P 1,100,000,000) Philippine Currency. (As amended on May 13, 2002)

(b) Preferred shares of stock shall have the same dividend rights as common shares subject to paragraph (f) below.

(c) Voting rights shall be vested exclusively on holders of common shares. Preferred shares shall be non-voting except in those cases expressly provided by law.

(d) Subject to compliance with the requirements of the Securities and Exchange Commission, preferred shares may be converted into common shares at the option of stockholder, at a ratio of one common share for every one preferred share. The procedure for the conversion of preferred shares to common shares shall be determined by the Board of Directors.

(e) Preferred shares may be redeemed at the option of the Corporation at any time subject to the approval of the Board of Directors, provided that in the event a stockholder wishes to convert his preferred shares, the right of such stockholder to convert his preferred shares shall prevail over the Corporation's right to redeem the preferred shares. Any preferred shares to be redeemed shall be redeemed at the price and under such other terms and conditions and procedure as shall be determined by the Board of Directors.

(f) In the event of liquidation of the Corporation, preferred shares shall have preference over common shares in the distribution of assets of the Corporation. (As amended on June 23, 2000)

(g) Any and all preferred shares of stock redeemed by, or converted into shares of common stock of, the Corporation shall revert to and form part of the unissued shares of preferred stock of the Corporation and may be reissued under such other terms and conditions and procedure as shall be determined by the Board. (As amended on May 13, 2002)

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PAGE 4 OF 11 PAGES
VERIFIED BY: A

The above conditions shall be printed in all certificates of stock issued by the Corporation.

All stockholders of the corporation shall not enjoy pre-emptive rights to subscribe to or purchase any or all issues or dispositions of shares of any class of the Corporation. (As amended on 24 April 1997)

EIGHTH: That the amount of said capital stock which has been actually subscribed is Five Hundred Thousand Pesos (P 500,000), and the following persons have subscribed for the number of shares and the amount of capital stock indicated opposite their respective names:

Name	Citizenship	No. of Shares	Amount Subscribed
David T. Fernando	Filipino	1,000	P 100,000.00
Jefferson R. Boone	Filipino	1,000	P 100,000.00
Allan Roberto R. Mauricio	Filipino	1,000	P 100,000.00
Aniceto B. Vea	Filipino	1,000	P 100,000.00
Rafael A. Morales	Filipino	1,000	P 100,000.00
Total		5,000	P 500,000.00

NINTH: That the following persons have paid on the shares of capital stock for which they have subscribed, the amount set out after their respective names:

Name	Amount Paid
David T. Fernando	P 25,000.00
Jefferson R. Boone	P 25,000.00
Allan Roberto R. Mauricio	P 25,000.00
Aniceto B. Vea	P 25,000.00
Rafael A. Morales	P 25,000.00
	P 125,000.00

TENTH: That no issuance or transfer of shares of stock of the corporation which could reduce the stock ownership of Filipino citizens to less than the percentage of the outstanding capital stock required by law to be owned by Filipino citizens, shall be allowed or permitted to be recorded in the books of the corporation. This restriction shall be printed or indicated in all the certificates of stock to be issued by the corporation.

ELEVENTH: That Allan Roberto R. Mauricio has been elected by the subscribers as Treasurer of the corporation to act as such until his successor is duly elected and shall have qualified in accordance with the by-laws; and that, as such Treasurer, he has been authorized to receive for the corporation, and to issue in his name, the certificates of stock for the subscriptions paid in by the subscribers.

CERTIFIED TRUE AND CORRECT COPY
PAGE 7 OF 11 PAGES
VERIFIED BY: _____

IN WITNESS WHEREOF, we hereunto set our hands this 22nd day of January 1991
at Makati, Metro Manila, Philippines.

(Sgd) DAVID T. FERNANDO

(Sgd) ANICETO B. VEA

(Sgd) JEFFERSON R. BOONE

(Sgd) RAFAEL A. MORALES

(Sgd) ALLAN ROBERTO R. MAURICIO

Signed in the presence of:

(Sgd) CONCEPCION R. SAN JUAN

(Sgd) MARY ANN MENDOZA

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PAGE 1 OF 11 PAGES
VERIFIED BY: _____

ACKNOWLEDGMENT

REPUBLIC OF THE PHILIPPINES)
MAKATI, METRO MANILA) S.S

BEFORE ME, a Notary Public for and in Makati, Metro Manila, Philippines, this 22nd
day of January 1991 personally appeared:

<u>Name</u>	<u>Res. Cert. No.</u>	<u>Date & Place Issued</u>
David T. Fernando	2679922	2.15.90/Marikina, M.M.
Jefferson R. Boone	8198958	4.3.90/Makati, M.M.
Allan Roberto R. Mauricio	54884K	1.17.90/Makati, M.M.
Aniceto B. Vea	141822239	8.14.90/Makati, M.M.
Rafael A. Morales	547926	1.17.90/Makati, M.M.

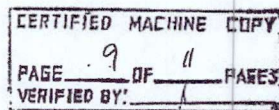
all known to me and to me known to be the same persons who executed the foregoing
Articles of Incorporation and acknowledged to me that the same is their free and voluntary
act and deed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my notarial
Seal on the date and at the place first abovewritten.

(Sgd) MARIA TERESA D. MERCADO
Notary Public
Until December 31, 1991
PTR # 811682; 04/11/90; Makati, MM

Doc. No. 17;
Book No. 5;
Page No. 11;
Series of 1991.

Amoroso Legaspi



SEC

NO. 808716

Republic of the Philippines
Department of Trade and Industry
NATIONAL CAPITAL REGION
Makati, Metro Manila



Certificate of Registration OF BUSINESS NAME

THIS IS TO CERTIFY THAT

SMART WIRELESS CENTER

6799 AYALA AVENUE, MAKATI CITY, METRO MANILA

as a business name, or firm or style was registered in this office on SEPTEMBER 10, 2001
by:

SMART COMMUNICATIONS, INC.

which will expire on SEPTEMBER 10, 2002 in accordance with the provisions of Act No. 3883 of the Philippine Legislature approved on November 14, 1931, as amended by Act No. 4147, approved November 28, 1934, and Republic Act No. 863, approved June 16, 1953, and in compliance with the rules and regulations prescribed by the Department of Trade and Industry.



DEPARTMENT OF
TRADE & INDUSTRY
PHILIPPINES
CERT. NO. 01062182

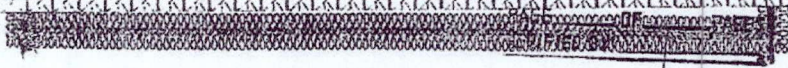


IN TESTIMONY WHEREOF, I have hereunto set my hand and caused the seal of the DEPARTMENT OF TRADE & INDUSTRY to be affixed at Makati, Metro Manila, Philippines, this 10th day of SEPTEMBER, in the year of our Lord, 2001.

[Signature]
LUDINA S. ENECIO
Director, DTI-NCR

N
LICENSE TO ENGAGE IN ANY KIND OF BUSINESS,
(VALID ONLY AT THE BUSINESS ADDRESS INDICATED HEREIN)

ORIGINAL



RDO NO. 36 **PUERTO PRINCESA CITY, PALAWAN**
MUNICIPALITY: SAN VICENTE, PALAWAN

BARANGAY: BINGA		D.O No.	23-97	54-92
		Effectivity Date	12-May-97	12-Nov-92
STREET/SUBDIVISION	VICINITY	CLASSI- FICATION	1ST REVISION ZV/SQ.M.	INITIAL ZV/SQ.M.
ALL LOTS		RR	35.00	23.00
		I	75.00	9.00
		A	1.75	0.50
		A1	2.85	1.00
		A2	2.00	
		A3	1.30	
		A4	1.25	
		A5	2.00	1.30
		A7	1.50	
		A8	1.00	
		A10	1.05	

MUNICIPALITY: SAN VICENTE, PALAWAN

BARANGAY: CARURAY		D.O No.	23-97	54-92
		Effectivity Date	12-May-97	12-Nov-92
STREET/SUBDIVISION	VICINITY	CLASSI- FICATION	1ST REVISION ZV/SQ.M.	INITIAL ZV/SQ.M.
ALL LOTS		RR	40.00	34.00
		I	100.00	12.00
		A	2.25	1.30
		A1	3.70	1.60
		A2	2.75	
		A3	1.70	
		A4	1.25	
		A5	2.00	1.90
		A6	2.00	
		A7	1.50	
		A8	1.00	
		A10	1.05	

MUNICIPALITY: SAN VICENTE, PALAWAN

BARANGAY: PORT BARTON		D.O No.	23-97	54-92
		Effectivity Date	12-May-97	12-Nov-92
STREET/SUBDIVISION	VICINITY	CLASSI- FICATION	1ST REVISION ZV/SQ.M.	INITIAL ZV/SQ.M.
BARANGAY SITE/ALL-W ROAD		RR	60.00	40.00
		CR	90.00	78.00
ALONG COSTAL AREAS		I	150.00	16.00
		CR	150.00	
		A	2.25	1.00
		A1	3.70	1.30
		A2	2.75	
		A3	1.70	
		A4	1.25	
		A5	2.00	1.60
		A6	2.00	
		A7	1.50	
		A10	1.05	

DEPARTMENT ORDER NO. 23-97
November 11, 1996

SUBJECT: IMPLEMENTATION OF THE REVISED ZONAL VALUES OF REAL PROPERTIES IN ALL MUNICIPALITIES UNDER REVENUE DISTRICT OFFICE NO. 36 (PUERTO PRINCESA CITY, PALAWAN), REVENUE REGION 6 (MANILA), FOR INTERNAL REVENUE TAX PURPOSES.

T O : All Internal Revenue Officers and Others Concerned.

Section 16(e) of the Tax Code as amended by Presidential Decree No. 1994, authorizes the Commissioner of Internal Revenue to divide the Philippines into different zones or areas and determine for internal revenue tax purposes, the fair market value of the real properties located in each zone or area upon consultation with competent appraisers both from private and public sectors.

By virtue of said authority, the Commissioner of Internal Revenue has determined the zonal values of real properties (1st Revision) located in all Municipalities under the jurisdiction of Revenue District Office No. 36 (Puerto Princesa City, Palawan), Revenue Region No. 6 (Manila), after a public hearing was conducted on July 13, 1995 for the purpose. This Order is issued to implement the revised zonal values for land to be used in computing any internal revenue tax.

In case the gross selling price or the market value as shown in the schedule of values of the provincial or city assessor is higher than the zonal value established herein, such values shall be used as basis for computing the internal revenue tax.

This Order shall take effect immediately.

(Signed) ROBERTO F. DE OCAMPO
Secretary of Finance

RECOMMENDED BY:

(Signed) LIWAYWAY VINZONS-CHATO
Commissioner of Internal Revenue

DEFINITION OF TERMS

- RESIDENTIAL - LAND/BUILDING PRINCIPALLY DEVOTED TO HABITATION.
- COMMERCIAL - LAND/BUILDING DEVOTED PRINCIPALLY TO COMMERCIAL PURPOSES & GENERALLY FOR THE OBJECT OF PROFIT FOR THE OBJECT OF PROFIT.
- INDUSTRIAL - DEVOTED PRINCIPALLY TO INDUSTRY AS CAPITAL.
- AGRICULTURAL - DEVOTED PRINCIPALLY TO RAISING OF CROP SUCH AS RICE, CORN, SUGARCANE, TOBACCO, ETC. OR TO PASTURING, DAIRYING, INLAND FISHING, SALT-MAKING AND OTHER AGRICULTURAL USES UNCLUDING TIMBERLAND AND FOREST LAND.
- GENERAL PURPOSE - RAWLAND, UNDEVELOPED AND UNDERDEVELOPED AREA WHICH HAS POTENTIAL FOR DEVELOPMENT INTO RESIDENTIAL, COMMERCIAL, INDUSTRIAL, INSTITUTIONAL, ETC.
- VICINITY - MEANS AN AREA, LOCALITY, NEIGHBORHOOD OR DISTRICT ABOUT NEAR, ADJACENT, PROXIMATE, OR CONTIGUOUS TO A STREET BEING LOCATED.

CLASSIFICATION LEGEND:

'R.R' - RESIDENTIAL REGULAR
'CR' - COMMERCIAL REGULAR
'GP' - GENERAL PURPOSE
'GL' - GOVERNMENT LAND
'RC' - RESIDENTIAL CONDOMINIUM
'CC' - COMMERCIAL CONDOMINIUM
'I' - INDUSTRIAL
'APD' - AREA FOR PRIORITY
DEVELOPMENT
'X' - INSTITUTIONAL
A10' - BAMBOO LAND/NIPA LAND

'A' - ORCHARD LAND
'A1' - IRRIGATED RICELAND
'A2' - UNIRRIGATED RICELAND
'A3' - CASOY LAND
'A4' - UPLAND
'A5' - COCOLAND
'A6' - CORNLAND/COFFEELAND
'A7' - BANANALAND/MANGROVES
'A8' - PASTURE/RAW LAND
'A9' - FISHPOND

INDEPENDENT AUDITOR'S REPORT

The Stockholders and the Board of Directors
Smart Communications, Inc.
26th Floor, Smart Tower
6799 Ayala Avenue, Makati City

Opinion

We have audited the parent company financial statements of Smart Communications, Inc. (a wholly-owned subsidiary of PLDT Inc.), which comprise the parent company statements of financial position as at December 31, 2017 and 2016, and the parent company statements of income, parent company statements of comprehensive income, parent company statements of changes in equity and parent company statements of cash flows for the years then ended, and notes to the parent company financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying parent company financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2017 and 2016, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards (PFRSs).

Basis for Opinion

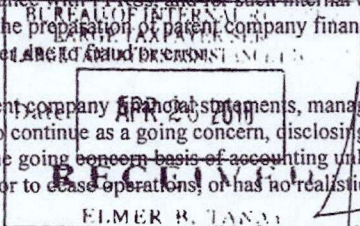
We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Parent Company Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the parent company financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Parent Company Financial Statements

Management is responsible for the preparation and fair presentation of the parent company financial statements in accordance with PFRSs, and for such internal control as management determines is necessary to enable the preparation of parent company financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the parent company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.



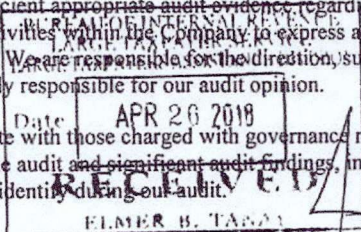
Auditor's Responsibilities for the Audit of the Parent Company Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these parent company financial statements.

As part of an audit in accordance with PSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the parent company financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the parent company financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the parent company financial statements, including the disclosures, and whether the parent company financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the parent company financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

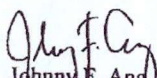
Date: APR 26 2018
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Report on the Supplementary Information Required Under Revenue Regulations 15-2010

Our audits were conducted for the purpose of forming an opinion on the parent company financial statements taken as a whole. The supplementary information required under Revenue Regulations 15-2010 in Note 25 to the parent company financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of the management of Smart Communications, Inc. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.


Johnny F. Ang
Partner

CPA Certificate No. 0108257

SEC Accreditation No. 1284-AR-1 (Group A),

June 9, 2016, valid until June 9, 2019

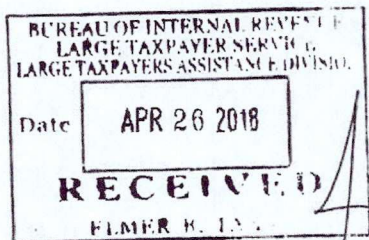
Tax Identification No. 221-717-423

BIR Accreditation No. 08-001998-101-2015,

November 25, 2015, valid until November 24, 2018

PTR No. 6621222, January 9, 2018, Makati City

March 27, 2018

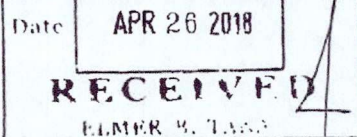


SMART COMMUNICATIONS, INC.
(A Wholly-owned Subsidiary of PLDT Inc.)

PARENT COMPANY STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2017 AND 2016
(In Million Pesos)

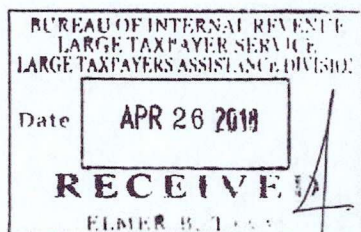
	2017	2016
ASSETS		
Noncurrent Assets		
Property and equipment (Notes 3, 6 and 23)	92,617	103,720
Intangible assets (Notes 3, 8, and 18)	19,938	26,951
Investments in associates and subsidiaries (Note 7)	16,313	16,939
Available-for-sale financial investments (Notes 3 and 22)	81	67
Investments in debt securities - held-to-maturity (Notes 3, 10 and 22)	150	150
Deferred income tax assets - net (Notes 3 and 5)	11,856	5,848
Prepayments - net of current portion (Notes 13, 18 and 19)	4,074	5,930
Derivative financial assets - net of current portion (Note 22)	55	197
Advances and other assets - net of current portion (Note 22)	1,242	1,625
Total Noncurrent Assets	146,326	161,427
Current Assets		
Cash and cash equivalents (Notes 9 and 22)	8,709	8,607
Short-term investments (Note 22)	75	1,713
Investments in employee benefit trust (Notes 18, 19 and 22)	376	-
Current portion of investments in debt securities - held-to-maturity (Notes 3, 10 and 22)	-	202
Trade and other receivables - net (Notes 3, 11, 18 and 22)	17,491	10,009
Inventories and supplies (Notes 3, 12 and 18)	1,459	1,370
Current portion of prepayments (Notes 13, 18 and 19)	6,943	4,999
Current portion of derivative financial assets (Note 22)	165	221
Current portion of advances and other assets (Note 22)	748	129
Total Current Assets	35,966	27,250
TOTAL ASSETS	182,292	188,677
EQUITY AND LIABILITIES		
Equity		
Common stock (Note 14)	2,732	2,732
Capital in excess of par value	11,031	11,031
Total Paid-up Capital	13,763	13,763
Retained earnings (Note 14)	3,297	6,620
Perpetual notes	5,260	-
Subordinated shareholder's advances (SSA) (Notes 3 and 14)	18,460	10,500
Other comprehensive income (loss) (Note 14)	(160)	67
Total Equity	40,620	30,950
Noncurrent Liabilities		
Interest-bearing financial liabilities - net of current portion (Notes 4, 15, 20 and 22)	54,652	62,737
Asset retirement obligation (Notes 3 and 2)	1,009	925
Derivative financial liabilities - net of current portion (Note 22)	8	-
Other noncurrent liabilities	132	131
Total Noncurrent Liabilities	55,801	63,793

(Forward)



	2017	2016
Current Liabilities		
Accounts payable (Notes 16, 18, 20 and 22)	39,232	47,294
Accrued expenses and other current liabilities (Notes 17, 18, 20 and 22)	32,194	29,063
Unearned revenues (Note 18)	4,649	5,226
Current portion of interest-bearing financial liabilities (Notes 4, 15, 20 and 22)	7,736	12,114
Income tax payable (Note 5)	-	211
Dividends payable (Notes 14 and 22)	2,000	-
Current portion of derivative financial liabilities (Note 22)	60	26
Total Current Liabilities	85,871	93,934
Total Liabilities	141,672	157,727
TOTAL EQUITY AND LIABILITIES	182,292	188,677

See accompanying Notes to the Parent Company Financial Statements.

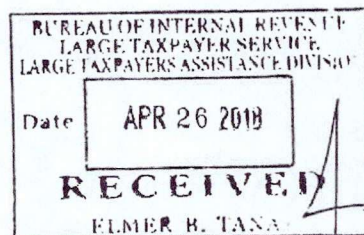


SMART COMMUNICATIONS, INC.
(A Wholly-owned Subsidiary of PLDT Inc.)

PARENT COMPANY STATEMENTS OF INCOME
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016
(In Million Pesos)

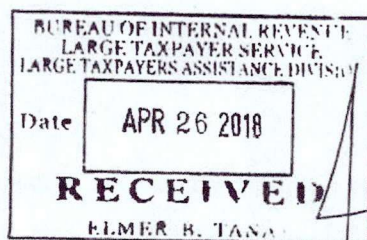
	2017	2016
REVENUES (Notes 3 and 18)		
Service revenues		
Sale of cellular handsets and subscriber's identification module (SIM) packs	82,698	83,666
	4,572	3,310
	87,270	86,976
Less share of other carriers (Notes 3 and 18)	5,600	8,946
	81,670	78,030
EXPENSES		
Depreciation (Notes 3 and 6)	34,148	15,620
Professional and other service fees (Notes 4 and 18)	9,822	5,613
Rent (Notes 3, 4, 18 and 20)	8,637	8,937
Cost of sales (Notes 4 and 12)	7,740	11,018
Amortization of intangible assets (Notes 3, 8 and 18)	7,013	2,618
Repairs, maintenance and others (Note 18)	6,988	6,842
Compensation and employee benefits (Notes 3, 4, 18 and 19)	6,124	5,846
Asset impairment (Notes 3, 4, 6, 11 and 12)	5,257	5,787
Selling and promotions (Notes 4, 13 and 18)	3,141	4,535
Taxes and licenses	2,025	2,023
Insurance and security services	847	961
Communication, training and travel (Note 18)	743	696
Cost of service	499	289
	92,984	70,785
	(11,314)	7,245
OTHER INCOME (EXPENSES)		
Dividend income (Notes 7 and 18)	16,827	19,758
Income from consultancy (Note 18)	1,168	3,062
Interest income (Notes 4, 9 and 10)	267	223
Foreign exchange losses - net (Notes 6 and 22)	(23)	(1,674)
Financing costs - net (Notes 4, 6, 15 and 22)	(2,251)	(2,363)
Other expenses - net (Notes 3, 4, 6, 7, 11, 12, 18 and 22)	(171)	(6,145)
	15,817	12,861
INCOME BEFORE INCOME TAX	4,503	20,106
PROVISION FOR (BENEFIT FROM) INCOME TAX (Notes 5 and 22)	(3,844)	2,309
NET INCOME	8,347	17,797

See accompanying Notes to the Parent Company Financial Statements.



SMART COMMUNICATIONS, INC.*(A Wholly-owned Subsidiary of PLDT Inc.)***PARENT COMPANY STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016***(In Million Pesos)*

	2017	2016
NET INCOME	8,347	17,797
OTHER COMPREHENSIVE INCOME (LOSS) - NET OF TAX (Note 14)		
Net transaction on cash flow hedges - net of tax (Note 22)	(289)	(97)
Net gain on available-for-sale financial investments (Note 22)	13	5
Net other comprehensive loss to be reclassified to profit or loss in subsequent years	(276)	(92)
Actuarial gain (loss) on defined benefit obligations:		
Remeasurement gain in actuarial losses on defined benefit obligation (Note 19)	70	3
Income tax related to remeasurement adjustments	(21)	(1)
Net other comprehensive income not to be reclassified to profit or loss in subsequent years	49	2
Total other comprehensive loss - net of tax (Note 14)	(227)	(90)
TOTAL COMPREHENSIVE INCOME	8,120	17,707

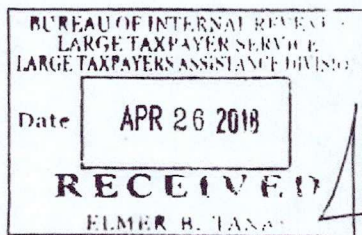
See accompanying Notes to the Parent Company Financial Statements.

SMART COMMUNICATIONS, INC.
(A Wholly-owned Subsidiary of PLDT Inc.)

PARENT COMPANY STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016
(In Million Pesos)

	Paid-up Capital	Retained Earnings (Notes 3, 14 and 18)	Perpetual Notes (Notes 3 and 14)	SSA (Note 3 and 14)	Other Comprehen- -sive Income (Loss) (Notes 5, 14 and 19)	Total Equity
Balances as at January 1, 2017	13,763	6,620	-	10,500	67	30,950
Net income	-	8,347	-	-	-	8,347
Other comprehensive loss	-	-	-	-	(227)	(227)
Total comprehensive income (loss)	-	8,347	-	-	(227)	8,120
Cash dividends	-	(11,000)	-	-	-	(11,000)
Issuance of perpetual notes	-	-	5,260	-	-	5,260
Distributions on perpetual notes	-	(191)	-	-	-	(191)
Issuance of SSA	-	-	-	7,960	-	7,960
Distributions on SSA	-	(479)	-	-	-	(479)
Balances as at December 31, 2017	13,763	3,297	5,260	18,460	(160)	40,620
Balances as at January 1, 2016	13,763	2,323	-	-	157	16,243
Net income	-	17,797	-	-	-	17,797
Other comprehensive loss	-	-	-	-	(90)	(90)
Total comprehensive income (loss)	-	17,797	-	-	(90)	17,707
Cash dividends	-	(13,500)	-	-	-	(13,500)
Issuance of SSA	-	-	-	10,500	-	10,500
Balances as at December 31, 2016	13,763	6,620	-	10,500	67	30,950

See accompanying Notes to the Parent Company Financial Statements.



SMART COMMUNICATIONS, INC.*(A Wholly-owned Subsidiary of PLDT Inc.)***PARENT COMPANY STATEMENTS OF CASH FLOWS****FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016***(In Million Pesos)*

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	4,503	20,106
Adjustments for:		
Depreciation (Notes 3 and 6)	34,148	15,620
Amortization of intangible assets (Notes 3 and 8)	7,013	2,618
Asset impairment (Notes 3, 4, 6, 11 and 12)	5,257	5,787
Interest on loans and related items - net of capitalized interest (Note 4)	2,053	2,128
Impairment of subsidiaries and associate (Notes 3, 4 and 7)	726	5,550
Incentive plans	331	-
Pension costs (Notes 3, 4 and 19)	221	227
Accretion of:		
Financial liabilities (Notes 4 and 15)	146	157
Asset retirement obligation (Note 6)	25	22
Loss on sale of property and equipment (Note 4)	102	13
Foreign exchange losses - net (Note 22)	23	1,674
Interest income (Notes 4, 9, 10 and 22)	(267)	(223)
Dividend income (Notes 7 and 18)	(16,827)	(19,758)
Others (Notes 6, 11 and 12)	(788)	(620)
Income before changes in assets and liabilities	36,666	33,301
Decrease (increase) in:		
Trade and other receivables	(6,967)	(2,809)
Inventories and supplies	(142)	(598)
Current portion of prepayments	106	(2,547)
Current portion of advances and other assets	(744)	(4)
Increase (decrease) in:		
Accounts payable	(9,723)	12,598
Accrued expenses and other current liabilities	2,846	4,451
Unearned revenues	(577)	(176)
Pension and other long-term employee benefits (Note 19)	(675)	(118)
Net cash flows generated from operations	20,790	44,098
Income taxes paid	(2,443)	(4,046)
Net cash flows provided by operating activities	18,347	40,052
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends received (Notes 7 and 18)	14,829	23,584
Interest received	267	157
Proceeds from:		
Maturity of short-term investments (Note 22)	20,254	1,361
Disposal of investment in notes receivable	400	-
Maturity of investments in debt securities (Note 10)	328	50
Disposal of property and equipment (Note 6)	124	366
Payments for:		
Investments in subsidiaries (Note 7)	(390)	(213)
Investment in associate (Note 7)	(100)	(130)
Short-term investments (Note 22)	(18,463)	(2,117)
Intangibles (Note 8)	-	(14,962)
Increase in advances and other noncurrent assets	(45)	(1,504)
Interest paid - capitalized to property and equipment (Notes 4 and 6)	(642)	(467)
Payments for acquisition of property and equipment	(23,630)	(44,414)
Net cash flows used in investing activities	(7,068)	(38,289)

(Forward)

Date

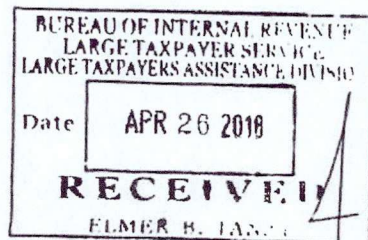
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	2017	2016
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from SSA (Notes 14 and 18)	7,960	10,500
Proceeds from perpetual notes (Note 14)	5,260	-
Proceeds from availment of long-term debt	5,000	21,611
Collection from derivative liabilities	250	-
Payments for:		
Settlement of derivative liabilities	-	(35)
Debt issuance costs (Note 15)	(33)	(128)
Distribution charges from perpetual notes (Note 14)	(191)	-
Distribution charges from SSA (Notes 14 and 18)	(479)	-
Interest - net of capitalized portion (Notes 15 and 17)	(2,096)	(2,003)
Long-term debt (Note 15)	(17,784)	(9,930)
Cash dividends paid (Notes 14 and 18)	(9,000)	(26,000)
Net cash flows used in financing activities	(11,113)	(5,985)
EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		
	(64)	56
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	102	(4,166)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	8,607	12,773
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 9)	8,709	8,607

See accompanying Notes to the Parent Company Financial Statements.



SMART COMMUNICATIONS, INC.
(A Wholly-owned Subsidiary of PLDT Inc.)

NOTES TO THE PARENT COMPANY FINANCIAL STATEMENTS

1. Corporate Information

Company Background

Smart Communications, Inc. (Smart or the Parent Company) was incorporated in the Philippines on January 23, 1991 and was given provisional authorities to install, operate and maintain a cellular mobile telephone system (CMTS) using the digital global system for mobile communications (GSM), analog enhanced total access communications system technologies, international gateway facility (IGF), inter-exchange carrier service, and advanced messaging and paging service.

The Parent Company is wholly-owned by PLDT Inc. (PLDT) and operates under the jurisdiction of the Philippine National Telecommunications Commission (NTC), which jurisdiction extends, among other things, to approving major services offered and rates charged by the Parent Company to its subscribers.

The Parent Company presently maintains its principal office at the 26th Floor, Smart Tower, 6799 Ayala Avenue, Makati City.

The accompanying Parent Company financial statements as at and for the years ended December 31, 2017 and 2016 were approved and authorized for issuance by the Board of Directors (BOD), as reviewed and recommended for approval by the Audit Committee, on March 27, 2018.

Registration with NTC

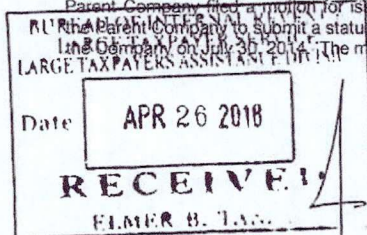
The Parent Company operates its cellular, international long distance and national long distance services pursuant to Certificate of Public Convenience and Necessity (CPCN), the terms of which will expire upon the expiration of its franchise on April 15, 2017 (the franchise of the Parent Company was extended effective May 19, 2017. Please see detailed discussion below). On July 22, 2002, the Parent Company was granted separate CPCNs to operate a CMTS and an IGF.

On August 26, 2002, the Parent Company was granted a CPCN to install, operate and maintain a nationwide global mobile personal communications via satellite which will also expire upon expiration of its franchise. On February 19, 2008, the Parent Company was granted a CPCN to establish, install, maintain, lease and operate an international private leased circuit for a term that is coterminous with the expiration of its franchise. Prior to that, the Parent Company was permitted to engage in these activities pursuant to a provisional authority and timely filed an application for the grant of such CPCN.

On December 28, 2005, the Parent Company was awarded with a license by the NTC after being ranked the highest among the competing operators with a perfect score on a 30-point grading system designed to gauge the capability of telecommunication operators to effectively provide extensive services. As a result, the Parent Company received the largest radio frequency allocation of 15 MHz as well as first choice of frequency spectrum. The Parent Company chose the 1920-1935 MHz and 2110-2125 MHz spectrums. The Parent Company is required to pay annual license fees of Php115 million based on the 15 MHz of paired spectrum awarded to the Parent Company.

On March 6, 2008, the Parent Company was awarded by the NTC additional frequency band 825-835/870-880 MHz for license use on March 6, 2008. The Parent Company was required to pay to NTC the spectrum user fee (SUF) of Php150 million based on the additional 10 MHz of frequencies.

On September 29, 2009, the Parent Company was granted a provisional authority to install, operate and maintain a nationwide data communications network (NDCN) which was valid for 18 months or up to March 29, 2011. The Parent Company filed a motion for issuance of CPCN or extension of provisional authority on March 3, 2011. Acting on the motion, the NTC issued an Order on June 24, 2011, extending the provisional authority from March 28, 2011 up to but not beyond March 28, 2014. On February 14, 2014, the Parent Company filed a motion for issuance of CPCN and/or extension of PA. Consequently, NTC required the Parent Company to submit a status report for the aforesaid service on July 01, 2014 which was complied by the Company on July 30, 2014. The motion remains pending as of this writing.



On May 28, 2010, the NTC issued an order granting the extension of the Parent Company's provisional authority to construct, install, operate and maintain a nationwide public calling office and payphone service from January 5, 2010 up to January 4, 2013. On January 2, 2013, the Parent Company filed a Motion for Issuance of CPCN and/or extension of provisional authority. Acting on the said motion, the NTC issued an Order dated September 25, 2013, extending the provisional authority from January 4, 2013 up to January 4, 2017. The Parent Company filed a Motion for Issuance of CPCN and/or extension of Provisional Authority on January 4, 2017. On July 13, 2017, NTC issued an Order extending the Parent Company's Provisional Authority with validity until January 4, 2020.

The services with respect to NDCN and CPCN are continuously being offered by Parent Company to its subscribers pending action by NTC on the filed motions for extensions.

Legislative Franchise

On March 27, 1992, Philippine Congress granted the legislative franchise to the Parent Company under Republic Act (R.A.) No. 7294 to establish, install, maintain, lease and operate integrated telecommunications, computer, electronic services, and stations throughout the Philippines for public domestic and international telecommunications, and for other purposes. R.A. 7294 became law on April, 15, 1992, which was 15 days from date of publication in at least 2 newspapers of general circulation in the Philippines.

On April 21, 2017, Republic Act No. 10926, which effectively extends the Parent Company's franchise until 2042, was signed into law by the President of the Republic of the Philippines. The law was published in a newspaper of general circulation on May 4, 2017 and took effect on May 19, 2017, or 15 days after the said publication.

Transfer of Digital Mobile Phils., Inc. (DMPI)'s Postpaid Cellular and Broadband Subscription Assets

In November 2016, DMPI transferred to the Parent Company its trademark, subscribers (both individual and corporate) including all of the assets, rights and obligations directly or indirectly connected to its postpaid cellular and broadband subscribers. The transfer is in accordance with the integration of the wireless business under Smart. The Parent Company paid the partial consideration to DMPI amounting to Php14.042 million. The remaining balance of Php9,601 million was paid on November 10, 2017 (see Note 8 – Intangible Assets and Note 18 – Related Party Transactions).

2. Summary of Significant Accounting Policies and Practices

Statement of Compliance

The accompanying Parent Company financial statements have been prepared in compliance with Philippine Financial Reporting Standards (PFRS) as issued by the Philippine Financial Reporting Standards Council (FRSC).

Basis of Preparation

The Parent Company financial statements have been prepared under the historical cost basis, except for derivative financial instruments, certain short-term investments classified as held-for-trading and managed by a fund manager, investments in employee benefit trust and available-for-sale financial investments that have been measured at fair values.

The Parent Company financial statements are presented in Philippine Peso, Parent Company's functional and presentation currency, and all values are rounded to the nearest million, except when otherwise indicated.

The Parent Company financial statements provide comparative information in respect of the previous period. In addition, the Parent Company presents an additional statement of financial position at the beginning of the earliest period presented when there is a retrospective application of an accounting policy, a retrospective restatement, or a reclassification of items in financial statements.

For purposes of submission of the financial statements to the Philippine Securities and Exchange Commission (SEC) and the Bureau of Internal Revenue (BIR), the Parent Company, a wholly-owned subsidiary of PLDT, elected not to prepare financial statements under the exemption provided for in PFRS 10, *Financial Statements* and Philippine Interpretation Committee (PIC) Q&A No. 2006-02, *Philippine Accounting Standards (PAS) 27.10 (d), Clarification of Criteria for Exemption from Presenting Financial Statements*. PLDT, which is also incorporated in the Philippines, prepares PLDT Group's financial statements in accordance with PFRS and such financial statements are filed with the SEC.

Summary of Significant Accounting Policies

The following is the summary of significant accounting policies the Parent Company applied in preparing the Parent Company financial statements.

Investments in Associates

An associate is an entity in which the Parent Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but has no control or joint control over those policies. An investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

The existence of significant influence is presumed to exist when the Parent Company holds 20% or more, but less than 50% of the voting power of another entity. Significant influence is also exemplified when the Parent Company has one or more of the following: (a) a representation on the BOD or the equivalent governing body of the investee; (b) participation in policy-making processes, including participation in decisions about dividends or other distributions; (c) material transactions with the investee; (d) interchange managerial personnel with the investee; or (e) provision of essential technical information.

Investments in associates are accounted for using the cost method and are carried in the Parent Company financial statements at cost, less any impairment in value. The cost of the investments includes transaction costs. The details of the Parent Company's investments in associates are disclosed in *Note 7 – Investments in Associates and Subsidiaries*.

Investments in Subsidiaries

A subsidiary is an entity that is controlled by the Parent Company. Specifically, the Parent Company controls an investee if, and only if, the Parent Company has:

- power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- exposure, or rights, to variable returns from its involvement with the investee; and
- the ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Parent Company has less than a majority of the voting or similar rights of an investee, the Parent Company considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- the contractual arrangement(s) with the other vote holders of the investee
- rights arising from other contractual arrangements
- the Parent Company's voting rights and potential voting rights

Investments in subsidiaries of the Parent Company are accounted for at cost method and are carried in the Parent Company financial statements at cost, less any impairment in value. The details of the Parent Company's investment in subsidiaries are disclosed in *Note 7 – Investments in Associates and Subsidiaries*.

Current Versus Noncurrent Classifications

The Parent Company presents assets and liabilities in the Parent Company statement of financial position based on current or noncurrent classification.

An asset is current when it is:

- Expected to be realized or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as noncurrent.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the period.

All other liabilities are classified as noncurrent.

Deferred income tax assets and liabilities are classified as noncurrent assets and liabilities, respectively.

Foreign Currency Transactions and Translations

The Parent Company financial statements are presented in Philippine Peso, which is also the Parent Company's functional currency. The Philippine Peso is the currency of the primary economic environment in which the Parent Company operates. This is also the currency that mainly influences the revenue from and cost of rendering products and services.

Transactions in foreign currencies are initially recorded in the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional closing rate of exchange prevailing at the end of the reporting period. All differences arising on settlement or translation of monetary items are recognized in the Parent Company statement of income except for foreign exchange differences that qualify as capitalizable borrowing costs for qualifying assets. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

Foreign exchange gains or losses of the Parent Company are treated as taxable income or deductible expenses in the year such exchange gains or losses are realized.

Financial Instruments – Initial Recognition and Subsequent Measurement

Financial Assets

Initial recognition and measurement

Financial assets within the scope of Philippine Accounting Standards (PAS) 39, *Financial Instruments: Recognition and Measurement*, are classified as financial assets at fair value through profit or loss (FVPL), loans and receivables, held-to-maturity (HTM) investments, available-for-sale financial investments, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Parent Company determines the classification of financial assets at initial recognition and, when allowed and appropriate, re-evaluates the designation of such assets at each financial year-end.

Financial assets are recognized initially at fair value plus transaction costs that are attributable to the acquisition of the financial asset, except in the case of financial assets recorded at FVPL.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way purchases or sales) are recognized on the trade date, i.e., the date that the Parent Company commits to purchase or sell the asset.

Subsequent measurement

The subsequent measurement of financial assets depends on the classification as described below:

Financial assets at FVPL

Financial assets at FVPL include financial assets held-for-trading and financial assets designated upon initial recognition at fair value through profit or loss. Financial assets are classified as held-for-trading if they are acquired for the purpose of selling or repurchasing in the near term. Derivative assets, including separated embedded derivatives are also classified as held-for-trading unless they are designated as effective hedging instruments as defined by PAS 39. Financial assets at FVPL are carried in the Parent Company statement of financial position at fair value with net changes in fair value recognized under "Other expenses - net" in the Parent Company statement of income.

Net changes in fair value of derivative instruments (negative net changes in fair value) and non-derivative financial assets (positive net changes in value) are included in "Other expenses - net" (see Note 4 - *Income and Expenses*). Interests earned and dividends received from financial assets at FVPL are recognized in the Parent Company statement of income under "Interest income" and "Other expenses - net", respectively.

Financial assets may be designated at initial recognition as at FVPL if any of the following criteria are met: (a) the designation eliminates or significantly reduces the inconsistent treatment that would otherwise arise from measuring the assets or recognizing gains or losses on them on a different bases; (b) the assets are part of a group of financial assets which are managed and their performance are evaluated on a fair value basis, in accordance with a documented risk management strategy and information about the group of financial assets is provided internally on that basis to the entity's key management personnel; or (c) the financial assets contain an embedded derivative, unless the embedded derivative does not significantly modify the cash flows or it is clear, with little or no analysis, that it would not be separately recorded.

An embedded derivative is separated from the host contract and accounted for as a derivative if all of the following conditions are met: (a) the economic characteristics and risks of the embedded derivatives are not closely related to the economic characteristics and risks of the host contract; (b) a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative; and (c) the hybrid or combined instrument is not recognized at FVPL. These embedded derivatives are measured at fair value with gains or losses arising from changes in fair value recognized in the Parent Company statement of income. Reassessment only occurs if there is a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required.

The Parent Company's financial assets at FVPL include portions of short-term investments, investments in employee benefit trust and derivative financial assets as at December 31, 2017 and 2016

(see Note 22 - *Financial Assets and Liabilities*).

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments and are not quoted in an active market. After initial measurement, such financial assets are carried at amortized cost using the effective interest rate (EIR) method less impairment, if any. This method uses an EIR that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, when appropriate, to the net carrying amount of the financial asset. Gains and losses are recognized in the Parent Company statement of income when the loans and receivables are derecognized or impaired, as well as through the amortization process. Interest earned is recorded in "Interest income" in the Parent Company statement of income. Assets in this category are included in the current assets except for those with maturities greater than 12 months after the end of the reporting period, which are classified as noncurrent assets.

The Parent Company's loans and receivables include cash and cash equivalents, portions of short-term investments, and trade and other receivables, and portions of advances and other assets as at December 31, 2017 and 2016 (see Note 9 - *Cash and Cash Equivalents*, Note 11 - *Trade and Other Receivables*, Note 18 - *Related Party Transactions* and Note 22 - *Financial Assets and Liabilities*).

HTM investments

Quoted non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as HTM when the Parent Company has the positive intention and ability to hold it to maturity. After initial measurement, HTM investments are measured at amortized cost using the EIR method. Gains or losses are recognized in the Parent Company statement of income when the investments are derecognized or impaired, as well as through the amortization process. Interest earned is recorded in "Interest income" in the Parent Company statement of income. Assets in this category are included in Noncurrent assets except for those with maturities that are less than 12 months after the end of the reporting period, which are classified as current assets.

The Parent Company's HTM investments pertain to investments in debt securities as at December 31, 2017 and 2016 (see Note 10 - *Investments in Debt Securities - Held-to-Maturity* and Note 22 - *Financial Assets and Liabilities*).

Available-for-sale financial investments

Available-for-sale financial investments include equity investments and debt securities. Equity investments classified as available-for-sale are those that are neither classified as held-for-trading nor designated as at FVPL. Debt securities in this category are those that are intended to be held for an indefinite period of time and that may be sold in response to liquidity requirements or in response to changes in the market conditions.

After initial measurement, available-for-sale financial investments are subsequently measured at fair value with unrealized gains or losses recognized in other comprehensive income account until the investment is derecognized or determined to be impaired, at which time the cumulative gain or loss recorded in other comprehensive income is recognized in the Parent Company statement of income. Available-for-sale investments in equity instruments that do not have a quoted price in an active market and whose fair value cannot be reliably measured shall be measured at cost. Fair values of available-for-sale financial investments, which consist of proprietary listed shares, were determined using quoted prices. For investment where there is no active market, investments are carried at cost less any accumulated impairment losses.

Dividends earned on holding available-for-sale equity investments are recognized in the Parent Company statement of income under "Dividend income" when the right to receive payment has been established. These financial assets are included under noncurrent assets unless the Parent Company intends to dispose of the investment within 12 months from the end of the reporting period.

The Parent Company evaluates whether the ability and intention to sell its available-for-sale financial investments in the near term is still appropriate. When, in rare circumstances, the Parent Company is unable to trade these financial investments due to inactive markets and management's intention to do so significantly changes in the foreseeable future, the Parent Company may elect to reclassify these financial investments. Reclassification to loans and receivables is permitted when the financial investments meet the definition of loans and receivables and the Parent Company has the intent and ability to hold these assets for the foreseeable future or until maturity. Reclassification to the HTM category is permitted only when the entity has the ability and intention to hold the financial investment to maturity accordingly.

For a financial investment reclassified from the available-for-sale category, the fair value carrying amount at the date of reclassification becomes its new amortized cost and any previous gain or loss on the asset that has been recognized in other comprehensive income is amortized to profit or loss over the remaining life of the investment using the EIR. Any difference between the new amortized cost and the maturity amount is also amortized over the remaining life of the asset using the EIR. If the asset is subsequently determined to be impaired, then the amount recorded in other comprehensive income is reclassified to the Parent Company statement of income.

The Parent Company's available-for-sale financial investments include listed and unlisted equity securities as at December 31, 2017 and 2016 (see Note 22 – Financial Assets and Liabilities).

Financial Liabilities

Initial recognition and measurement

Financial liabilities within the scope of PAS 39 are classified, at initial recognition, as financial liabilities at FVPL, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Subsequent measurement

The subsequent measurement of financial liabilities depends on their classification as described below:

Financial liabilities at FVPL

Financial liabilities at FVPL include financial liabilities held-for-trading and financial liabilities designated upon initial recognition as at FVPL. Financial liabilities are classified as held-for-trading if they are acquired for the purpose of selling in the near term. Derivative liabilities, including separated embedded derivatives are also classified as FVPL unless they are designated as effective hedging instruments as defined by PAS 39. Financial liabilities at FVPL are carried in

the Parent Company statement of financial position at fair value with gains or losses recognized under "Other expenses - net" in the Parent Company statement of income (see Note 4 - *Income and Expenses*).

Financial liabilities may be designated at initial recognition as FVPL if any of the following criteria are met: (a) the designation eliminates or significantly reduces the inconsistent treatment that would otherwise arise from measuring the liabilities or recognizing gains or losses on them on different bases; (b) the liabilities are part of a group of financial liabilities which are managed and their performance are evaluated on a fair value basis, in accordance with a documented risk management strategy and information about the Parent Company is provided internally on that basis to the entity's key management personnel; or (c) the financial liabilities contain an embedded derivative, unless the embedded derivative does not significantly modify the cash flows or it is clear, with little or no analysis, that it would not be separately recorded.

The Parent Company's financial liabilities at fair value through profit and loss include derivative financial liabilities as at December 31, 2017 and 2016 (see Note 22 - *Financial Assets and Liabilities*).

Loans and borrowings and payables

After initial recognition, interest-bearing loans and payables are subsequently measured at amortized cost using the EIR method.

Gains and losses are recognized in the Parent Company statement of income when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included under "Financing costs - net" in the Parent Company statement of income.

The Parent Company's loans and borrowings and payables include accounts payable, accrued expenses and other current liabilities (excluding statutory payables and other nonfinancial liabilities), interest-bearing financial liabilities, customers' deposits (included as part of "Other noncurrent liabilities" in the Parent Company statement of financial position) and dividends payable (see Note 14 - *Equity*, Note 15 - *Interest-bearing Financial Liabilities*, Note 16 - *Accounts Payable*, Note 17 - *Accrued Expenses and Other Current Liabilities*, Note 18 - *Related Party Transactions* and Note 22 - *Financial Assets and Liabilities*).

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Parent Company statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously. The Parent Company assesses that it has a currently enforceable right of offset if the right is not contingent on a future event, and is legally enforceable in the normal course of business, event of default, and event of insolvency or bankruptcy of the Parent Company and all of the counterparties.

Amortized cost of financial instruments

Amortized cost is computed using the EIR method less any allowance for impairment and principal repayment or reduction. The calculation takes into account any premium or discount on acquisition and includes transaction costs and fees that are an integral part of EIR.

"Day 1" difference

When the transaction price in a non-active market is different from the fair value of other observable current market transactions in the same instrument or based on a valuation technique which variables include only data from observable market, the Parent Company recognizes the difference between the transaction price and fair value (a "Day 1" difference) in the Parent Company statement of income unless it qualifies for recognition as some other type of asset or liability. In cases when data used are not observable, the difference between the transaction price and model value is only recognized in the Parent Company statement of income when the inputs become observable or when the instrument is derecognized. For each transaction, the Parent Company determines the appropriate method of recognizing the "Day 1" difference amount.

Classification of Financial Instruments between Debt and Equity

A financial instrument is classified as debt if it provides for a contractual obligation to:

- deliver cash or another financial asset to another entity;
- exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavorable to the Parent Company; or
- satisfy the obligation other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of own equity shares.

If the Parent Company does not have an unconditional right to avoid delivering cash or another financial asset to settle its contractual obligation, the obligation meets the definition of a financial liability.

Impairment of Financial Assets

The Parent Company assesses at the end of each reporting period whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset (an incurred "loss event") and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that the debtor or a group of debtors is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that the debtor will enter bankruptcy or other financial reorganization and when observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

Impairment of Trade and Other Receivables

Individual Impairment

Retail Subscribers

Receivables from retail subscribers are provided with impairment losses when these are specifically identified as impaired. Disconnections are made after a series of collection activities is implemented, including the sending of a collection letter, call-out reminders and collection messages via text messaging, following nonpayment by retail subscribers. Such disconnections usually occurs within a predetermined period from the last statement date. A retail account is temporarily and permanently disconnected if there is nonpayment of 90 days and 150 days, respectively, from the earliest unsettled billing statement.

Corporate Subscribers

Receivables from corporate subscribers are provided with impairment losses when these are specifically identified as impaired. In making this assessment, the Parent Company takes into account normal payment cycle, payment history and status of the account.

Foreign Administrations and Domestic Carriers

For receivables from foreign administrations and domestic carriers, impairment losses are recognized when these are specifically identified as impaired. Full allowance is generally provided after quarterly review of the status of settlement with the carriers.

Dealers, Agents and Others

The Parent Company recognizes impairment losses for the full amount of receivables from dealers, agents and other parties based on the Parent Company's specific assessment of individual balances based on age and payment history, as applicable.

Collective Impairment

The Parent Company estimates impairment losses for accounts receivable that have been assessed individually and found not to be impaired are then assessed collectively.

Retail Subscribers

The Parent Company recognizes impairment losses on retail subscribers through Net Credit Loss (NCL) rate methodology, which is derived from account-level monitoring of subscriber accounts between different age buckets, from current to one day past due to 90 days past due. The NCL rate methodology takes into consideration the actual historical percentage of losses of each age

bucket of accounts receivable. For provisioning purposes, an average NCL is used for accounts assessed collectively.

Corporate Subscribers

The Parent Company recognizes impairment losses on receivable from corporate subscribers using the historical average collection efficiency rate applied to each age bucket of receivable from corporate subscribers.

Foreign Administrations and Domestic Carriers, Dealers, Agents and Others

The Parent Company provides collective impairment loss on receivables falling under a specific age bucket based on historical billing to settlement cycle and credit period. This collective assessment for impairment is based on the ability of the Parent Company to collect from foreign administrations and domestic carriers, and dealers, agents and others, with increased credit risk.

Financial assets carried at amortized cost

For financial assets carried at amortized cost, the Parent Company first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant. If the Parent Company determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is, or continues to be, recognized are not included in a collective assessment of impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been incurred). The present value of the estimated future cash flows is discounted at the financial asset's original EIR. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current EIR.

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognized under "Asset impairment" in the Parent Company statement of income. Interest income continues to be accrued on the reduced carrying amount based on the original EIR of the asset. The financial asset together with the associated allowance are written-off when there is no realistic prospect of future recovery and all collateral has been realized or has been transferred to the Parent Company. If, in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognized, the previously recognized impairment loss is increased or reduced by adjusting the allowance account. Any subsequent reversal of an impairment loss is recognized in the Parent Company statement of income, to the extent that the carrying amount of the asset as at reversal date does not exceed the carrying amount had no impairment loss been recognized in prior years. If a write-off is later recovered, the recovery is recognized in the Parent Company statement of income.

Available-for-sale financial investments

For available-for-sale financial investments, the Parent Company assesses at each reporting date whether there is objective evidence that an investment or a group of investments is impaired.

In the case of equity investments classified as available-for-sale financial investments, objective evidence would include a significant or prolonged decline in the fair value of the investment below its cost. The determination of what is "significant" or "prolonged" requires judgment. The Parent Company treats "significant" generally as decline of 20% or more below the original cost of investment, and "prolonged" as greater than 12 months. When a decline in the fair value of an available-for-sale financial investment has been recognized in other comprehensive income and there is objective evidence that the asset is impaired, the cumulative loss that had been recognized in other comprehensive income is reclassified to the Parent Company statement of income as a reclassification adjustment even though the financial asset has not been derecognized. The amount of the cumulative loss that is reclassified from other comprehensive income to Parent Company statement of income is the difference between the acquisition cost (net of any principal repayment and amortization) and the current fair value, less any impairment loss on that financial asset previously recognized in the Parent Company statement of income. Impairment losses recognized in the Parent Company statement of income for an investment in an equity instrument are not reversed in profit or loss. Subsequent increases in the fair value after impairment are recognized directly in other comprehensive income.

In the case of debt instruments classified as available-for-sale financial investments, impairment is assessed based on the same criteria as financial assets carried at amortized cost. However, the amount recorded for impairment is the cumulative loss measured as the difference between the amortized cost and the current fair value, less any impairment loss on that investment previously recognized in the Parent Company statement of income. Future interest income continues to be accrued based on the reduced carrying amount of the asset, using the rate of interest used to discount future cash flows for the purpose of measuring impairment loss. Such accrual is recorded as part of "Interest income" in the Parent Company statement of income. If, in a subsequent year, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in the Parent Company statement of income, the impairment loss is reversed in profit or loss.

Derecognition of Financial Assets and Liabilities

Financial assets

A financial asset (or when applicable as part of a financial asset or part of a group of similar financial assets) is primarily derecognized when: (a) the rights to receive cash flows from the asset have expired; or (b) the Parent Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either: (a) the Parent Company has transferred substantially all the risks and rewards of the asset; or (b) the Parent Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Parent Company has transferred its rights to receive cash flows from an asset or has entered into a "pass-through" arrangement, and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, a new asset is recognized to the extent of the continuing involvement in the asset.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of the consideration that the Parent Company could be required to repay.

When continuing involvement takes the form of a written and/or purchased option (including a cash-settled option or similar provision) on the transferred asset, the extent of the continuing involvement is the amount of the transferred asset that the Parent Company may repurchase, except that in the case of a written put option (including a cash-settled option or similar provision) on an asset measured at fair value, the extent of the continuing involvement is limited to the lower of the fair value of the transferred asset and the option exercise price.

Financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or has expired.

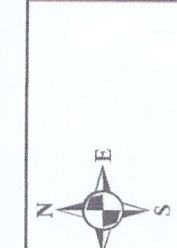
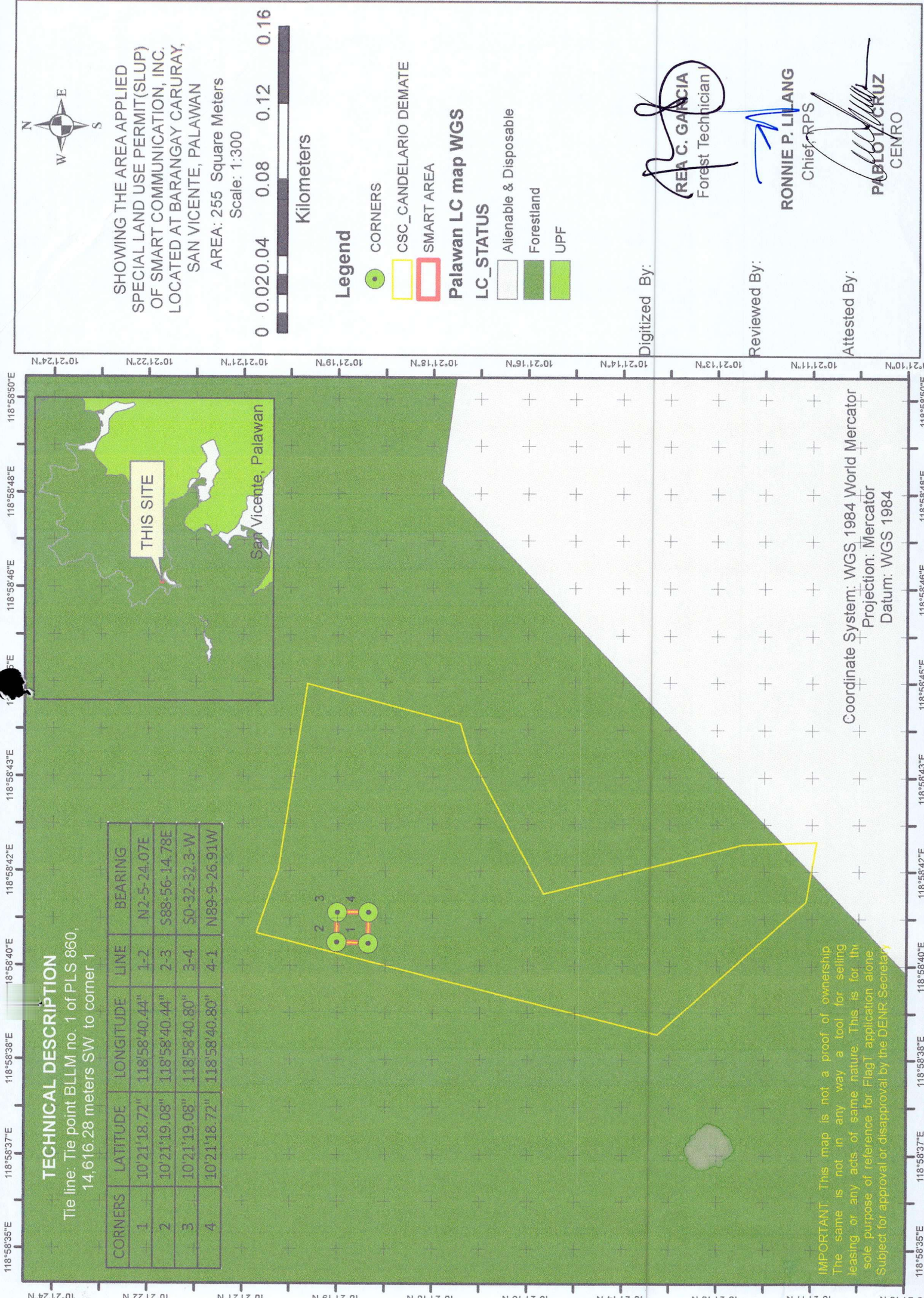
When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the carrying amount of a financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in the Parent Company statement of income.

The financial liability is also derecognized when equity instruments are issued to extinguish all or part of the financial liability. The equity instruments issued are recognized at fair value if it can be reliably measured, otherwise, it is recognized at the fair value of the financial liability extinguished. Any difference between the fair value of the equity instruments issued and the carrying amount of the financial liability extinguished is recognized in the Parent Company statement of income.

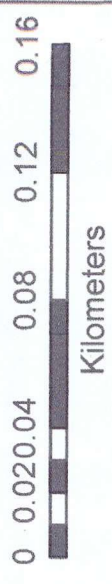
Derivative Financial Instruments and Hedge Accounting

Initial recognition and subsequent measurement

The Parent Company uses derivative financial instruments, such as interest rate swaps and principal only swaps, to hedge its risks associated with foreign currency fluctuations and interest rate. Such derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.



SHOWING THE AREA APPLIED
SPECIAL LAND USE PERMIT (SLUP)
OF SMART COMMUNICATION, INC.
LOCATED AT BARANGAY CARURAY,
SAN VICENTE, PALAWAN
AREA: 255 Square Meters
Scale: 1:300



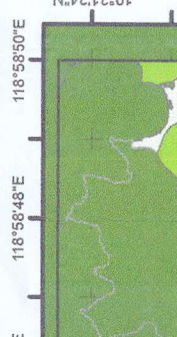
- Legend**
- CORNERS
 - CSC_CANDELARIO DEMATE
 - SMART AREA
 - Palawan LC map WGS
 - LC_STATUS
 - Alienable & Disposable
 - Forestland
 - UPF

Digitized By: **REA C. GARCIA**
Forest Technician

Reviewed By: **RONNIE P. LILANG**
Chief, RPS

Attested By: **PABLO L. CRUZ**
CENRO

CORNERS	LATITUDE	LONGITUDE	LINE	BEARING
1	10°21'18.72"	118°58'40.44"	1-2	N2-5-24.07E
2	10°21'19.03"	118°58'40.44"	2-3	S88-56-14.78E
3	10°21'19.03"	118°58'40.80"	3-4	S0-32-32.3-W
4	10°21'18.72"	118°58'40.80"	4-1	N89-9-26.91W



Coordinate System: WGS 1984 World Mercator
Projection: Mercator
Datum: WGS 1984

IMPORTANT: This map is not a proof of ownership.
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Subject for approval or disapproval by the DENR Secretary



Republic of the Philippines
Department of Environment and Natural Resources
Region IV- MIMAROPA
COMMUNITY ENVIRONMENT AND NATURAL RESOURCES OFFICE
Barangay III (Poblacion), Roxas, Palawan
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March 01, 2021

MEMORANDUM

FOR : The Community Environment and Natural Resources Officer
THRU : The Chief, Conservation and Development Section
SUBJECT : The Undersigned
SUBJECT : **SUBMISSION OF COMPLETED STAFF WORK (CSW) REPORT ON THE ASSESSMENT/ EVALUATION OF CERTIFICATE OF STEWARDSHIP CONTRACT (CSC) NO. 0425021039 AWARDED TO MR. CANDELARIO DEMATE SITUATED IN SITIO GAWID, BARANGAY CARURAY, SAN VICENTE, PALAWAN**

Respectfully submitted is the Completed Staff Work (CSW) on the assessment/ evaluation conducted for the renewal of Certificate of Stewardship Contract awarded to MR. CANDELARIO DEMATE situated in Sitio Gawid, Barangay Caruray, San Vicente, Palawan.

1. Factual Background

- | | | |
|-------------------|---|---|
| December 20, 1988 | - | The Certificate of Stewardship Contract was granted to Mr. Candelario Demate situated in Sitio Gawid, Barangay Caruray, San Vicente, Palawan containing an area of, more or less 3.84 hectares; |
| June 02, 2020 | - | Initial GPS reading on the proposed SMART Communication Site with some DENR and SMART Personnel for their SLUP application; |
| | - | Request Letter of Bernardo M. Borja (son in-law of the grantee); |
| February 09, 2021 | - | The undersigned conducted assessment/ evaluation on the CSC area. |

2. Observation/ Findings

Based on assessment/ evaluation, the undersigned observed the following:

- a. It was observed that the area awarded to the grantee was steep however he still managed to plant some forest and fruit trees;
- b. The stewardship area still falls within Timberland area;
- c. It was planted with fruit trees such Mango, Cashew, Santol and Coconut;
- d. There are also Mangium trees planted in the area.

SMART Communications is applying for a Special Land Use Permit (SLUP) within the CS area and the top ridge portion of the area is the proposed site for SMART Communication Satellite; it has an area of 256 square meters only.

3. Legal Basis


- **FMB Technical Bulletin No. 11- Supplemental Guide on the Evaluation of Certificate of Stewardship Contracts;**
- **Stewardship Agreement**

4. Coordination

The undersigned coordinated with the Barangay Officials regarding the evaluation activity.

5. Recommendation

Based on our findings, the Certificate of Stewardship Contract awarded to Mr. Candelario Demate is recommended for **renewal** and to remove/ clear in his awarded area the portion of the proposed site for SMART communication satellite upon approval of the latter.



FATIMA JANE T. ANDRES
Forest Technician II



REA C. GARCIA
Forest Technician I

STEWARDSHIP AGREEMENT HOLDER
PERFORMANCE EVALUATION AND RATING SHEET

REGION : MIMAROPA
PENRO : PALAWAN
CENRO : ROXAS

Name of CS Holder: CANDELARIO DEMATE CS No.: 0425021039
Location :
Barangay : CARURAY
Municipality : SAN VICENTE
Province : _____

Area Granted: 3.84 (ha)
Date Granted: DECEMBER 20, 1986

Status of the Area: ☐ Converted to CBFM ☒ Not converted to CBFM

I. AREA DEVELOPMENT

1. Farm Area Development and Management

Farming Practices/Technologies (Please indicate location on the attached sketch map of the farmplot the developments/improvements made.

Farming Practices/Technologies	Percentage of Farm Area Covered	Crops Planted	Generated Benefits (good, fair, poor)
a. Agroforestry Farm Establishment	30%	Cashew, Coconut, Santol, Mango	GOOD
b. Orchard and tree Plantation	15%	Mangium	FAIR
c. Agricrops			POOR

2. Farm Protection, Care and Maintenance

Activities	Good	Fair	Poor
a. Forest Protection	/		
b. Fertilizer Application	/		
c. Pesticide Application	/		

3. Other Improvements

Other Improvements	Good	Fair	Poor
a. Monument in each Farm Corner		/	
b. Boundary Planting/Fencing	/		

II. CONSERVATION OF FOREST RESOURCES

Activities	Good	Fair	Poor
a. Protection of naturally growing trees		/	

Activities	Good	Fair	Poor
b. Soil and water Conservation/Soil Erosion Control Measures		✓	
c. Protection of vegetation along waterlines, rivers and streams		✓	
c. Compliance to existing forestry laws, rules and regulations		✓	

REMARKS _____

III. INVOLVEMENT IN THE ORGANIZATIONAL ACTIVITIES

- Is the grantee a member of Stewardship Association/CBFM Peoples Organization?
☐ Yes ☒ No
 If yes, please specify position in the organization.

- As officer/member, what organizational activities had you participated?

Activities	Always	Sometimes	Never
a. Meetings			✓
b. Planning/Decision Making			✓
c. Implementation/Monitoring			✓
d. Pahina/Collective Labor			✓

IV. STATUS OF OCCUPANCY:

(✓) Actual CS Holder () Leased/Mortgaged () Sold by CS Holder

REMARKS: _____


CANDELARIO DEMATE
 CSC Holder/ Representative
 Signature

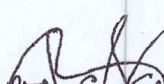
 Date

EVALUATORS:

DIOGENES A. ESQUILLO, JR.
 CBFM Desk Officer

 LGU Representative


FATIMA JANE T. ANDRES
 Member


RFA C. GARCIA
 Member

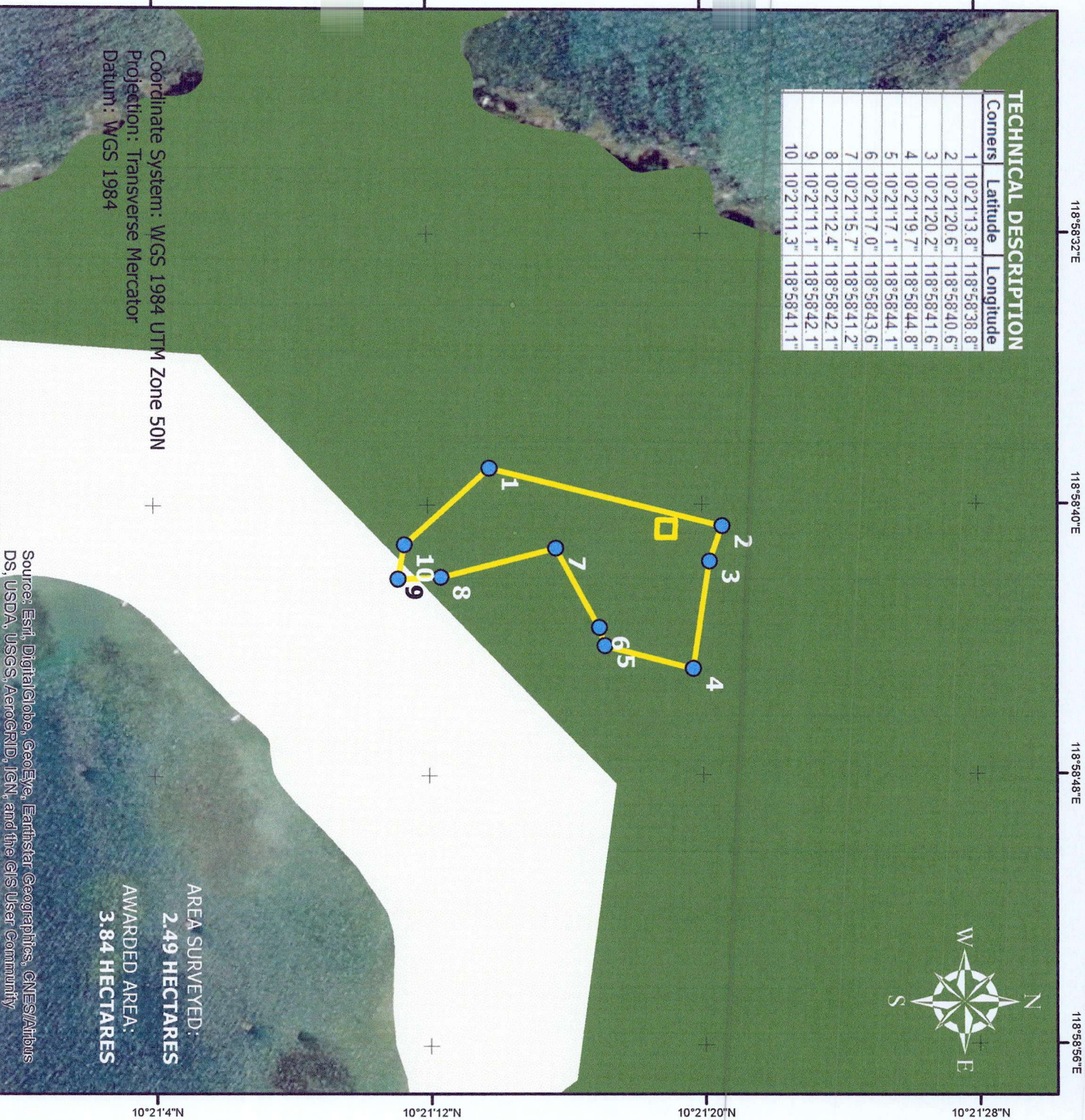
 Date

ATTESTED BY:


EMER D. GARRAEZ
 CENR Officer

 Date

TECHNICAL DESCRIPTION		
Corners	Latitude	Longitude
1	10°21'13.8"	118°58'38.8"
2	10°21'20.6"	118°58'40.6"
3	10°21'20.2"	118°58'41.6"
4	10°21'19.7"	118°58'44.8"
5	10°21'17.1"	118°58'44.1"
6	10°21'17.0"	118°58'43.6"
7	10°21'15.7"	118°58'41.2"
8	10°21'12.4"	118°58'42.1"
9	10°21'11.1"	118°58'42.1"
10	10°21'11.3"	118°58'41.1"



Coordinate System: WGS 1984 UTM Zone 50N
Projection: Transverse Mercator
Datum: WGS 1984

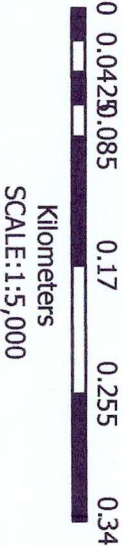
Source: Esri, DigitalGlobe, GeoEye, Earthstar Geographics, CNES/Airbus DS, USDA, USGS, AeroGRID, IGN, and the GIS User Community

AREA SURVEYED:
2.49 HECTARES
AWARDED AREA:
3.84 HECTARES

SHOWING THE AREA COVERED
BY CERTIFICATE OF
STEWARDSHIP NO. 0425021039
AWARDED TO
CANDELARIO DEMATE
LOCATED AT SITIO GAWID
BARANGAY CARURAY,
SAN VICENTE, PALAWAN

- Legend**
- Corners
 - CSC No. 0425021039

- Land Classification**
- Alienable & Disposable
 - Communal Forest
 - Forestland
 - No Data
 - PROCLAMATION 16
 - UPF
 - Unclassified Public Forest





August 24, 2020

MEMORANDUM

FOR : The Community Environment and Natural Resources Officer
THRU : The Regulation and Permitting Section (RPS) Chief
FROM : The Utilization Unit Chief for Tenurial Instruments and Survey/Inspection Team.
SUBJECT : **RECONNAISSANCE SURVEY AND INSPECTION REPORT ON THE SITE APPLIED FOR SLUP BY MUNICIPAL LGU OF ROXAS, PALAWAN.**



I. Basic Information

The applicant, SMART Communications intends to apply for a Special Land-use Permit (SLUP) on a portion of forestland in different locations, to wit:

1. Site ID S2117 – Brgy. Poblacion, San Vicente, Palawan
2. Site ID S2157 – Brgy. Caruray, San Vicente, Palawan
3. Site ID S2184 – Brgy. Binga, San Vicente, Palawan
4. Site ID S2193 – Brgy. Bohol, Dumarang, Palawan
5. Site ID S2215 – Brgy. Port Barton, San Vicente Palawan

II. Survey, Inspection and Evaluation

On, June 02-05, 2020 the undersigned made an inspection and reconnaissance survey on the above-mentioned sites which resulted to the following:

A. Location and Boundaries:

1. Site ID S2117 – Poblacion, San Vicente, Palawan. The subject area was verified on the ground, however based on the assessment and investigation, the subject site is outside Forestland classification, it is covered by a title with OCT no. E-10704, Lot no. 374, CAD 860-D named to a certain Cesar Dela Cruz (Please see attached Map)
2. Site ID S2157. Barangay Caruray, San Vicente, Palawan (Gawid/Sto. Nino). The area was verified on ground with the following coordinates:

Corners	Coordinates		Line	Adjoining Lots
	Latitude	Longitude		
1	10°8'14.00	119°10'29.30		Forestland
2	10°8'15.00	119°10'30.60		Forestland
3	10°8'18.50	119°10'27.80		Forestland
4	10°8'17.50	119°10'26.70		Forestland



- a. The site as surveyed and assessed was found out to overlap with the Certificate of Stewardship Contract (CSC) of a certain Candelario Demate, with CSC no. 0425021039.
3. Site ID S2184 – Barangay Binga, San Vicente, Palawan. The area was verified on ground with the following coordinates:

Corners	Coordinates		Line	Adjoining Lots
1	10°45'20.99	119°19'45.12		Forestland
2	10°45'21.28	119°19'45.84		Forestland
3	10°45'20.88	119°19'46.20		Forestland
4	10°45'20°59	119°19'45.48		Forestland

- a. The subject portion of land contains **256** square meters which portion falls within Unclassified Public Forest (UPF).
- b. Physical Description: The area is located hundreds of meters from the coast. It is generally open area with few fruits trees such as Cashew and some shrubs.
4. Site ID S2193 – Barangay Bohol, Dumarang, Palawan. The area was verified on ground with the following coordinates:

Corners	Coordinates		Line	Adjoining Lots
1	10°29'06.86	119°53'20.40		Forestland
2	10°29'07.04	119°53'20.04		Forestland
3	10°29'07.55	119°53'20.40		Forestland
4	10°29'07.44	119°53'20'76		Forestland

- a. The subject portion of land contains **256** square meters which portion falls within Unclassified Public Forest (UPF).
- b. Physical Description: The area is generally open with planted trees and fruit trees. Land-use is classified as agricultural.
5. Site ID S2215 – Barangay Port Barton, San Vicente, Palawan. The area was verified on ground, however based on the assessment and investigation, the site despite Forestland Classification is cover by a title with OCT no. B-18165, Lot no. 4647, CAD 860-D, named to a certain Wilma Sacmon.
- 6.

III. Results and Discussion

1. Based on the concluded assessment and investigation, (3) of the 5 sites, namely S2117 (Poblacion San Vicente), S2157 (Caruray San Vicente), S2215 (Port Barton San Vicente) are not qualified for SLUP and may be subjected to other forms of agreement for the following reasons:
- Site ID S2117 located in Poblacion San Vicente is within Alienable and Disposable (A and D) and not Forestland. Further, it is covered by a title, therefore no more tenure could be issued on the same portion of land.
 - Site ID S2157 located in Caruray San Vicente overlaps with CSC with no. 0425021039 named to Mr. Candelario Demate. The CSC is currently with



expired status, however, the holder has a request for renewal, therefore, the same as the site mentioned above, no more tenurial instrument could be issued on the same portion of land since it is already covered by CSC.

- Site ID 2215 located in Port Barton San Vicente, was verified to be inside the Forestland under Project no. I-V, Block no. A, LC no. 3309. Despite its classification as Forestland it was also verified that the area is cover by a title with OCT no. B-18165, Lot no. 4647, CAD 860-D, named to a certain Wilma Sacmon, therefore it is no longer qualified for SLUP application.
2. The two (2) remaining sites namely, site ID S2184 located in Binga, San Vicente and site ID S2193 located in Bohol, Dumaran are verified and assessed to be clear of any issue that could affect the application for SLUP.
 3. Lastly, attached hereto are the maps and copies of titles mentioned above.

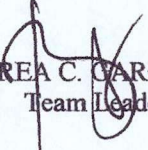
IV. Conclusions and Recommendations.

In view of the above, the following are recommended:

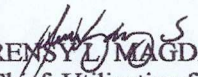
- For sites evaluated, assessed and inspected with no issues in progress that could affect the SLUP application, namely site ID S2184 and site ID S2193, approval of the application is being recommended subject to existing laws, policy, rules and regulations including but not limited to the RSO no. 752 series of 2019.
- For sites outside Forestland such as site ID S2117, the proponent is being advised to enter into an agreement with the title holder of the land since there is an existing tenurial tool.
- For sites in Forestland such as site ID S2157 but with existing stewardship contract, CSC no. 0425021039, relocation of the proposed cell site is being recommended since the proposed development is beyond the allowed activities in the terms and conditions stipulated in a CSC.
- For sites in Forestland such as site ID S2215 that are covered by title, the proponent is being advised to utilize any legal agreements applicable thereto. Further, this case of having titles in Forestland is not the first. There are other cases such as this that may be subjected to in-depth investigation, therefore we recommend such.

For review, evaluation and further instruction.

Prepared by:


REA C. GARCIA
Team Leader

Supervised by:


RENSYL MAGDAYAO
Chief, Utilization for
Tenurial Instrument

Noted by:


RONNIE P. LILANG
Chief, RPS



CERTIFICATION

THIS IS TO CERTIFY that the above pictures shows the area applied for Special Land Use Permit (SLUP) by Smart Communication Inc. located at Barangay Caruray, San Vicente, Palawan

Inspected By:


REA C. GARCIA
Forest Technician I



Republic of the Philippines

Republic Act 7611

PALAWAN COUNCIL FOR SUSTAINABLE DEVELOPMENT

PCSD Bldg., Sports Complex Road, Brgy. Sta. Monica, Puerto Princesa City, Palawan

ECAN ZONING CERTIFICATION

Application No. SV-2019-09-26-03

Name of Project: SMART FULL TURN KEY

Location of Project: Barangay Caruray, San Vicente, Palawan

Name of Proponent/s: Huawei Technologies Philippines Inc.

Address of Proponent/s: 52/ F PB Com Tower, Paseo de Roxas, Makati City

Project Area/ Development: ONE FOUR-LEGGED TRANSMISSION TOWER

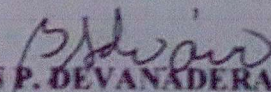
This is to certify that based on the ECAN Zoning and as recommended, the above-described project of the above-named proponent is:

☒ Category C: Exempted from securing SEP Clearance

☐ Not Exempted from securing SEP Clearance: Category ☐ A ☐ B ☐ D

This Certification is being issued to the above-named proponent for the above-named project as a requirement under the Revised PCSD Administrative Order No. 06, as amended.

Issued this 26th day of September 2019 at Puerto Princesa City.


NELSON P. DEVANADERA
PCSDS Executive Director



Republic of the Philippines
Province of Palawan
Municipality of San Vicente
Barangay Caruray

EXCERPTS FROM THE MINUTES OF THE 18TH REGULAR SESSION OF THE 17TH COUNCIL OF BARANGAY CARURAY,
SAN VICENTE PALAWAN HELD ON 21ST DAY OF NOVEMBER, 2019 AT BARANGAY SESSION HALL

PRESENT:

HON. LOVICEL V. BONGGAT
HON. BERNARDO M. BORJA
HON. RUBEN R. ALONSAGAY
HON. FREDDIE G. GALLEG0
HON. LEDESMA A. ALLAY
HON. NOEL C. VERDERA
HON. JERWIN L. PAHAYAHAY
HON. MAXIMA D. ALPAS
HON. FRANCES S. AGABA
HON. ASUNCION G. RAMOS

Punong Barangay/Presiding Officer
Barangay Kagawad
Barangay Kagawad
Barangay Kagawad
Barangay Kagawad
Barangay Kagawad
Barangay Kagawad
SK. Chairman (on official business)
IPMR (on official business)

RESOLUTION NO. 019-11-20

"RESOLUTION APPROVING/ALLOWING SMART COMMUNICATION INC. TO CONSTRUCT CELL SITE TOWER AT, SITIO GAWID, BARANGAY CARURAY, SAN VICENTE, PALAWAN (REQUIRED DOCUMENT IN BARANGAY LEVEL) AS PER REQUEST BY PATRICIA ESPAYOS OF TECHMAHINDRA. TO HAVE GOOD TELECOMMUNICATION WITHIN THE BARANGAY FOR THE BENEFITS OF THE PUBLIC"

Motioned by: HON. KGD. MAXIMA D. ALPAS
Seconded by: HON. KGD. NOEL C. VERDERA

WHEREAS, TELECOMMUNICATION is one factor for the countryside development in the country that plays an important access for Education, Researches, Businesses, Governance locally and Nationally and other important segment of the public in general,

WHEREAS, the Location of Barangay Caruray is a remote area, and its too difficult to reach by the Telecommunication almost all Sities cannot connect internet services.

NOW THEREFORE, Upon the due deliberation of the council motioned by Hon. Kgd. Maxima D. Alpas to approve/ allow the SMART TELECOMMUNICATION INC. to construct cell site in Sitio Gawid, Barangay Caruray, San Vicente, Palawan.

RESOLVED, as it is hereby resolve the approval of this resolution to allow/ approve the request of SMART TELECOMMUNICATION INC. and the body of the council were highly recommended to all concern government agencies for their approval of the same.

UNANIMOUSLY APPROVED -11-20-19

Resolved further to furnish copies to all concerned Government agencies.

I HEREBY CERTIFY to the correctness of the above-quoted Resolution

NANIETA S. HIKILAN
Barangay Secretary

Attested:

HON. LOVICEL V. BONGGAT
Punong Barangay/Presiding Officer

**Environmental Management Bureau
Environmental Impact Assessment Division**

ORDER OF PAYMENT

(Valid until 01/25/2020)

Application Reference No.	:	BF6FABFB-CBA9-4E66-B4D4-30BBF23EAF51
Name of Project Proponent	:	TECHMAHINDRA
Project Name	:	FULL TURN KEY
Project Location	:	Barangay Caruray San Vicente Palawan, R4B
Order of Payment Reference No	:	01012
Order of Payment Date	:	01/10/2020
Agency Code	:	D1609
Merchant/Agency Deposit Account No.	:	3402232667
Total Application Fee (MC 2018-002)	:	Php 1,140.00

Payment of Fees through any Landbank Branch Nationwide:

1. Proceed to any landbank branches to fill-up the ONCOLL Payment Slip indicating the account reflected in the order of payment and the EMB as the Agency Name. Other fields should be accomplished as follows:

Reference No. 1: Project Name.

Reference No. 2: Agency Code.

Reference No. 3: Order of Payment Reference No.

2. Present Accomplished ONCOLL Payment Slip together with the Order of Payment printed from EMB's CNC Online System and payment to the Bank Teller.

3. Secure Teller's Validation.

4. Input payment transaction reference information in the Online CNC System on or before (15 days from inputting the project information). Otherwise, the application will automatically be removed from the system and the project information has to be re-encoded to generate a new order of payment.

NOTE: RETAIN A COPY OF THE ORDER OF PAYMENT. SINGLE BANK RECEIPT PER ORDER OF PAYMENT. SAME BANK PAYMENT SEQUENCE NO WILL NOT BE ACCEPTED. NON-REFUNDABLE.

***** This is a computer generated document. Signature not required *****

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