

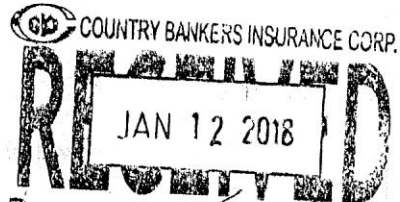
**RAMOS MENDOZA, J. AND COMPANY, CPAS**

Room 4-1, 4<sup>th</sup> Floor, Future Point Plaza 3  
No. 111 Panay Avenue, South Triangle,  
Quezon City 1100, Philippines  
Tel No. 363-4460

January 3, 2017

1/12/18  
To the Board of Directors  
**COUNTRY BANKERS NON-LIFE INSURANCE CORPORATION**  
Country Bankers Centre  
T.M. Kalaw Avenue  
Ermita, Manila

Attention: Mr. Romeo G. Velasquez  
President



By: Maxine Joy Amg 10:21 am

This letter confirms our understanding of the terms of our engagement and the nature and limitations of the services we will provide.

You have requested that we perform the following services:

On the basis of information you provide, we will compile, in accordance with the PSRS 4410 applicable to compilation engagements, the statement of financial position of **COUNTRY BANKERS NON-LIFE INSURANCE CORPORATION**, as of December 31, 2017 and related statements of comprehensive income, changes in equity and cash flows for the year then ended on accrual basis. We will not carry out audit or review engagement procedures in relation to such financial statements. Consequently, no assurance on the financial statements will be expressed. Our report on the financial statements of **COUNTRY BANKERS NON-LIFE INSURANCE CORPORATION** is presently expected to read as follows:

“On the basis of information provided by management we have compiled, in accordance with the PSRS 4410 applicable to compilation engagements, the statement of financial position of **COUNTRY BANKERS NON-LIFE INSURANCE CORPORATION**, as of December 31, 2017 and statements of comprehensive income, changes in equity and cash flows for the year then ended. Management is responsible for these financial statements. We have not audited or reviewed these financial statements and accordingly express no assurance thereon.”

Management is responsible for both the accuracy and completeness of the information supplied to us and is responsible to users for the financial information compiled by us. This includes the maintenance of adequate accounting records and internal controls and the selection and application of appropriate accounting policies. Our engagement cannot be relied upon to disclose whether fraud or errors, or illegal acts exist. However, we will inform you of any such matters which come to our attention.

The information will be prepared in accordance with full PFRS in the Philippines. Any known departures from PFRS will be disclosed within the financial statements and when considered necessary will be referred to in our compilation report.

We understand that the intended use and distribution of the information we have compiled is in accordance with BOA 3-2016 and RMC 21-2016 and that should this change in a material respect, that you will inform us.

We look forward to full cooperation with your staff and we trust that they will make available to us whatever records, documentation and other information requested in connection with our compilation.

**Professional fee**

Based on the foregoing services, we propose to charge you, as follows:

1. Annual fee of \_\_\_\_\_,000.00, plus 12% VAT;
2. Out-of-pocket expenses incurred by us during the audits, such as, transportation and meals of our audit staff.
3. Reproduction cost of copies of reports at P250.00 per copy, **IF ANY**.

**Our fee shall be payable, as follows:**

1. Upon acceptance of proposal, we will start the audit upon receipt of the following:  
50% down payment of the annual fee
2. Upon delivery of final audited reports as of December 31, 2017:
  - a. Full payment
3. Upon receipt of the billing statement (Statement of Account):
  - a. Out-of-pocket expenses not exceeding P5,000.00, **IF ANY**;
  - b. Cost of final copies of reports,

**It is also important to remind you that filing of AFS and corporate income tax with the BIR and filing of AFS with the SEC shall be your responsibility.**

This letter will be effective for future years unless it is terminated, amended or superseded.

Please sign and return the attached copy of this letter to indicate that it is in accordance with your understanding of the arrangements for our compilation of your financial statements.

Thank you.

Very truly yours,

**CAYETANO B. RAMOS**  
Managing Partner

CONFORME:

By \_\_\_\_\_

Signature Over Printed Name