



THE PHILODRILL CORPORATION

QUAD ALPHA CENTRUM, 125 PIONEER, MANDALUYONG CITY, PHILIPPINES
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May 22, 2019

The Audit Committee

Confirmation Statement on Internal Control

For the year ended December 31, 2018, we have reviewed the adequacy and effectiveness of the overall internal control system of *The Philodrill Corporation (Philodrill)*. The review covered material controls, including financial, operational and compliance controls.

The approach adopted to support this year-end assessment was based on the results of self-assessment on Risks and Controls of Management. While this approach covers a substantial part of the Company's internal control systems, it is not intended to cover all areas of the Company, nor all possible areas of risk.

Based on the results of Management's Control Self-Assessments and the Internal Audit's review of key business process focusing on known or anticipated areas of business risks (subject to the reservation that the audit coverage is not all encompassing), we confirm that Philodrill's system of internal control are adequate and effective. There are no major internal control issues that have been acted upon by management as of December 31, 2018.

Sincerely yours,

Alfredo C. Ramos ^{6/4}
President & Chief Executive Officer

Violeta B. De Leon
Internal Auditor/Chief Audit Officer