

PORO POINT MANAGEMENT CORPORATION (PPMC)
MATERIAL RISK FACTORS AND MEASURES TO MANAGE RISKS
GCG MEMORANDUM CIRCULAR NO. 2013-05

RISK CATEGORY	RISK	MEASURES TO MANAGE RISK
A. EXTERNAL		
a. POLITICAL	1. Constant change in national policies	Business Continuity Plan implementation
b. SOCIAL	2. Informal Settlers	Relocation program
	3. Social acceptability of the PPFZ Master Plan	Proper representation and presentation of PPMC position on issues raised by concerned stakeholders
c. ENVIRONMENTAL	4. Natural calamities	Insurance coverage of properties
B. INTERNAL		
a. BUSINESS and FINANCIAL	5. Corporate Net Losses	Improve strategic planning and management
	6. Lawsuits and Adverse Court decisions	Legal remedies
	7. Non-compliance to contract provisions by PPMC locators	Penalty clauses in lease contracts should defaults and breaches occur Legal remedies
	8. Limited area to market	Study alternative sources of revenues
	9. Unreceptive market	Resolution of legal issues
b. INTERNAL PROCESS and PEOPLE	10. Manual accounting system	Push through the plan of BCDA to computerize all its subsidiaries
	11. Attrition	Review manpower loading and compensation package of employees

Approved by:


FLORANTE S. GERDAN
 President & CEO