

CORPORATE GOVERNANCE SCORECARD REPORT A

Name of GOCC:	PHILIPPINE MINING DEVELOPMENT CORPORATION								
Sector:	Energy and Materials								
Date submitted:	March 30, 2024								
Year being assessed:	2023								

COMPONENT				GOCC SUBMISSION			GCG VALIDATION		
GRP	ITEM	QUESTION	ANS	GUIDE	COMPLIANCE	ANS	REFERENCE LINK/SUPPORTING DOCUMENTS	ANS	Comments
I. Stakeholder Relationship									
I	1.a	Does the GOCC disclose a policy that: Stipulates the existence and scope of its effort to address customer's welfare?	Y	<i>The GOCC must 1.) identify its stakeholders and 2.) state the policies that were created for the welfare of its customers.</i> <i>The stated policies must not be ambiguous and should include their underlying principles and guidelines.</i>	In its Manual of Corporate Governance PMDC identified and recognized its duties and obligations to its various stakeholders.	Y	See Manual of Corporate Governance (CSR and Relations with Stakeholders, Chapter VII, pages 22-24)		
I	1.b	Does the GOCC disclose a policy that: Elaborates its efforts to interact with the communities in which they operate?	Y	<i>The GOCC must clearly identify its policy on interacting with the communities around it.</i> <i>The identified policy must not be ambiguous and should include its principles and guidelines.</i>	The Manual of Corporate Governance, Chapter VII discussed PMDC's Corporate Social Responsibility (CSR) principles and its duties and responsibilities to various stakeholders.	Y	See Manual of Corporate Governance (CSR and Relations with Stakeholders, Chapter VII)		
I	1.c	Does the GOCC disclose a policy that: Ensure that its value chain is environmentally friendly or is consistent with promoting sustainable development?	Y	<i>The GOCC must clearly identify its policy on 1) keeping its value chain environmentally friendly or 2) promoting sustainable development.</i> <i>The identified policy must not only show how the GOCC complies with existing environmental regulations but should also show how it employs value processes that reduce waste and damage to the environment. The policy should also not be ambiguous and should include its principles and guidelines.</i>	PMDC Employees were compliant with the office rules with respect to conservation of water, energy/electricity in the office. Adherence to the policy of reuse, reduce and recycle of office supplies as possible.	Y	See Manual of Corporate Governance (page 26)		
I	2.a	Does the GOCC disclose the activities that it has undertaken to implement the abovementioned policies? (Customer health and safety)	Y	<i>The GOCC must state the activities it has undergone during the year being assessed to implement its policies on customer health and safety.</i> <i>The GOCC must state the dates when the aforementioned activities took place.</i>	PMDC ensures customer health and safety through strict policies and practices. This includes initiatives such as medical missions, dental services and community health education campaigns, demonstrating PMDC's commitment to prioritizing the well-being of its stakeholders.	Y	See 2023 CSR Accomplishment Report, p.8-12		

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I	2.b	Does the GOCC disclose the activities that it has undertaken to implement the abovementioned policies? (Interaction with the communities)	Y	<i>The GOCC must state the activities it has undergone during the year being assessed to implement its policies on community interaction.</i> <i>The GOCC must state the dates when the aforementioned activities took place.</i>	PMDC promotes community engagement as part of its CSR initiatives, as detailed in the CSR Annual Report. PMDC builds significant involvement with stakeholders through various programs like community consultations and participation in local events, in order to address concerns and improve sustainability.	Y	See 2023 CSR Annual Accomplishment Report		
I	2.c	Does the GOCC disclose the activities that it has undertaken to implement the abovementioned policies? (Environmentally-friendly value chain)	Y	<i>The GOCC must state the activities it has undergone during the year being assessed to implement its policies on promoting sustainable development and/or environmentally-friendly value chain.</i> <i>The GOCC must state the dates when the aforementioned activities took place.</i>	PMDC is committed to promoting an environmentally-friendly value chain through initiatives such as responsible mining practices, sustainable development projects, and environment conservation efforts, PMDC strives to minimize its environmental impact and promote long-term sustainability. These efforts are detailed in the CSR report, showcasing PMDC's dedication to environment stewardship.	Y	See 2023 CSR Annual Accomplishment Report (p.16-18)		
I	3	Does the GOCC have a separate corporate social responsibility (CSR) report/section or sustainability report/section?	Y	<i>The GOCC must identify both (1) the social and environmental issues of its stakeholders and (2) the activities it undertook to address the said issues during the year being assessed.</i> <i>No points will be given if only the stakeholders and their CSR issues are identified.</i>	PMDC had identified social and environmental issues affecting stakeholders, including health, safety, community development, and environmental sustainability. Initiatives include health and safety programs, community consultations, participation in programs like Brigada Eskwela, and environmental projects. PMDC also conducts customer satisfaction surveys and gathers feedback from beneficiaries to tailor programs to stakeholder needs.	Y	See 2023 CSR Annual Accomplishment Report See 2022 Customer Satisfaction Survey Final Report (Other Information and Suggestion, page 46-48)		
I	4	Where stakeholder interests are protected by law, stakeholders should have the opportunity to obtain effective redress for violation of their rights. Does the GOCC provide contact details via the company's website or Annual Report which stakeholders (e.g. customers, suppliers, general public etc.) can use to voice their concerns and/or complaints for possible violation of their rights?	Y	<i>The GOCC must have contact details (phone number or email address) specifically for concerns and/or complaints.</i>	The contact details were posted on the website.	Y	See Homepage →Contact Us		
	5.a	Performance-enhancing mechanisms for employee participation should be permitted to develop. Does the GOCC explicitly mention the health, safety and welfare policy for its employees?	Y	<i>The GOCC must clearly identify its policy on employee health, welfare and safety.</i> <i>The identified policy must not be ambiguous and should include its principles and guidelines.</i>		Y	See OSH Program in the Public Sector See Reconstitution of the PMDC Safety and Health Committee		

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I	5.b	Does the GOCC publish data relating to health, safety and welfare of its employees?	Y	<i>The GOCC must publish data related to health, safety and welfare of its employees such as, but not limited to, absenteeism and occupational injuries/diseases.</i>		Y	See Annual Work Accident/Illness Exposure Data Report							
I	5.c	Does the GOCC have training and development programmes for its employees?	Y	<i>The training and development programs for employees must have occurred during the year being assessed and there should be a brief description describing each of the programs.</i>		Y	See 2023 Training Summary							
I	5.d	Does the GOCC publish data on training and development programmes for its employees?	Y	<i>The GOCC must give the name of the program and either the 1.) number of participants per program or 2.) average hours per training held</i>		Y	See 2023 PMDC Training Plan							
I	6.a	Stakeholders including individual employee and their representative bodies, should be able to freely communicate their concerns about illegal or unethical practices to the board and their rights should not be compromised for doing this. Does the GOCC have procedures for complaints by employees concerning illegal (including corruption) and unethical behavior?	Y	<i>The GOCC must disclose the actual procedures of their whistleblowing policy for their employees or grievance machinery. Merely stating that they have a policy will not suffice.</i>		Y	See Whistle Blowing Policy (page 2-3)							
I	6.b	Does the GOCC have procedures to protect an employee/person who reveals illegal/unethical behavior from retaliation?	Y	<i>The GOCC should explicitly disclose the procedures/mechanism in place that protects the whistleblower from retaliation</i>		Y	See Whistle Blowing Policy (page 2-3)							
COMPONENT					GOCC SUBMISSION					GCG VALIDATION				
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II. Disclosure and Transparency														
II	7.a	Does the GOCC's website disclose the following items: Corporate objectives	Y	<i>The GOCC's corporate objectives must be specific, measurable, achievable, realistic and timely. Showing the GOCC's performance scorecard will also be given points.</i>		Y	See 2023 Performance Scorecard							

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II	7.b	Does the GOCC's website disclose the following items: Financial performance indicators	Y	<i>Apart from declaring the financial performance indicators in the annual report and audited financial statements, declaring the financial strategic measures in the GOCC's performance scorecard will also merit points.</i>	The PMDC's financial performance indicators were stated in its 2023 Performance Scorecard under Strategic Objective No.1, as follows: a) Strategic Measure No. 1 (EBITDA) b) Strategic Measure No. 2 (Budget Utilization Report) CY 2023 annual audit is still ongoing.	Y	See 2023 Performance Scorecard		
II	7.c	Does the GOCC's website disclose the following items: Non-financial performance indicators	Y	<i>Apart from declaring the non-financial performance indicators in the annual report and accomplishment reports, declaring the non-financial strategic measures in the GOCC's performance scorecard will also merit points.</i>		Y	See 2023 Performance Scorecard See 4th Qtr Monitoring Report for CY 2023		
II	7.d	Does the GOCC's website disclose the following items: Details of whistleblowing policy	Y	<i>The GOCC must disclose the actual procedures of their whistleblowing policy for their stakeholders. Merely stating that they have a whistleblowing policy will not suffice.</i>		Y	See Whistle Blowing Policy		
II	7.e	Does the GOCC's website disclose the following items: Biographical details (at least age, qualifications, date of first appointment, relevant experience, and any other directorships of listed companies) of directors/commissioners	Y	<i>All of the biographical details of ex officio and appointive directors being asked by the item must be provided, otherwise no point will be given should there be a missing detail.</i>	The biographical details of the Board of Directors are uploaded in the PMDC website together with their Letter of Appointment.	Y	See About Us – Board of Directors		
II	7.f	Does the GOCC's website disclose the following items: Training and/or continuing education programme attended by each director/commissioner	Y	<i>All the trainings of Appointive Directors up until the year being assessed must be disclosed. If the Appointive Director did not attend a meeting on the year being assessed, a statement regarding his lack of training must be made in order to garner points for this item.</i>	The trainings attended by the Directors are uploaded in the PMDC website.	Y	See 2023 Board of Directors' Training List See About Us – Board of Directors		

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II	9	Does the GOCC's website contain a statement confirming the company's full compliance with the code of corporate governance and where there is non-compliance, identify and explain reasons for each such issue?	Y	<i>The GOCC must state that it fully complies with the code of corporate governance and if there is non-compliance, it must explain the reason for the non-compliance.</i> <i>Merely stating that the GOC "generally complies" with the code of corporate governance will not be taken as full compliance and will not garner any points</i>		Y	See Manual of Corporate Governance		
COMPONENT			GOCC SUBMISSION						
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III. Board Responsibility									
III	11.a	Has the Board of Directors reviewed the vision and mission/ strategy in the last financial year?	Y	<i>The GOCC must disclose that the Board has reviewed the mission, vision and strategy during the year being assessed. The date of review must also be indicated. Merely stating the GOCC's mission, vision and strategy, and posting documents (strategy map and scorecard) will not be given points.</i>	The Board approved and confirmed PMDC's Charter Statement, Strategy Map and Performance Scorecard for CY 2023.	Y	See Board Resolution No. BD-42-22		
III	11.b	Does the Board of Directors monitor/oversee the implementation of the corporate strategy?	Y	<i>There should be a disclosure on how the Board oversees the implementation of the corporate strategy.</i>		Y	See Manual of Corporate Governance (Section 8 Functions of the Board)		
III	13.a	Are the details of the code of ethics or conduct disclosed?	Y	<i>The details of the Code of Ethics or Conduct must be disclosed. Merely stating that the GOCC has a Code of Ethics without divulging information on the coverage of the Code or how breaches are handled will not suffice.</i>		Y	See Code of Ethics		
III	13.b	Does the GOCC disclose that all Directors/Commissioners, senior management and employees are required to comply with the code?	Y	<i>It must be explicitly stated that all the Directors, senior management and the employees are required to comply with the Code. If the Code is only for employees, the item will be marked as "N."</i>		Y	See Code of Ethics		
III	13.c	Does the company disclose how it implements and monitors compliance with the code of ethics or conduct?	Y	<i>Examples of activities done in order to implement or monitor compliance with the Code of Ethics/Conduct are:</i> <i>c-ommunicating the code to all existing and new employees and directors</i> <i>- making the code available on the company intranet for ease of access</i> <i>- requiring all parties to declare annually that they have complied with the code of ethics or conduct</i>		Y	See Code of Ethics		

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III	14	Does the Board appoint a Nomination Compensation / Remuneration Committee?	Y	<i>The GOCC must disclose the names of all of the members of its Nomination, Compensation / Remuneration Committee during the year being assessed. Merely stating the name of the office/agency of the Ex Officio Member will not suffice and will not garner any points.</i>	The members of the Board Nomination and Remunerations Committee are listed in the Board of Directors Committee Memberships.	Y	See Board Resolution No. 06-22		
III	15	Did the Nomination Compensation/Remuneration Committee meet at least twice during the year?	Y	<i>The GOCC must publish the meeting attendance records during the year being assessed.</i>		N	See 2023 Attendance Record of Directors in Committee Meetings		
III	16	If yes, is the report of the Nomination Compensation/Remuneration Committee publicly disclosed?	Y	<i>The GOCC must publish an accomplishment report of the committee and/or minutes of the meetings held.</i>	The highlights of the Board Nomination and Remunerations Committee meetings are summarized and uploaded in the website.	Y	See Joint Committee Meeting CY 2023 Summary		
III	17	Does the Board appoint an Audit Committee?	Y	<i>The GOCC must disclose the names of all of the members of its Audit Committee during the year being assessed. Merely stating the name of the office/agency of the Ex Officio Member will not suffice and will not garner any points.</i>	The members of the Board Audit Committee are listed in the Board of Directors Committee Memberships.	Y	See Board Resolution No. 06-22		
III	18	If yes, is the report of the Audit Committee publicly disclosed?	Y	<i>The GOCC must publish an accomplishment report of the committee and/or minutes of the meetings held.</i>	The highlights of the Board Audit Committee meeting is summarized and uploaded in the website	Y	See Board Audit Committee Meeting CY 2023 Summary		
III	19	Does at least one member of the Audit Committee have an audit, accounting or finance background (qualification or experience)?	Y	<i>The educational qualifications and/or work experience of the Audit Committee Members should be disclosed. At least one of the Audit Committee Members must have an audit, accounting or finance educational or work background in order to garner points for this item.</i>	Please refer to the CV of Chairman Alberto B. Sipaco, Jr. uploaded in the website.	Y	See About Us – Board of Directors See CV of Chairman Alberto B. Sipaco		
III	20	Did the Audit Committee meet at least four times during the year?	Y	<i>The GOCC must disclose all the audit committee meetings held during the year being assessed.</i>		N	See 2023 Attendance Record of Directors in Committee Meetings		
III	21	Does the Board appoint a Risk Management Committee?	Y	<i>The GOCC must disclose the names of all of the members of its Risk Management Committee during the year being assessed. Merely stating the name of the office/agency of the Ex Officio Member will not suffice and will not garner any points.</i>	The members of the Board Risk Management Committee are listed in the Board of Directors Committee Memberships	Y	See Board Resolution No. 06-22		
III	22	If yes, is the report on Risk Management Committee publicly disclosed?	Y	<i>The GOCC must publish an accomplishment report of the committee and/or minutes of the meetings held.</i>	No Meetings were held by the Board Risk Management Committee for CY 2023.	N/A			
III	23	Does at least one member of the Risk Management Committee have a background in finance and investments?	Y	<i>The educational qualifications and/or work experience of the Risk Management Committee Members should be disclosed. At least one of the Risk Management Committee</i>	Please refer to the CV of Director Leo E. Hernandez (MBA)	Y	See CV of Director Leo E Hernandez		

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III	24.a	Are the Board of Directors meetings scheduled at the beginning of the year? (end of Q1)	Y	<i>The GOCC must explicitly disclose that the meetings held on the year being assessed were scheduled well in advance and when they were scheduled.</i>	The schedule of the next Board meeting is set before adjournment of a particular meeting.	N			
III	24.b	Does the Board of Directors meet at least monthly?	Y	<i>The GOCC must show its attendance records that there were monthly meeting held.</i>	The Board met every month except for September 2023.	N			
III	24.c	Did the Board of Directors meet on at least 75% on their scheduled meetings?	Y	<i>In order to garner points for this item, the GOCC must be able to first prove that meetings were scheduled in advance (Q. 24.a.) After which, a schedule of actual meetings held must be shown to prove that the Board met on at least 75% of their scheduled meetings.</i>	The schedule of the next Board meeting is set before the adjournment of a particular meeting. In relation thereto, the said subsequent meeting is usually held as scheduled.	Y			
III	24.d	Has each of the directors/commissioners attended at least 90% of all the board meetings held during the year?	Y	<i>All of the attendance of Appointive and Ex Officio/Alternate Directors must be considered and all of them should have attended at least 90% of the board meetings held during the year in order to garner points for this item.</i>	Two members of the Board were not able to attend 90% of all meetings	N	See 2023 Board of Directors Attendance in Board Meetings		
III	24.e	Did the Board of Directors meet separately at least once during the year without the President/CEO present?	Y	<i>The GOCC must explicitly state a meeting held on a specific date wherein the Board met without the President/CEO present.</i>	The Board of Directors held a meeting without the President/CEO on 14 June 2023 and 25 August 2023.	Y	See 2023 Board of Directors Attendance in Board Meetings		
III	25.a	Does the GOCC have a policy that stipulates board papers for Board of Directors/Commissioners meetings be provided to the Board at least three (3) working days in advance of the board meeting?	Y	<i>The GOCC must clearly disclose that the Board was provided with the board papers for the upcoming meeting at least 3 working days in advance of the said meeting.</i>	Board materials are provided to the Board of Directors at least three (3) days before the meeting.	Y			
III	25.b	Is the Board Secretary trained in legal, accountancy or company secretarial practices?	Y	<i>The GOCC should disclose the educational and work background of the Corporate Secretary. In order to garner points for this item, there should be proof that the Corporate Secretary has legal, accountancy or secretarial educational/work background.</i>	Please refer to the CV of Atty. Lucas R. Vidar, Corporate Secretary of PMDC	Y	See About Us- Corporate Officers See CV of Atty. Lucas R. Vidar, Corporate Secretary		
III	26.a	Does the company have a separate internal audit function?	Y	<i>There should be a clear showing that there is a separate internal audit function in the GOCC, whether it be a singular internal auditor, an entire internal audit department or an external firm. If it is a secondary function of an existing staff or department, the GOCC will not garner points for this item.</i>		N			

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III	26.b	Does the appointment and removal of the internal auditor require the recommendation of the Audit Committee?	Y	<i>The GOCC should explicitly state that the appointment and removal of the internal auditor require the approval of the Audit Committee. Should the charter of the GOCC provide for another mode of appointment/removal of the internal auditor, this should also be stated in order for the assessors to consider such issue.</i>	This is not among the functions of the Board Audit Committee (Section 16.2.2, Manual of Corporate Governance)	N			
III	27.a	Does the company disclose the internal control procedures/risk management systems it has in place?	Y	<i>The GOCC must name all the key internal control procedures and its risk management system. There should also be an assignment of responsibilities in order to garner points for this item</i>		Y	See 2023 Risk Register		
III	27.b	Does the Annual Report disclose that the board of directors/commissioners has conducted a review of the company's material controls (including operational, financial and compliance controls) and risk management systems?	Y	<i>The GOCC's annual report must explicitly state that the Board conducted a review of the company's risk management system and material controls during the year being assessed.</i>		N			
III	27.c	Does the company disclose how key risks are managed?	Y	<i>The GOCC must disclose all of its key risks (operational, compliance and financial) and how they are being managed. Merely disclosing a list of risks will not garner any points.</i>		Y	See 2023 Risk Register		
III	27.d	Does the Annual Report contain a statement from the Board of Directors or Audit Committee commenting on the adequacy of the GOCC's internal controls/risk management systems?	Y	<i>The GOCC's Board or Audit Committee must explicitly state that the GOCC's risk management systems and internal controls are adequate</i>		N			
III	28	Do different persons assume the roles of Chairman and CEO?	Y	<i>The GOCC's PCEO and Chairman during the year being assessed must be clearly identified in the website. An N/A rating will be given should the GOCC's charter provide that the Chairman and PCEO positions must be held by a single person.</i>	The positions of Chairman, President and CEO are held concurrently by one person in a holdover capacity.	N	See About Us – Board of Directors		
III	29.a	Does the GOCC have orientation programs for new Directors?	Y	<i>The GOCC must not only state that it has an orientation programs for Directors. Details and/or coverage of the orientation program must be disclosed in order to garner points for this item.</i>	No new Directors were appointed in PMDC's Governing Board for CY 2023.	N/A			
III	29.b	Does the GOCC have a policy that encourages Directors/Commissioners to attend on-going or continuous	Y	<i>Apart from stating the GOCC's training policy and continuous education programs for its Directors,</i>	The Board of Directors has an approved training budget of PhP40,000 in PMDC's 2023 COB.		See 2023 COB		

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		professional education programs?		<i>The GOCC may also state that it has a training budget allocated for the Directors on the year being assessed.</i>		Y	See 2023 Board of Director's Training List		
III	29.c	Did all Appointive Directors attend at least 1 training for the calendar year?	Y	<i>The GOCC must disclose that each Appointive Director attended at least one (1) training during the year being assessed. If there is an Appointive Director who did not attend at least one (1) training the GOCC will not garner points for this item.</i>	Please refer to the List of Training/Seminars Attended by PMDC's Directors for CY 2023.	Y	See 2023 Board of Director's Training List		
III	30.a	Is an annual performance assessment conducted of the Board of Directors?	Y	<i>The GOCC should conduct its own Board Appraisal which is different from GCG's internet-Based Performance Evaluation for Directors (iPED). It must be readily apparent when the said Board Appraisal was conducted in order to garner points for this item.</i>		N			
III	30.b	Does the GOCC disclose the process followed in conducting the Board assessment?	Y	<i>The GOCC must disclose the entire process involved in undertaking the Board Appraisal.</i>		N/A			
III	30.c	Does the GOCC disclose the criteria used in the Board assessment?	Y	<i>The GOCC should clearly state all the criteria that the Board Members used in their Board Appraisal.</i>		N/A			
III	31	Is an annual performance assessment conducted of the Board of Directors Committees?	Y	<i>The GOCC should conduct an Appraisal of its Committees' performance during the year being assessed. It must be readily apparent when the said Committee Appraisal was conducted in order to garner points for this item.</i>		N			