



Department of Transportation and Communications
PHILIPPINE AEROSPACE DEVELOPMENT CORPORATION

MAIN CORPORATE OFFICE : PADC Hangar 2, General Aviation Area, Old Mia Road Pasay City, Philippines
POSTAL ADDRESS : P.O. Box 7395, Domestic Airport Post Office Lock Box, Gen Aviation Area,
Domestic Road, Pasay City, Metro Manila, Philippines 1300



Statement of Management's Responsibility For Financial Statement

The Management of **Philippine Aerospace Development Corporation (PADC)** is responsible for the information and representations contained in the financial statements for the years ended December 31, 2016 and 2015. The financial statements have been prepared in conformity with state accounting principles generally accepted in the Philippines and the applicable practices in the aviation industry not covered by PFRS/PAS and reflect amounts that are based on the best estimates and informed judgement of management with an appropriate consideration to materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized. The management likewise discloses to the company's Internal Audit and Commission on Audit (I) all significant deficiencies in the design or operation of internal controls that could adversely affect its ability to record, process, and report financial data, (II) material weaknesses in the internal controls, and (III) any fraud that involves management or other employees who exercise significant roles in internal controls.

The Commission on Audit, the constitutional body mandated to audit government-owned-and-controlled corporations has examined the financial statements of the company in accordance with generally accepted auditing standards in the Philippines and has expressed its opinion on the fairness of presentation upon completion of such examination, in its report to the Board of Directors and Stockholders.


Signed under oath by the following:


ANTONIO M. SUBA
TREASURER


JOSEFA R. CABANGANGAN
ACCOUNTANT


GLORIA V. DIZON
INTERNAL AUDITOR


MAITA T. TARRAYO
ACCOUNTANT


COMMO GILBERT S. RUERAS (RET)
PRESIDENT AND CEO