

**STATEMENT OF MANGEMENT'S RESPONSIBILITY FOR
ANNUAL INCOME TAX RETURN**

The Management of **Metropolitan Waterworks and Sewerage System** is responsible for all information and representations contained in the Annual Income Tax Return for the year ended December 31, 2016. Management is likewise responsible for all information and representations contained in the financial statements accompanying the Annual Income Tax Return covering the same reporting period. Furthermore, the management is responsible for all information and representations contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, and any and all other tax returns.

In this regard, the Management affirms that the attached audited financial statements for the year ended December 31, 2016 and the accompanying Income Tax Return are in accordance with the books and records of Metropolitan Waterworks and Sewerage System, complete and correct in all materials respects. Management likewise affirms that:

- a) the Annual Income Tax Return has been prepared in accordance with the provisions of the National Internal Revenue Code, as amended, and pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue;
- b) any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the Income Tax Return pursuant to tax accounting rules has been reported as reconciling items and maintained in the company's books and records in accordance with the requirements of Revenue Regulations No. 8-2007 and other relevant issuances;
- c) the Metropolitan Waterworks and Sewerage System has filed all applicable tax returns, reports and statements required to be file under Philippine tax laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.

PDDG REYNALDO V. VELASCO (RET)
Administrator

ATTY. ZORLO L. ANDIN JR.
DA for Administrative & Support Services

JOCELYN M. TOLEDO
Manager, Finance Department

