



24 March 2015

**PHILIPPINE STOCK EXCHANGE**  
Disclosure Department  
3<sup>rd</sup> Floor, PSE Plaza  
Ayala Triangle, Ayala Avenue,  
Makati City

Attention : **MS. JANET A. ENCARNACION**  
Head, Disclosure Group

Re : **TERMINATION OF EXTERNAL AUDITOR**

Dear Ms. Encarnacion,

We write to inform you regarding the termination of the external auditor of Euro-Med Laboratories Phil., Inc. (hereinafter the "Company" or "Euro-Med") due to reasons beyond the control of the Company.

The financial statements of the Company for the years 2013, 2012 and 2011 were audited by Mercado, Calderon, Jaravata & Co. CPAs (MCJ & Co, CPAs). The aforementioned audit firm was appointed during the stockholders meeting on June 19, 2013, June 20, 2012 and June 15, 2011, respectively. MCJ & Co., CPAs was re-appointed by the stockholders of the Company during the annual stockholders' meeting held on June 18, 2014 to audit its financial statement for the year ended December 31, 2014. The Company's financial statements for the years ended December 31, 2006 to December 31, 2010 were audited and signed by one of MCJ's partner, Mr. Napoleon A. Calderon. In compliance with SEC Rule 68 as amended, the Company's financial statements for the year ended December 31, 2011, December 31, 2012 and December 31, 2013 were audited and signed by another partner of the same auditing firm, Mr. Marcelino A. Mercado.

The Company was informed last 27 February 2015 that there has been a disagreement between the partners of the aforementioned auditing firm, which caused the partners to go their separate ways and dissolved the firm effective 30 September 2014. Due to the dissolution of the auditing firm, the Company was constrained to terminate its engagement with MCJ & Co., CPAs.

The termination of external auditor, for reasons beyond the control of the Company, will be submitted for confirmation and ratification by the stockholders in the upcoming Annual Shareholders' Meeting of the Company on June 17, 2015.

Thank you.

Very truly yours,

**JANICE R. ONG**  
Corporate Secretary