



BANGKO SENTRAL NG PILIPINAS

OFFICE OF THE DEPUTY GOVERNOR
FINANCIAL SUPERVISION SECTOR

19 June 2018

Ms. Asela Ayse M. Dela Rosa
Chief Executive Officer
TagCash Ltd., Inc. (TagCash)
Unit 2108, 88 Corporate Center
141 Valero Street
1200 Makati City, Metro Manila

Dear Ms. Dela Rosa:

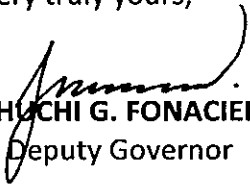
Subject: Request to Pilot Electronic Money Services Using Permission-Based Blockchain as the Underlying Platform

We are pleased to inform you of the approval of the request of TagCash Ltd., Inc. (TagCash) to pilot for a period of six (6) months by way of a sandbox implementation the offering of electronic money (e-money) using permission-based blockchain as the underlying platform, subject to the conditions that TagCash shall:

1. Provide appropriate top level risk management oversight at all times;
2. Ensure compliance, to the extent possible, with applicable BSP rules and regulations on IT risk management, e-money, anti-money laundering (AML), outsourcing, and consumer protection, among others;
3. Implement appropriate security controls/measures to address all security issues/concerns related to the subject e-money offering;
4. Clearly communicate to all the relevant participants their roles and responsibilities during the pilot run;
5. Provide the necessary customer assistance in addressing issues/concerns that may arise during the pilot run;
6. Electronically submit to BSP a quarterly report on e-money transactions using the e-money report template provided under Section X780 of the MORB;
7. Ensure that the internal and security controls supporting the above e-money offering shall be subject to independent review and a report on the same shall be provided to BSP, when requested; and

8. Submit to BSP, through the Core IT Specialist Group (CITSG) for evaluation, any enhancements or changes to the e-money offering, within thirty (30) days prior to the date of roll-out.

Very truly yours,



CHUCHI G. FONACIER
Deputy Governor