

SEDP-SIMBAG SA PAG-ASENSO, INC. (A MICROFINANCE NGO)

STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2019 AND 2018



	Note	2019	2018
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalent	5	P68,622,122	P57,114,349
Financial assets at fair value through profit or loss (FVPL)	6	30,467,651	37,289,798
Loans and other receivables, net	7	550,957,305	527,623,622
Prepayments	8	2,439,084	2,235,623
<b>Total Current Assets</b>		<b>652,486,162</b>	<b>624,263,392</b>
<b>Noncurrent Assets</b>			
Property and equipment	9	31,148,414	23,556,315
Retirement asset	19	-	3,218,323
Deferred tax asset	18	-	544,666
Other non-current assets	10	4,371,291	3,803,847
<b>Total Non-current Assets</b>		<b>35,519,705</b>	<b>31,123,151</b>
		<b>P688,005,867</b>	<b>P655,386,543</b>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Current Liabilities</b>			
Accounts and other payables	11	P24,979,624	P28,328,243
Short-term borrowings	13	65,529,846	84,384,007
Members' fund payable	12	245,186,466	259,293,546
Income tax payable	18	1,170,446	1,060,607
<b>Total Current Liabilities</b>		<b>336,866,382</b>	<b>373,066,403</b>
<b>Noncurrent Liabilities</b>			
Long-term borrowings	13	36,535,484	32,153,375
Retirement benefits	19	2,431,678	-
Deferred tax liabilities	18	217,592	-
<b>Total Non-current Liabilities</b>		<b>39,184,754</b>	<b>32,153,375</b>
<b>Total Liabilities</b>		<b>376,051,136</b>	<b>405,219,778</b>
<b>Fund Balance</b>			
General fund		271,950,575	175,890,397
Restricted fund	22	40,000,000	69,197,776
Remeasurement of retirement benefits	19	4,156	5,078,592
<b>Total Fund Balance</b>		<b>311,954,731</b>	<b>250,166,765</b>
		<b>P688,005,867</b>	<b>P655,386,543</b>

See Notes to the Financial Statements.



**SEDP-SIMBAG SA PAG-ASENSO, INC. (A MICROFINANCE NGO)**

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	<i>Notes</i>	2019	2018
<b>INTEREST INCOME FROM</b>			
Loans	7,14	P227,238,732	P206,280,993
Banks and investments	5,6,15	1,913,455	1,097,144
		229,152,187	207,378,137
<b>INTEREST EXPENSE</b>	12,13	<b>(15,682,461)</b>	<b>(14,135,998)</b>
<b>NET INTEREST INCOME</b>		213,469,726	193,242,139
<b>PROVISION FOR CREDIT LOSSES</b>	7	<b>(951,571)</b>	<b>(1,331,882)</b>
<b>NET INTEREST INCOME AFTER     PROVISION FOR CREDIT LOSSES</b>		212,518,155	191,910,257
Fines, penalties, and surcharges	14	45,047	101,568
Other income	15	10,032,015	1,859,569
Operating expenses	16	<b>(136,203,087)</b>	<b>(120,391,968)</b>
<b>INCOME FROM OPERATIONS</b>		86,392,130	73,479,426
General and administrative expenses	17	<b>(35,001,337)</b>	<b>(25,968,100)</b>
<b>INCOME BEFORE INCOME TAX</b>		51,390,793	47,511,326
Provision for income tax	18	<b>(5,433,600)</b>	<b>(3,594,053)</b>
<b>NET INCOME</b>		45,957,193	43,917,273
<b>OTHER COMPREHENSIVE INCOME</b>			
Remeasurement loss on retirement benefits	19	<b>(5,074,436)</b>	<b>(997,339)</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>P40,882,757</b>	<b>P42,919,934</b>

*See Notes to the Financial Statements.*



**SEDP-SIMBAG SA PAG-ASENSO, INC. (A MICROFINANCE NGO)**

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FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

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**SEDP-SIMBAG SA PAG-ASENSO, INC. (A MICROFINANCE NGO)**

**STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	<i>Notes</i>	2019	2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Excess of revenue over expenses before income tax		<b>P51,390,793</b>	<b>P47,511,326</b>
Adjustments for:			
Interest expense on borrowings	13	5,365,469	5,187,606
Depreciation and amortization	9	2,938,676	3,217,138
Unrealized (gain) loss on financial assets at FVPL	6,15	(2,729,453)	3,039,547
Interest income from banks and investments	5,6,15	(1,913,455)	(1,097,144)
Provision for credit losses	7	951,571	1,331,882
Provision for retirement	19	575,565	442,165
Dividend income	6,15	(560,941)	(558,000)
Gain on sale of property and equipment	9	(1,900)	-
Operating income before working capital changes		<b>56,016,325</b>	<b>59,074,520</b>
Decrease (increase) in:			
Loans and other receivables		(24,285,255)	(72,957,616)
Prepayments		(203,459)	507,977
Other noncurrent assets		(567,444)	4,509,432
Increase (decrease) in:			
Accounts and other payables		(3,348,619)	3,396,209
Members' fund payable		(14,107,080)	8,982,453
Cash generated from operations		<b>13,504,468</b>	<b>3,512,975</b>
Interest received from banks and investments		1,913,455	1,097,144
Interest paid	13	(5,365,469)	(5,187,606)
Income tax paid	18	(4,561,503)	(6,418,202)
<b>Net cash provided by (used in) operating activities</b>		<b>5,490,951</b>	<b>(6,995,689)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property and equipment	9	(10,530,776)	(1,307,993)
Additions in financial assets at FVPL	6	-	(20,000,000)
Withdrawals in financial assets at FVPL	6	9,551,600	20,571,221
Dividend received	6,15	560,941	558,000
Proceeds from sale of property and equipment	9	1,900	-
<b>Net cash used in investing activities</b>		<b>(416,335)</b>	<b>(178,772)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowing	13	59,000,000	57,000,000
Payments of borrowings	13	(52,566,843)	(45,517,828)
<b>Net cash provided by financing activities</b>		<b>6,433,157</b>	<b>11,482,172</b>
<b>Net increase in cash and cash equivalent</b>		<b>11,507,773</b>	<b>4,307,711</b>
<b>Cash and cash equivalent, beginning</b>		<b>57,114,349</b>	<b>52,806,638</b>
<b>Cash and cash equivalent, end</b>	5	<b>P68,622,122</b>	<b>P57,114,349</b>

*See Notes to the Financial Statements.*

