

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

STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2020 AND 2019

	<i>Note</i>	2020	2019
ASSETS			
Current Assets			
Cash and cash equivalent	5	P31,085,417	P68,622,122
Financial assets at fair value through profit or loss (FVPL)	6	30,571,725	30,467,651
Loans and other receivables, net	7	678,558,553	550,957,305
Prepayments	8	2,336,461	2,439,084
Total Current Assets		742,552,156	652,486,162
Noncurrent Assets			
Property and equipment, net	9	28,925,970	31,148,414
Other noncurrent assets	10	2,357,444	4,371,291
Total Noncurrent Assets		31,283,414	35,519,705
		P773,835,570	P688,005,867
LIABILITIES AND FUND BALANCE			
Current Liabilities			
Accounts and other payables	11	P59,424,650	P24,979,624
Short-term borrowings	13	59,884,365	65,529,846
Members' fund payable	12	236,836,050	245,186,466
Income tax payable	18	1,082,340	1,170,446
Total Current Liabilities		357,227,405	336,866,382
Noncurrent Liabilities			
Long-term borrowings	13	51,368,885	36,535,484
Retirement benefits	19	11,302,995	2,431,678
Deferred tax liabilities	18	259,345	217,592
Total Noncurrent Liabilities		62,931,225	39,184,754
Total Liabilities		420,158,630	376,051,136
Fund Balance			
General fund		320,830,371	271,950,575
Restricted fund	22	40,000,000	40,000,000
Remeasurement of retirement benefits	19	(7,153,431)	4,156
Total Fund Balance		353,676,940	311,954,731
		P773,835,570	P688,005,867

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, 2020 AND 2019**

	<i>Notes</i>	2020	2019
INTEREST INCOME FROM			
Loans	7, 14	P177,470,312	P227,238,732
Banks and investments	5, 6, 10	1,530,591	1,913,455
		179,000,903	229,152,187
INTEREST EXPENSE	12, 13	(7,678,904)	(15,682,461)
NET INTEREST INCOME		171,321,999	213,469,726
PROVISION FOR EXPECTED CREDIT LOSSES	7	(3,967,104)	(951,571)
NET INTEREST INCOME AFTER			
PROVISION FOR CREDIT LOSSES		167,354,895	212,518,155
Fines, penalties, and surcharges	14	49,881	45,047
Other income	15	8,248,769	10,032,015
Operating expenses	16	(99,752,779)	(136,203,087)
INCOME FROM OPERATIONS		75,900,766	86,392,130
General and administrative expenses	17	(P23,276,432)	(35,001,337)
INCOME BEFORE TAX		52,624,334	51,390,793
Provision for income tax	18	(3,744,538)	(5,433,600)
NET INCOME		48,879,796	45,957,193
OTHER COMPREHENSIVE INCOME			
Remeasurement loss on retirement benefits	19	(7,157,587)	(5,074,436)
TOTAL COMPREHENSIVE INCOME		P41,722,209	P40,882,757

See Notes to the Financial Statements.



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

**STATEMENTS OF CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019**

	<i>Note</i>	General Fund	Restricted Fund (Note 22)	Remeasurement of Retirement Benefits (Note 19)	Total
Balances at December 31, 2018		P175,890,397	P69,197,776	P5,078,592	P250,166,765
Reversal of appropriation		29,197,776	(29,197,776)	-	-
Reclassification to capital contribution	13	20,905,209	-	-	20,905,209
Net income		45,957,193	-	-	45,957,193
Remeasurement loss on retirement benefits		-	-	(5,074,436)	(5,074,436)
Balances at December 31, 2019		271,950,575	40,000,000	4,156	311,954,731
Net income		48,879,796	-	-	48,879,796
Remeasurement loss on retirement benefits		-	-	(7,157,587)	(7,157,587)
Balances at December 31, 2020		P320,830,371	P40,000,000	(P7,153,431)	P353,676,940

See Notes to the Financial Statements.



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

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	<i>Notes</i>	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax		P52,624,334	P51,390,793
Adjustments for:			
Interest expense on borrowings	13	5,244,671	5,365,469
Depreciation and amortization	9	2,707,105	2,938,676
Provision for expected credit losses	7	3,967,104	951,571
Provision for retirement	19	1,713,730	575,565
Interest income from banks and investments	5,6,10	(1,530,591)	(1,913,455)
Unrealized gain on financial assets at FVPL	6,15	(104,074)	(2,729,453)
Loss on write-off of property and equipment	9	63,609	-
Dividend income	6,15	-	(560,941)
Gain on sale of property and equipment	9	-	(1,900)
Operating income before working capital changes		64,685,888	56,016,325
Decrease (increase) in:			
Loans and other receivables		(131,568,352)	(24,285,255)
Prepayments		102,623	(203,459)
Other noncurrent assets		2,013,847	(567,444)
Increase (decrease) in:			
Accounts and other payables		33,919,408	(3,348,620)
Members' fund payable		(8,350,416)	(14,107,080)
Cash (used in) generated from operations		(39,197,002)	13,504,467
Interest received from banks and investments		1,530,591	1,913,455
Interest paid		(4,719,053)	(5,365,469)
Income tax paid	18	(3,790,891)	(4,561,503)
Net cash (used in) provided by operating activities		(46,176,355)	5,490,950
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment	9	(548,270)	(10,530,775)
Withdrawals in financial assets at FVPL	6	-	9,551,600
Dividend received	6,15	-	560,941
Realized gain on sale of property and equipment	9	-	1,900
Net cash used in investing activities		(548,270)	(416,334)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowing	13	198,094,287	59,000,000
Payments of borrowings	13	(188,906,367)	(52,566,843)
Net cash provided by financing activities		9,187,920	6,433,157
Net increase in cash and cash equivalents		(37,536,705)	11,507,773
Cash and cash equivalents, beginning		68,622,122	57,114,349
Cash and cash equivalents, end	5	P31,085,417	P68,622,122

See Notes to the Financial Statements.

