

PORO POINT MANAGEMENT CORPORATION
(A Member of The BCDA Group)
Condensed Statement of Financial Position
As of September 30, 2024

	Note	2024	2023	Variance
ASSETS				
Current Assets				
Cash and Cash Equivalents	3	11,735,879.14	7,548,923.49	4,186,955.65
Investments	4	101,196,960.29	100,580,622.87	616,337.42
Receivables	5	13,268,724.04	12,760,412.14	508,311.90
Inventories	6	888,970.97	813,320.29	75,650.68
Other Current Assets	7	2,465,914.27	2,387,278.28	78,635.99
Total Current Assets		129,556,448.71	124,090,557.07	5,465,891.64
Non-Current Assets				
Investments in Joint Ventures	8	15,000,000.00	15,000,000.00	-
Other Investments		15,000.00	15,000.00	-
Investment Property	9	2,543,082.00	82,165,633.06	(79,622,551.06)
Property, Plant and Equipment	10	7,080,146.20	8,025,891.31	(945,745.11)
Intangible Assets		260,000.00	0.00	260,000.00
Other Non-Current Assets	11	94,753,746.39	0.00	94,753,746.39
Total Non-Current Assets		119,651,974.59	105,206,524.37	14,445,450.22
TOTAL ASSETS		249,208,423.30	229,297,081.44	19,911,341.86
LIABILITIES				
Current Liabilities				
Financial Liabilities	12	10,737,508.71	11,189,859.61	(452,350.90)
Inter-Agency Payables	13	76,562,127.93	65,519,846.52	11,042,281.41
Intra-Agency Payables	14	457,323.55	0.00	457,323.55
Trust Liabilities	15	9,799,877.06	8,588,440.59	1,211,436.47
Unearned Income		21,904,956.37	19,463,035.50	2,441,920.87
Other Payables		502,081.24	34,986.55	467,094.69
Total Current Liabilities		119,963,874.86	104,796,168.77	15,167,706.09
Non-Current Liabilities				
Inter-Agency Payables	16	13,411,809.51	13,411,809.51	0.00
Total Non-Current Liabilities		13,411,809.51	13,411,809.51	0.00
TOTAL LIABILITIES		133,375,684.37	118,207,978.28	15,167,706.09
EQUITY				
Stockholders' Equity	17	83,143,720.23	83,143,720.23	-
Retained Earnings/(Deficit)	18	32,689,018.70	27,945,382.93	4,743,635.77
Total Equity		115,832,738.93	111,089,103.16	4,743,635.77
TOTAL LIABILITIES AND EQUITY		249,208,423.30	229,297,081.44	19,911,341.86

See Accompanying Notes to Financial Statements.

PORO POINT MANAGEMENT CORPORATION
(A Member of The BCDA Group)
Detailed Statement of Financial Position
As of September 30, 2024

	Notes	2024	2023	Variance
ASSETS				
Current Assets				
Cash and Cash Equivalents				
	3			
Cash Collecting Officer		79,280.64	0.00	79,280.64
Petty Cash Fund		20,000.00	20,000.00	0.00
Cash in Bank-Local Currency				
Cash in Bank-Local Currency, Current Account		11,636,598.50	7,528,923.49	4,107,675.01
Total		11,735,879.14	7,548,923.49	4,186,955.65
Other Investments				
Investments in Time Deposits-Local Currency	4	101,196,960.29	100,580,622.87	616,337.42
Receivables				
	5			
Loans and Receivables Account				
Accounts Receivables		290,096.55	290,096.55	0.00
Inter-Agency Receivables				
Due from National Government Agencies		605,912.61	605,912.61	0.00
Due from Government Corporations		0.00	77,058.82	(77,058.82)
Intra-Agency Receivables				
Due from Parent Corporation		10,226,982.05	9,293,075.19	933,906.86
Other Receivables				
Due from Officers and Employees		905,915.63	1,254,451.77	(348,536.14)
Other Receivables		1,239,817.20	1,239,817.20	0.00
Total		13,268,724.04	12,760,412.14	508,311.90
Inventories				
	6			
Inventory Held for Consumption				
Office Supplies Inventory		567,047.07	548,370.00	18,677.07
Construction Materials Inventory		167,622.06	167,651.46	(29.40)
Other Supplies and Materials Inventory		154,301.84	97,298.83	57,003.01
Total		888,970.97	813,320.29	75,650.68
Other Current Assets				
	7			
Advances				
Advances to Officers and Employees		88,375.00	101,300.00	(12,925.00)
Prepayments				
Advances to Contractors		1,818,649.44	2,023,867.90	(205,218.46)
Prepaid Registration		5,298.35	0.00	5,298.35
Prepaid Insurance		62,055.90	22,387.88	39,668.02
Other Prepayments		154,654.14	12,970.81	141,683.33
Deposits				
Guaranty deposits		168,884.00	168,884.00	0.00
Withholding Tax at Source				
Withholding Tax at Source		167,997.44	57,867.69	110,129.75
Total		2,465,914.27	2,387,278.28	78,635.99
Total Current Assets		129,556,448.71	124,090,557.07	5,465,891.64
Non-Current Assets				
	8			
Investments in Joint Venture				
Investments in Joint Venture		15,000,000.00	15,000,000.00	0.00
Other Investments				
Investment in Stocks		15,000.00	15,000.00	0.00
Total		15,015,000.00	15,015,000.00	0.00

	Notes	2024	2023	Variance
Investment Property	9			
Land and Buildings				
Investment Property, Land		0.00	16,416,169.40	(16,416,169.40)
Investment Property, Buildings		0.00	0.00	0.00
Construction in Progress				
Construction in Progress-Investment Property, Buildings		0.00	65,749,463.66	(65,749,463.66)
Construction in Progress-Buildings and Other Structures		2,543,082.00	0.00	2,543,082.00
Total		2,543,082.00	82,165,633.06	(79,622,551.06)
Property, Plant and Equipment	10			
Land Improvements				
Other Land Improvements		276,082.12	276,082.12	0.00
Accumulated Depreciation-Other Land Improvements		(262,278.01)	(262,278.01)	0.00
Infrastructure Assets				
Power Supply Systems		516,605.02	516,605.02	0.00
Accumulated Depreciation-Power Supply Systems		(490,774.77)	(490,774.77)	0.00
Buildings and Other Structures				
Buildings		9,386,403.90	9,386,403.90	0.00
Accumulated Depreciation-Buildings		(6,114,135.72)	(5,697,856.01)	(416,279.71)
Other Structures		2,669,275.51	2,669,275.51	0.00
Accumulated Depreciation-Other Structures		(2,535,811.73)	(2,482,771.32)	(53,040.41)
Machinery and Equipment				
Office Equipment		2,962,485.91	2,847,485.91	115,000.00
Accumulated Depreciation-Office Equipment		(2,444,542.02)	(2,306,029.96)	(138,512.06)
Information and Communication Technology (ICT) Equipment		3,306,091.81	2,992,733.81	313,358.00
Accumulated Depreciation-ICT Equipment		(2,130,113.73)	(1,842,279.87)	(287,833.86)
Communication Equipment		60,000.00	60,000.00	0.00
Accumulated Depreciation-Communication Equipment		(57,000.00)	(57,000.00)	0.00
Technical and Scientific Equipment		413,387.52	413,387.52	0.00
Accumulated Depreciation-Technical and Scientific Equipment		(392,718.14)	(392,718.14)	0.00
Furniture, Fixtures and Books				
Furniture and Fixtures		901,045.01	901,045.01	0.00
Accumulated Depreciation-Furniture and Fixtures		(846,268.10)	(838,570.22)	(7,697.88)
Transportation Equipment				
Motor Vehicle		8,681,939.06	8,681,939.06	0.00
Accumulated Depreciation-Motor Vehicle		(6,819,527.44)	(6,348,788.25)	(470,739.19)
Fixed Asset Accrual		0.00	0.00	0.00
Total		7,080,146.20	8,025,891.31	(945,745.11)
Intangible Assets				
Websites		260,000.00	0.00	260,000.00
Other Non-Current Assets	11			
Other Assets (Non-Current)		94,753,746.39	0.00	94,753,746.39
Total Non-Current Assets		119,651,974.59	105,206,524.37	14,445,450.22
TOTAL ASSETS		249,208,423.30	229,297,081.44	19,911,341.86
LIABILITIES AND EQUITY				
Current Liabilities				
Financial Liabilities	12			
Accounts Payable		8,106,593.32	7,997,988.36	108,604.96
Due to Officers and Employees		2,630,915.39	3,191,871.25	(560,955.86)
Total		10,737,508.71	11,189,859.61	(452,350.90)
Inter-Agency Payables	13			
Due to BIR		913,741.76	584,086.81	329,654.95
Due to Pag-ibig		242,045.20	2,797.56	239,247.64

	Notes	2024	2023	Variance
Due to Philhealth		74,212.29	366.19	73,846.10
Due to SSS		109,528.66	562.50	108,966.16
Due to Parent Corporation		73,035,797.98	63,374,877.03	9,660,920.95
Income Tax Payable		2,186,802.04	1,557,156.43	629,645.61
Total		76,562,127.93	65,519,846.52	11,042,281.41
Intra-Agency Payables				
Due to Other Funds	14	457,323.55	0.00	457,323.55
Trust Liabilities	15			
Trust Liabilities		1,751,158.30	1,710,640.65	40,517.65
Customer's Deposit Payable		21,000.00	35,000.00	(14,000.00)
Guaranty/Security Deposits Payable		8,027,718.76	6,842,799.94	1,184,918.82
Total		9,799,877.06	8,588,440.59	1,211,436.47
Unearned Revenue				
Other Unearned Revenue		21,904,956.37	19,463,035.50	2,441,920.87
Other Payables				
Other Payables		502,081.24	34,986.55	467,094.69
Total Current Liabilities		119,963,874.86	104,796,168.77	15,167,706.09
Non-Current Liabilities				
Inter-Agency Payables	16			
Due to Parent Corporation		13,411,809.51	13,411,809.51	0.00
Total Non-Current Liabilities		13,411,809.51	13,411,809.51	0.00
TOTAL LIABILITIES		133,375,684.37	118,207,978.28	15,167,706.09
Equity				
Stockholders' Equity	17			
Share Capital		68,143,720.23	68,143,720.23	0.00
Other Equity Instruments		15,000,000.00	15,000,000.00	0.00
Total		83,143,720.23	83,143,720.23	0.00
Retained Earnings/(Deficit)	18			
Retained Earnings/(Deficit)		32,689,018.70	27,945,382.93	4,743,635.77
Total		32,689,018.70	27,945,382.93	4,743,635.77
Total Equity		115,832,738.93	111,089,103.16	4,743,635.77
TOTAL LIABILITIES AND EQUITY		249,208,423.30	229,297,081.44	19,911,341.86

See Accompanying Notes to Financial Statements

PORO POINT MANAGEMENT CORPORATION
(A Member of The BCDA Group)
Condensed Statement of Comprehensive Income
As of September 30, 2024

	Note	2024	2023	Variance
Income				
Service and Business Income	19	75,609,153.08	70,573,606.30	5,035,546.78
Expenses				
Personnel Services	20	47,525,633.83	42,382,562.05	5,143,071.78
Maintenance and Other Operating Expenses	21	10,828,755.14	10,698,953.04	129,802.10
Non-Cash Expenses	22	1,046,266.50	1,096,805.14	(50,538.64)
Total Expenses		59,400,655.47	54,178,320.23	5,222,335.24
Profit/(Loss) Before Tax		16,208,497.61	16,395,286.07	(186,788.46)
Income Tax Expense/(Benefit)		3,920,577.04	4,009,189.03	- 88,611.99
Comprehensive Income/(Loss)		12,287,920.57	12,386,097.04	(98,176.47)

See Accompanying Notes to Financial Statements.

PORO POINT MANAGEMENT CORPORATION
(A Member of The BCDA Group)
Detailed Statement of Comprehensive Income
As of September 30, 2024

	Notes	2024	2023	Variance
Income				
Service and Business Income	19			
Service Income				
Permit Fees		7,679,916.80	8,129,445.28	(449,528.48)
Business Income				
Management Fees		67,280,495.18	62,116,170.46	5,164,324.72
Interest Income		526,189.48	301,673.58	224,515.90
Other Business Income		112,916.63	26,316.98	86,599.65
Miscellaneous Income				
Miscellaneous Income		9,634.99	0.00	9,634.99
Total Income		75,609,153.08	70,573,606.30	5,035,546.78
Expenses				
Personnel Services	20			
Salaries and Wages				
Salaries and Wages-Regular		27,680,889.47	28,066,635.17	(385,745.70)
Total Salaries and Wages		27,680,889.47	28,066,635.17	(385,745.70)
Other Compensation				
Personnel Economic Relief Allowance (PERA)		1,057,453.87	1,048,529.80	8,924.07
Representation Allowance (RA)		625,500.00	607,500.00	18,000.00
Transportation Allowance (TA)		625,500.00	607,500.00	18,000.00
Clothing/Uniform Allowance		413,000.00	342,000.00	71,000.00
Overtime and Night Pay		1,097,431.95	813,967.57	283,464.38
Year-End Bonus		2,313,301.05	2,350,681.25	(37,380.20)
Cash Gift		221,249.98	223,124.98	(1,875.00)
Mid-year Bonus		3,093,842.00	3,023,322.00	70,520.00
Other Bonuses and Allowances		55,000.00	258,000.00	(203,000.00)
Directors and Committee Members' Fees		1,774,000.00	1,702,000.00	72,000.00
Total Other Compensation		11,276,278.85	10,976,625.60	299,653.25
Personnel Benefit Contributions				
Pag-ibig Contributions		87,600.00	50,900.00	36,700.00
Philhealth Contributions		568,287.31	478,775.46	89,511.85
Employees Compensation Insurance Premiums		14,040.00	15,230.00	(1,190.00)
Retirement and Life Insurance Premiums		1,292,000.00	1,418,255.00	(126,255.00)
Provident/Welfare Contribution		2,706,699.21	0.00	2,706,699.21
Total Personnel Benefit Contributions		4,668,626.52	1,963,160.46	2,705,466.06
Other Personnel Benefits				
Retirement Gratuity		2,526,571.46	0.00	2,526,571.46
Terminal Leave Benefits		1,373,267.53	1,376,140.82	(2,873.29)
Total Other Personnel Benefits		3,899,838.99	1,376,140.82	2,523,698.17
Total Personnel Services		47,525,633.83	42,382,562.05	5,143,071.78
Maintenance and Other Operating Expenses				
Travelling Expenses	21			
Travelling Expenses-Local		2,753,267.06	1,901,474.93	851,792.13
Training and Scholarship Expenses				
Training Expenses		576,312.00	513,540.60	62,771.40
Supplies and Materials Expenses				
Office Supplies Expenses		871,296.79	1,246,708.38	(375,411.59)
Accountable Forms Expenses		10,000.00	0.00	10,000.00
Drugs and Medicines Expenses		10,184.50	81,837.50	(71,653.00)
Fuel, Oil and Lubricants Expenses		382,535.86	324,286.46	58,249.40
Semi-Expendable Machinery and Equipment Expenses		353,152.00	176,460.00	176,692.00

	Notes	2024	2023	Variance
Semi-Expendable Furniture, Fixtures and Books Expenses		88,360.00	0.00	88,360.00
Other Supplies and Materials Expenses		2,501.35	21,725.00	(19,223.65)
Utility Expenses				
Water Expenses		72,542.70	0.00	72,542.70
Electricity Expenses		426,186.46	484,688.38	(58,501.92)
Communication Expenses				
Postage and Courier Services		27,695.80	23,778.40	3,917.40
Telephone Expenses		506,861.63	517,977.83	(11,116.20)
Internet Subscription Expenses		61,361.77	52,243.32	9,118.45
Confidential, Intelligence and Extraordinary Expenses				
Extraordinary and Miscellaneous Expenses		178,269.54	150,453.26	27,816.28
Professional Services				
Legal Services		18,902.00	0.00	18,902.00
Auditing Services		730,450.29	665,867.39	64,582.90
Other Professional Services		133,095.14	0.00	133,095.14
General Services				
Janitorial Services		168,270.06	166,853.76	1,416.30
Security Services		856,089.07	780,749.07	75,340.00
Repair and Maintenance				
Repair and Maintenance- Buildings & Other Structures		167,888.46	150,441.00	17,447.46
Repair and Maintenance- Machinery and Equipment		2,710.00	0.00	2,710.00
Repair and Maintenance- Transportation Equipment		100,031.70	111,630.60	(11,598.90)
Repair and Maintenance-Furnitures and Fixtures		5,870.00	39,702.12	(33,832.12)
Taxes, Insurance Premiums and Other Fees				
Taxes, Duties and Licenses		38,030.54	78,096.00	(40,065.46)
Fidelity Bond Premiums		71,625.00	81,375.00	(9,750.00)
Insurance Expenses		207,053.72	53,659.60	153,394.12
Other Maintenance and Operating Expenses				
Advertising, Promotional and Marketing Expenses		255,710.00	565,889.58	(310,179.58)
Printing and Publication Expenses		5,309.00	0.00	5,309.00
Representation Expenses		910,478.38	1,055,555.50	(145,077.12)
Membership Dues and Contributions to Organizations		500.00	0.00	500.00
Subscription Expenses		14,605.00	14,507.00	98.00
Bank Transaction Fee		2,100.00	0.00	2,100.00
Other Maintenance and Operating Expenses		819,509.32	1,439,452.36	(619,943.04)
Total Maintenance and Other Operating Expenses		10,828,755.14	10,698,953.04	129,802.10
Non-Cash Expenses				
Depreciation Expense	22			
Depreciation-Building and Other Structures		351,990.09	351,990.09	0.00
Depreciation-Machinery and Equipment		329,583.60	321,574.84	8,008.76
Depreciation-Transportation Equipment		359,517.78	415,671.66	(56,153.88)
Depreciation-Furniture, Fixtures and Books		5,175.03	7,568.55	(2,393.52)
Total Non-Cash Expenses		1,046,266.50	1,096,805.14	(50,538.64)
Total Expenses		59,400,655.47	54,178,320.23	5,222,335.24
NET INCOME/(LOSS) BEFORE TAX		16,208,497.61	16,395,286.07	(186,788.46)
Income Tax Expense/(Benefit)		3,920,577.04	4,009,189.03	(88,611.99)
NET PROFIT/(LOSS) AFTER TAX		12,287,920.57	12,386,097.04	(98,176.47)
		-	-	0.00

See Accompanying Notes to Financial Statements

PORO POINT MANAGEMENT CORPORATION
(A Member of The BCDA Group)
Statement of Changes in Equity
As of September 30, 2024

	Note	2024	2023	Variance
Share Capital				
Balance at Beginning of the Period				
Authorized, issued and fully paid		68,143,720.23	68,143,720.23	0.00
800,000 shares, Php100.00 par value				0.00
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Balance at End of the Period		68,143,720.23	68,143,720.23	0.00
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Other Equity Investments				
Balance at Beginning of the Period				
Additions		-	-	0.00
Deductions		-	-	0.00
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Balance at End of the Period		15,000,000.00	15,000,000.00	0.00
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Retained Earnings				
Balance at Beginning of the Period				
Correction of prior year's errors		444,348.03	1,389,214.48	(944,866.45)
As restated		30,888,635.38	19,365,440.05	11,523,195.33
Dividends	23	-	3,806,154.16	(6,681,383.09)
Net Income (Loss)		12,287,920.57	12,386,097.04	(98,176.47)
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Balance at End of the Period		32,689,018.70	27,945,382.93	4,743,635.77
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TOTAL EQUITY		115,832,738.93	111,089,103.16	4,743,635.77
		-	-	0.00

See Accompanying Notes to Financial Statements.

PORO POINT MANAGEMENT CORPORATION
(A Member of The BCDA Group)
Condensed Statement of Cash Flows
As of September 30, 2024

	2024	2023	Variance
Cash Flow from Operating Activities			
Cash Inflow			
Collection of Income/Revenue	87,539,443.58	88,130,518.20	- 591,074.62
Collection of Receivables	20,618,823.82	5,276,366.87	15,342,456.95
Receipt of Inter-Agency Fund Transfers	8,264,065.82	2,001,319.05	6,262,746.77
Receipt of proceeds from termination of investment acct.	40,216,098.94	20,030,311.11	20,185,787.83
Total Cash Inflow	156,638,432.16	115,438,515.23	41,199,916.93
Cash Outflow			
Payment of Expenses	55,819,837.94	53,081,515.09	2,738,322.85
Purchase of Inventories	893,221.78	194,353.45	698,868.33
Payment of Accounts Payable	7,092,807.54	5,793,076.02	1,299,731.52
Remittance of Personnel Benefit Contributions and Mandatory Deductions	9,867,296.42	7,373,634.74	2,493,661.68
Adjustments	60,000,000.00	60,000,000.00	-
Total Cash Outflow	133,673,163.68	126,442,579.30	7,230,584.38
Net Cash Provided by (used in) Operating Activities	22,965,268.48	-11,004,064.07	48,430,501.31
Cash Flow from Investing Activities			
Cash Inflow			
Receipt of Interest Earned	526,189.48	301,673.58	224,515.90
Cash Outflow			
Purchase of Other Assets	8,139,543.16	2,356,843.55	5,782,699.61
Purchase/Construction of Property, Plant and Equipment	1,688,965.17	-	1,688,965.17
Total Cash Outflow	9,828,508.33	2,356,843.55	7,471,664.78
Net Cash Provided by (used in) Investing Activities	- 9,302,318.85	- 2,055,169.97	7,696,180.68
Cash Flow from Financing Activities			
Cash Outflow			
Payment of Dividends	10,487,537.25	3,806,154.16	6,681,383.09
Net Cash Provided by (used in) Financing Activities	- 10,487,537.25	- 3,806,154.16	6,681,383.09
Net Increase in Cash and Cash Equivalents	3,175,412.38	-16,865,388.20	62,808,065.08
Add: Cash and Cash Equivalents, Beginning	8,560,466.76	24,414,311.69	-15,853,844.93
Cash and Cash Equivalents, Ending	11,735,879.14	7,548,923.49	4,186,955.65
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PORO POINT MANAGEMENT CORPORATION
(A Member of The BCDA Group)
Detailed Statement of Cash Flows
As of September 30, 2024

	2024	2023	Variance
Cash Flow from Operating Activities			
Cash Inflow			
Collection of Income/Revenue			
Collection of service and business income	87,539,443.58	88,130,518.20	- 591,074.62
Collection of Receivables			
Collection of receivables	20,618,823.82	5,276,366.87	15,342,456.95
Receipt of Inter-Agency Fund Transfers			
Receipt of funds for other inter-agency transactions	8,264,065.82	2,001,319.05	6,262,746.77
Adjustments			
Receipt of proceeds from termination of investment account	40,216,098.94	20,030,311.11	20,185,787.83
Total Cash Inflow	156,638,432.16	115,438,515.23	41,199,916.93
Cash Outflow			
Payment of Expenses			
Payment of personnel services	44,991,082.80	42,382,562.05	2,608,520.75
Payment of maintenance and other operating expenses	10,828,755.14	10,698,953.04	129,802.10
Purchase of Inventories			
Payment of inventories	893,221.78	194,353.45	698,868.33
Payment of Accounts Payable	7,092,807.54	5,793,076.02	1,299,731.52
Remittance of Personnel Benefit Contributions and Mandatory Deductions			
Remittance of taxes withheld	5,198,669.90	5,410,474.28	-211,804.38
Remittance of SSS/Pag-ibig/Philhealth	4,668,626.52	1,963,160.46	2,705,466.06
Adjustments			
Other adjustments-Investment in time deposit acct.	60,000,000.00	40,000,000.00	20,000,000.00
Other adjustments-Termination of time deposit acct.	0.00	20,000,000.00	-20,000,000.00
Total Cash Outflow	133,673,163.68	126,442,579.30	7,230,584.38
Net Cash Provided by (used in) Operating Activities	22,965,268.48	-11,004,064.07	48,430,501.31
Cash Flow from Investing Activities			
Cash Inflow			
Receipt of Interest Earned	526,189.48	301,673.58	224,515.90
Cash Outflow			
Purchase of Other Assets			
Purchase of Other Assets	8,139,543.16	2,356,843.55	5,782,699.61
Purchase/Construction of Property, Plant and Equipment			
Construction of Buildings and Other Structures	1,260,607.17	-	1,260,607.17
Purchase of Machinery and Equipment	428,358.00	-	428,358.00
Purchase of Furniture, Fixtures and Books	-	-	-
Purchase of Transportation Equipment	-	-	-
Total Cash Outflow	9,828,508.33	2,356,843.55	7,471,664.78
Net Cash Provided by (used in) Investing Activities	- 9,302,318.85	- 2,055,169.97	7,696,180.68
Cash Flow from Financing Activities			
Cash Outflow			
Payment of Dividends	10,487,537.25	3,806,154.16	6,681,383.09
Net Cash Provided by (used in) Financing Activities	- 10,487,537.25	- 3,806,154.16	6,681,383.09
Net Increase in Cash and Cash Equivalents	3,175,412.38	-16,865,388.20	62,808,065.08
Add: Cash and Cash Equivalents, Beginning	8,560,466.76	24,414,311.69	-15,853,844.93
Cash and Cash Equivalents, Ending	11,735,879.14	7,548,923.49	4,186,955.65
	-	0.00	-

NOTES TO FINANCIAL STATEMENTS

As of September 30, 2024

1. Corporate Information

The Bases Conversion and Development Authority (BCDA) was created under Republic Act (RA) No. 7227 dated March 13, 1993. Its main objective is to accelerate the sound and balanced conversion of former military reservations, especially the American Military Bases into alternative productive civilian uses for the benefit of the Filipino people.

Pursuant to this Act, Presidential Proclamation No. 216 was issued creating and designating the area covered by the former Wallace Air Station, the San Fernando Seaport and Airport, and contiguous areas in Poro Point Special Economic and Freeport Zone (PPSEFZ), now the Poro Point Freeport Zone (PPFZ).

On June 29, 1993, Executive Order (EO) No. 103 was issued, establishing the John Hay Development Corporation (JHDC) as a subsidiary and implementing arm of BCDA for Club John Hay.

Subsequently, on October 07, 1998, EO No. 31 was issued amending Sections 1 and 3 of EO No. 103, series of 1993, renaming John Hay Development Corporation (JHDC) to John Hay Poro Point Development Corporation (JPDC) as the authorized operating and implementing arm of the BCDA to manage the John Hay Special Economic Zone (JHSEZ) and the PPFZ and its contiguous areas.

On October 03, 2002, EO No. 132 was issued authorizing the creation of Poro Point Management Corporation (PPMC) as the implementing arm of BCDA over the PPFZ and renaming the JPDC as the John Hay Management Corporation (JHMC).

The PPMC was registered with the Securities and Exchange Commission (SEC) on January 06, 2003.

On March 20, 2007, Republic Act (RA) No. 9400 was enacted affirming the Freeport status of the PPSEFZ, renaming it as the Poro Point Freeport Zone (PPFZ).

The PPMC office is located at Governor Joaquin L. Ortega Avenue, Poro Point, City of San Fernando, La Union.

Performance Agreement

Pursuant to EO No. 62 issued on February 27, 1993, on the prescribed policies and guidelines for the implementation of RA No. 7227, the BCDA is mandated to perform oversight over subsidiaries and adopt and implement an oversight mechanism to implement efficient utilization of scarce resources and to ensure that the plans and programs of subsidiaries are proceeding according to national goals and objectives.

In order to carry out this objective, EO No. 62 likewise mandates that the BCDA and its subsidiaries enter into a Performance Agreement embodying the performance criteria and target for the year and the desired goals of the succeeding years.

Towards this goal, the BCDA and PPMC entered into a Performance Agreement, setting the performance standards in accordance with the policies and programs of BCDA and PPMC which is mutually acceptable to both parties.

Foremost among the features of the Agreement are the financial undertakings that BCDA and PPMC have to comply with, briefly summarized as follows:

- The BCDA as property owner of the PPFZ shall earn from lease rentals, joint venture agreements, and other business arrangements generated in the PPFZ and from dividends to be declared by the PPMC. The PPMC shall record these revenues as Trust Liability and remit the same to BCDA through a designated bank account solely in the name of BCDA. The same shall now be recorded as income of BCDA.
- The PPMC as estate manager shall earn estate management fees due from BCDA either a 50 percent share in the revenues of the PPFZ or fixed amount of PhP60.5 million annually for the next two (2) years beginning 2014 to cover Personal Services (PS) and Maintenance & Other Operating Expenses (MOOE), whichever is higher. In addition, PPMC shall receive a 10 percent share of the net income of the zone.
- The PPMC shall ensure that all necessary and appropriate insurance coverage for properties within the zone as well as security services for the property are secured. Insurance coverage, maintenance, and depreciation expenses of the BCDA properties within the zone, as well as maintenance and security services for the properties, however, shall be charged to the BCDA as the owner of the land.
- The PPMC shall formulate an annual work plan and budget to be submitted to the BCDA for approval in accordance with Financial Policy No. 502-2.
- The PPMC shall submit a rolling five-year operating expenditure (OPEX) schedule for the BCDA funding and approval while maintaining the expected Return on Assets (ROA) and Return on Equity (ROE) targets for the BCDA. Yearly submission of the actual OPEX for review and next year's projected OPEX schedule for consideration and approval of the BCDA shall be presented during the planning and budgeting deliberations.

2. Summary of Significant Accounting Policies

Significant accounting policies are set forth to facilitate understanding of data presented in the financial statements (FS).

2.1 Basis of preparation

The FS have been prepared in conformity with accounting principles generally accepted in the Philippines. The FS are presented in Philippine peso, which is the functional and reporting currency of the PPMC.

The FS comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows, and Notes to Financial Statements.

2.2 Use of Estimates and Judgments

Preparing the financial statements in conformity with PFRS requires management to make judgments, estimates, and assumptions that affect the application of policies and reported amounts of assets and liabilities, income, and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. It also requires management to exercise its judgments in the process of applying the accounting policies consistent with those of the BCDA.

PFRS 1, First-time Adoption of Philippine Financial Reporting Standards, requires an entity adopting PFRS for the first time (a first-time adopter) to comply with each PFRS that has come into effect at the reporting date for its first PFRS financial statements. It also requires a first-time adopter to prepare an opening PFRS balance sheet at the date of transition to PFRS, the beginning of the earliest adoption to which it represents the full comparative information under PFRS.

PAS 1, Presentation of Financial Statements, (a) provides a framework within which an entity assesses how to present fairly the effects of transactions and other events; (b) provides the base criteria for classifying liabilities as current or non-current; (c) prohibits the presentation of items of income and expenses as extraordinary items in the financial statements; and (d) specifies the disclosures.

IAS 2 – Inventories. This standard prescribes accounting treatment of inventories, guidance on determining cost, subsequent recognition as an expense and on the write-down of inventories, and cost formulas used to assign costs to inventories.

IAS 16 – Property, Plant and Equipment. This standard prescribes the accounting treatment for property, plant and equipment. An item of property, plant, and equipment that qualifies for recognition as an asset shall be measured at cost. The depreciable amount of an asset shall be allocated on a systematic basis over its useful life. The residual value and the useful life of an asset shall be reviewed at least each financial year-end and, if expectations differ from previous estimates, the changes(s) shall be accounted for as change in an accounting estimate in accordance with PAS 8, *Accounting Policies, Changes in Accounting Estimates and Errors*.

2.3 Cash and Cash Equivalents

Cash includes cash on hand and in banks. Cash equivalents are short-term, highly liquid investments with original maturities of three months or less from date of acquisition.

2.4 Supplies and Materials

This account carries the value of unused supplies and materials in stock using the moving average inventory method.

2.5 Investment in Joint Ventures

The PPMC has an interest in joint ventures which are jointly controlled entities, whereby the ventures have a binding arrangement that establishes joint control over the economic activities of the entity. The PPMC recognizes its interest in the joint venture using the equity method. Under the equity method, investments in joint ventures are carried in the consolidated statement of financial position at cost plus post-acquisition changes in share of net assets of the joint venture.

2.6 Property, Plant and Equipment (PPE)

PPE is stated at cost less accumulated depreciation. Depreciation is measured using the straight-line method such that pursuant to COA Circular No. 2004-3 dated October 4, 2004, and COA Circular No. 2015-002 dated March 9, 2015, the computation of depreciation expense shall start on the following month after the purchase/completion of the PPE, irrespective of date within the month. The current and subsequent month depreciation expense shall be computed as follows:

$$\text{Monthly Depreciation Expense} = \frac{\text{Carrying Amount} - \text{Residual Value}}{\text{Remaining Useful Life}}$$

The effect of the recognition of depreciation as a result of the change in the estimated residual value from 10% to 5% of the cost shall be applied prospectively.

Assets acquired with a cost of more than Php50,000.00 are recorded under PPE pursuant to COA Circular No. 2022-004 dated May 31, 2022. The threshold shall be applied on an individual asset or per item basis. Each item within the bulk acquisition such as library books, small equipment, computer peripherals, work animals, and the like, costing below Php50,000.00 is to be recognized as semi-expendable property.

Maintenance and repairs of PPE are charged to operations. Improvements and/or major repairs that considerably extend the assets' life or if the repair costs are material in amount, are capitalized to the appropriate asset account.

2.7 Revenue Recognition

Funds released for OPEX from the BCDA are reflected as Management fees in the Statement of Comprehensive Income.

2.8 Collections received in trust

The PPMC shall remit to the BCDA on a regular basis all revenues from contracts and other sources of revenues generated within the PPFZ and are deposited daily to BCDA Land Bank of the Philippines (LBP) Account No. 0202-xxxx-54 at the City of San Fernando, La Union. The results of these activities are being reported to BCDA on a monthly basis.

3. Cash and Cash Equivalents

This account consists of the following:

Particulars	2024	2023
Cash Collecting Officer	79,280.64	0.00
Petty Cash Fund	20,000.00	20,000.00
Cash in Bank-Local Currency, CA	11,636,598.50	7,528,923.49
Total Cash & Cash Equivalents	11,735,879.14	7,548,923.49

Cash in Bank-Local Currency, CA is composed of the following:

Cash in Bank-Local Currency, OPEX Current Account

PPMC maintains a current account at the LBP for its OPEX.

Cash in Bank-Local Currency, Capital Expenditure (Capex) Account

On 19 October 2018, PPMC opened a current account for its CAPEX pursuant to the advice of the Department of Finance (DOF) to wind down PPMC's deposits at PNB and transfer the same to either LBP/DBP.

4. Investments

This is composed of Investment in Time Deposits.

Investment in Time Deposits represents authorized placements of time deposit at the LBP for 180 days, comparative details are shown below:

Particulars	2024	2023
Investments in Time Deposits		
Investment in Time Deposits-Local Currency	101,196,960.29	100,580,622.87

5. Receivables

The account is composed of the following:

Particulars	2024	2023
-------------	------	------

Loans and Receivables Account		
Accounts Receivable	290,096.55	290,096.55
Inter-Agency Receivables		
Due from National Government Agencies	605,912.61	605,912.61
Due from Government Corporations	0.00	77,058.82
Intra-Agency Receivables		
Due from Parent Corporation	10,226,982.05	9,293,075.19
Other Receivables		
Due from Officers and Employees	905,915.63	1,254,451.77
Other Receivables	1,239,817.20	1,239,817.20
Total Receivables	13,268,724.04	12,760,412.14

Loans and Receivable Account

The accounts receivable pertains to various receivables from customers for regulatory fees.

Interest receivables pertains to accrued interests on investments of time deposit accounts.

Intra-Agency Receivables

The Due from BCDA pertains to reimbursement of land related costs such as insurance coverage, maintenance, and security services for BCDA properties.

Other Receivables

The account Due from Officers and Employees represents receivables from PPMC personnel for personal calls, taxes due for prior years, and other miscellaneous charges.

The Other Receivables account consists of Php1,197,678.19 held in trust by PPMC for BCDA. Out of the Php1,197,678.19 receivables, the amount of P187,953.69 refer to collectibles from airport users while the amount of P1,009,724.50 is long outstanding airport fees due from Ace Pilots Aviation Academy which was subjected to a legal move to pursue collection in Court.

6. Inventories

This account consists of the following:

Particulars	2024	2023
Office Supplies Inventory	567,047.07	548,370.00
Construction Materials Inventory	167,622.06	167,651.46
Other Supplies and Materials Inventory	154,301.84	97,298.83
Total Inventories	888,970.97	813,320.29

7. Other Current Assets

This account is composed of the following:

Particulars	2024	2023
Advances		
Advances to Officers and Employees	88,375.00	101,300.00
Prepayments		
Advances to Contractors	1,818,649.44	2,023,867.90
Prepaid Registration	5,298.35	0.00
Prepaid Insurance	62,055.90	22,387.88
Other Prepayments	154,654.14	12,970.81
Deposits		
Guaranty Deposits	168,884.00	168,884.00
Withholding Tax at Source		
Withholding Tax at Source	167,997.44	57,867.69
Total Other Assets	2,465,914.27	2,387,278.28

The Advances to Contractors account pertain to the balance of mobilization fees of Contractors for the following projects: Construction of Baywalk with Events Center, Construction of the San Fernando Airport Additional Drainage System, Construction of the San Fernando Airport Runway Slope Protection and Construction of Poro Point Baywalk Structure. Also included is the balance of the mobilization fee for the PPMC website project.

Prepaid insurance includes prepayments for PPMC's building insurance premiums for CY 2024.

Guaranty deposits pertain to deposits to service providers such as telephone and electric companies that are refundable upon cancellation/termination of contracts.

Withholding tax at source pertains to tax withheld by customers for services rendered by PPMC to be applied to the income tax due.

8. Investments and Equity in Joint Venture

This account includes:

	2024	2023
Investments in Joint Venture	15,000,000.00	15,000,000.00
Other Investments		
Investment in Stocks	15,000.00	15,000.00
Total Investments	15,015,000.00	15,015,000.00

The Investment in Joint Venture pertains to the 15% investment share of PPMC to Poro Point Industrial Corporation (PPIC) pursuant to the Pre-Incorporation Agreement.

The Pre-Incorporation Agreement entered into on September 24, 1999, by and between the BCDA and JPDC now, PPMC and Bulk Handlers, Inc. (BHI), a corporation duly organized under Philippine laws, created a joint venture corporation under the name of PPIC.

Section 1, paragraph 1.02 of the Pre-Incorporation Agreement provides that the PPIC shall be organized for the principal purpose of undertaking the utilization, development, operation, management, and administration of the seaport and industrial areas as well as all reclamation works within the project area.

Section 1, paragraph 1.03 also provides that the authorized capital stock of PPIC shall initially be in the amount of P100,000,000. BCDA/PPMC shall subscribe to shares equal to P30,000,000 constituting 30% ownership of the total outstanding capital stock. On the other hand, BHI and/or its consortium shall subscribe to and fully pay for shares equal to P70,000,000.00 for a 70% ownership of the total outstanding capital stock of PPIC.

It was likewise provided under the terms of the Agreement that BHI shall fund the thirty percent (30%) equity participation of BCDA/PPMC in exchange for the leasehold rights over the project area and that BHI shall always fund the equity participation of BCDA/PPMC in the event the capital stock of PPIC is increased to avoid dilution of the BCDA/PPMC shares.

To date, PPMC equity share amounts to P15,000,000.00 equivalent to fifteen 15% of the total authorized and subscribed capital stock of PPIC.

Other Investments

The Investment in Stocks represents the subscription of shares of stock with PLDT.

9. Investment Property

This account consists of:

	2024	2023
Investment Property-Land	0.00	16,416,169.40
Construction in Progress	2,543,082.00	65,749,463.66
Total Investment Property	2,543,082.00	82,165,633.06

The Construction in progress represents PPMC's Capex funded project: Construction of PPMC Office/ Multi-Purpose Rooms and Alfresco Restaurant.

10. Property, Plant and Equipment

The details of this group of accounts consist of the following:

	2024	2023
Land Improvements	276,082.12	276,082.12

Infrastructure Assets	516,605.02	516,605.02
Buildings & Other Structures	12,055,679.41	12,055,679.41
Machinery and Equipment	6,741,965.24	6,313,607.24
Furniture, Fixtures and Books	901,045.01	901,045.01
Transportation Equipment	8,681,939.06	8,681,939.06
Total	29,173,315.86	28,744,957.86
Less: Accumulated Depreciation	22,093,169.66	20,719,066.55
Total	7,080,146.20	8,025,891.31

PPE pertains to assets acquired and are utilized and directly benefits PPMC which includes among others, properties such as buildings, furniture, fixtures, machinery, equipment, and motor vehicles.

11. Other Non-current Assets

Other Assets-land amounting to Php16,416,169.40 refers to the validated land held-in trust within the Poro Point Freeport Zone on behalf of BCDA. Acquisition cost was valued at P1,250.00/P2,300.00 per square meter plus documentary stamp taxes & other similar incidental charges.

There are fifty-eight (58) original land titles already forwarded to BCDA out of the seventy-three (73) land titles covering 5.43 hectares, more or less. Titles of the remaining lots are still subject to reconstitution as a result of the fire that gutted the Register of Deeds building on August 26, 2000.

On August 2, 2012, the Land Registration Administration (LRA) informed BCDA/PPMC that the following titles were issued with reconstitution orders: T-52521; T-52526; T-52530; T-52518; T-46198; T-52588. The LRA likewise informed BCDA that the rest of the TCT's with pending applications for reconstitution may have been damaged during the fire that destroyed the LRA office on July 22, 2011. PPMC will file the necessary documents in order to safeguard PPMC's rights to the properties.

Construction in progress held in trust of P78,337,576.99 constitutes capital expenditure projects for the construction of a baywalk with an events center, construction of drainage system and slope protection at the San Fernando Airport, 2021 various repair and maintenance projects, construction of poro point baywalk structure, covered parking and extension of fire station roofing and access road and parking at the San Fernando Airport which are being funded by BCDA. Upon completion, these projects together with relevant documents will be turned-over to BCDA and the corresponding advances granted to PPMC are liquidated.

12. Financial Liabilities

This account represents the outstanding payables on purchases from local suppliers and contractors and payables to the PPMC personnel.

Particulars	2024	2023
Accounts Payable	8,106,593.32	7,997,988.36

Due to Officers and Employees	2,630,915.39	3,191,871.25
Total	10,737,508.71	11,189,859.61

Part of the accounts payable is the accrual of a percentage of completion of CAPEX projects such as the construction of the Poro Point Baywalk Structure, covered parking, and extension of fire station roofing, access road and parking and slope protection at the San Fernando Airport as of September 30, 2024 totaling to P4,425,440.61.

13. Inter-Agency Payables

This account is composed of the following:

Particulars	2024	2023
Due to BIR	913,741.76	584,086.81
Due to Pag-ibig	242,045.20	2,797.56
Due to Philhealth	74,212.29	366.19
Due to SSS	109,528.66	562.50
Due to Parent Corporation- BCDA	73,035,797.98	63,374,877.03
Income Tax Payable	2,186,802.04	1,557,156.43
Total Inter-Agency Payables	76,562,127.93	65,519,846.52

Due to Parent Corporation pertains to funds released by the BCDA for CAPEX projects such as the construction of a baywalk with an events center, drainage system, and slope protection at the San Fernando Airport, construction of 2019 various infrastructure projects per accounting instructions issued by BCDA. PPMC will liquidate these advances by turning over the completed projects to BCDA.

Also included in this account are the earned revenues within the PPFZ held in trust by PPMC for the BCDA. These collections are to be remitted to the BCDA through its designated bank account. Part of this account is the outstanding airport fees due from Ace Pilots Aviation Academy amounting to P1,009,724.50 which was the subject of a legal move to pursue collections in courts, and the other receivable from airport clients of P187,953.69.

14. Intra-Agency Payables

This account pertains to the Due to Other Funds account which represents employee and employer contributions to the PPMC Provident Fund. The said Provident Fund was approved by the Office of the President on August 15, 2023.

15. Trust Liabilities

This account consists of trust liabilities, customer's deposits, and guaranty/ security deposit payables. Trust liabilities refer to bid fees collected from bidders. The customer's deposit represents the receipt of cleanliness bonds from users of the Baywalk area. Guaranty/ Security Deposits payable represents the security deposit for the reservation fee of Baywalk lots, warranties posted by Contractors, and retention payable which shall be due for release to the Contractor upon final

acceptance of its works by the PPMC. Balances appearing are broken down as follows:

Particulars	2024	2023
Trust Liabilities	1,751,158.30	1,710,640.65
Customer's Deposit Payable	21,000.00	35,000.00
Guaranty/ Security Deposits Payable	8,027,718.76	6,842,799.94
Total Trust Liabilities	9,799,877.06	8,588,440.59

16. Inter-Agency Payables- BCDA

This account pertains to the Due to Parent Corporation (BCDA) account which represents funds released by the BCDA to the PPMC for the acquisition of private lots within the Wallace Area.

17. Stockholders' Equity

This account is composed of Share Capital and Other Equity Instruments and is detailed as follows:

Particulars	2024	2023
Shareholder's Equity		
Share Capital	68,143,720.23	68,143,720.23
Other Equity Instruments	15,000,000.00	15,000,000.00
Total Stockholder's Equity	83,143,720.23	83,143,720.23

Share Capital

PPMC was authorized to issue 800,000 shares at P100 cost per share. BCDA has approved an increase of authorized capital stock from PhP80 million to PhP300 million per letter dated May 4, 2012.

On October 15, 2014, PPMC wrote a letter to the Governance Commission for Government Owned and Controlled Corporation (GCG), requesting for the latter's endorsement/clearance/recommendation for the amendment of the Articles of Incorporation of the PPMC prior to submission to SEC for approval. On October 27, 2014, the GCG directed the PPMC to submit documents to be used in the evaluation process of the latter's request. On November 2, 2016, the PPMC submitted additional required documents required by the GCG in the evaluation process. Finally, on November 23, 2016, the GCG approved the request for increase in capitalization of PPMC. The PPMC is now reviewing the increase in capitalization in coordination with the BCDA. The latter has not yet given its final approval on the matter, it being the 99% owner of the totality of the stocks of the PPMC.

18. Retained Earnings

This account represents the cumulative results of normal and continuous operations of PPMC including prior period effects of changes in accounting policy and errors and other capital adjustments.

Prior period adjustments taken up as of September 30, 2024, include the following:

Date	Reference	Particulars	Amount
1/31/2024	JV 25011	Prior year's expenses	-6,000.00
1/31/2024	JV 25323; 25331; 25333; 24984	Adjustments from prior years	81,438.61
1/31/2024	JV 25466; 25473	Adjustment of Due from Officers and Employees account	49,681.67
2/29/2024	Various reference	Prior year's expenses	-17,480.48
3/31/2024	JV 25993; 26571	Adjustments from prior years	51,948.65
4/30/2024	Various reference	Prior year's expenses	187,816.69
5/31/2024	Various reference	Adjustments arising from AOMs	125,558.99
6/13/2024	JV 27946	Adjustment from prior years	-21,886.07
7/31/2024	JV 28831/ 28365	Prior year's expenses	-737.88
8/31/2024	JV 28920	Adjustment from prior years	-5,992.15
		TOTAL	444,348.03

19. Service and Business Income

The income of the PPMC is derived from the following sources:

Particulars	2024	2023
Service and Business Income		
Service Income		
Permit Fees	7,679,916.80	8,129,445.28
Business Income		
Management Fees	67,280,495.18	62,116,170.46
Interest Income	526,189.48	301,673.58
Other Business Income	112,916.63	26,316.98
Miscellaneous Income		
Miscellaneous Income	9,634.99	0.00
Total Revenues	75,609,153.08	70,573,606.30

Permit Fees

This account consists of regulatory fees such as seaport dues and fees, import permits, local purchase permits, gate pass, building permit fees and other fees.

Management Fees

This account consists mainly of management fees. PPMC as estate manager of the PPFZ is compensated by the BCDA in the form of OPEX fund releases corresponding to the annual budget for Personal Services (PS) and Maintenance and Other Operating Expenses (MOOE) of the PPMC. Such fund releases are recognized as estate management fees in the books of the PPMC and are being released by the BCDA at the start of the year.

The BCDA, as the property owner is entitled to the revenues generated from the PPFZ, which comprise of lease rentals, airport fees, gaming revenue share, share in the sale of real estate projects, and regulatory fees.

As of September 30, 2024, BCDA/PPMC earned a total zone revenue of Php92,337,584.16.

The entry of Thunderbird Pilipinas Hotels and Resorts, Inc, whose Casino opened for business on April 28, 2006, provided a significant share in the revenues generated. Total percentage share in net winnings of 4% for the period January to September 2024, is Php39,816,522.71. This amount represents variable income for BCDA/PPMC on top of the monthly fixed lease rentals of PhP1,797,646.25.

All collections accruing to the BCDA are deposited to its sole bank account.

Interest Income

These are interests earned on investments and bank deposits.

Other Business Income

This income account includes revenue generated from bay walk fees, and income earned from renting concrete poles.

Miscellaneous Income

This account comprises liquidated damages collected from contractors and suppliers due to delayed completion of works and delivery of goods.

20. Personnel Services

These include the following expenses of PPMC as presented:

Particulars	2024	2023
Salaries and Wages		
Salaries and Wages-Regular	27,680,889.47	28,066,635.17
Other Compensation		
Personnel Economic Relief Allowance	1,057,453.87	1,048,529.80
Representation Allowance (RA)	625,500.00	607,500.00
Transportation Allowance (TA)	625,500.00	607,500.00
Clothing/Uniform Allowance	413,000.00	342,000.00
Overtime and Night Pay	1,097,431.95	813,967.57
Year-End Bonus	2,313,301.05	2,350,681.25
Cash Gift	221,249.98	223,124.98
Mid-Year Bonus	3,093,842.00	3,023,322.00
Directors' and Committee Members' Fees	1,774,000.00	1,702,000.00

Other Bonuses and Allowances	55,000.00	258,000.00
Personnel Benefit Contributions		
Retirement and Life Insurance Premiums	1,292,000.00	1,418,255.00
Pag-ibig Contributions	87,600.00	50,900.00
Philhealth Contributions	568,287.31	478,775.46
Employees Compensation Insurance Premiums	14,040.00	15,230.00
Provident/Welfare Contribution	2,706,699.21	0.00
Other Personnel Benefit Contributions		
Terminal Leave Benefits	1,373,267.53	1,376,140.82
Retirement Gratuity	2,526,571.46	0.00
Total Personnel Services	47,525,633.83	42,382,562.05

On August 15, 2023, the Office of the President approved the establishment of PPMC's Provident Fund, which is defined as a savings scheme consisting of contributions from both the employees and PPMC which serves as a loan facility and provider of supplementary welfare benefits of its members.

21. Maintenance and Other Operating Expenses

PPMC incurred the following operating expenses:

Particulars	2024	2023
Travelling Expenses		
Travelling Expenses-Local	2,753,267.06	1,901,474.93
Training and Scholarship Expenses		
Training Expenses	576,312.00	513,540.60
Supplies and Materials Expenses	1,718,030.50	1,851,017.34
Utility Expense	498,729.16	484,688.38
Communication Expenses	595,919.20	593,999.55
Extraordinary and Miscellaneous Expenses	178,269.54	150,453.26
Professional Services	882,447.43	665,867.39
General Services	1,024,359.13	947,602.83
Repair and Maintenance	276,500.16	301,773.72
Taxes, Insurance Premiums and Other Fees	316,709.26	213,130.60
Other Maintenance and Operating Expenses	2,008,211.70	3,075,404.44
Total MOOE	10,828,755.14	10,698,953.04

22. Non-Cash Expenses

This includes the depreciation expenses taken up on the PPE of PPMC.

Particulars	2024	2023
Depreciation		

Depreciation-Building and Other Structures	351,990.09	351,990.09
Depreciation-Machinery and Equipment	329,583.60	321,574.84
Depreciation-Transportation Equipment	359,517.78	415,671.66
Depreciation-Furniture, Fixtures and Books	5,175.03	7,568.55
Total Non-Cash Expenses	1,046,266.50	1,096,805.14

23. Dividends

The Php10,487,537.25 decrease represents the dividend for CY 2023 which was 75% of PPMC 2023 Net Income. The amount was remitted to the Bureau of the Treasury in April 2024.

24. Status of Pending Litigations

CASE	STATUS/UPDATE
1. PPMC vs. Ace Pilots Aviation Academy, Inc. Civil Case No. 9007 Collection of Sum of Money PhP1,031,258.80	The Honorable Court issued a Notice of Garnishment on July 11, 2018 and served upon BPI and BDO head offices, Makati on July 17, 2018 and July 19, 2018 respectively. BPI and BDO in their reply dated 19 July 2018, stated that the defendant had no account with their bank. Thus, the Sheriff failed to execute the judgment against the Defendant corporation. Defendant ceased operations. Recommend to consider the account as "bad debt" pursuant to the provisions of NIRC.
2. BCDA/PPMC vs. Lepanto Consolidated Mining Co. and Shippside Incorporated Re: Expropriation Cases (for eminent domain)	Lepanto, Inc., et. al. filed a Petition for Certiorari to the Supreme Cour from the Decision of the CA Order to remand the case to the trial court. The case is pending before the SC. The Office of the Solicitor General and the Office of the Government Corporate Counsel are the statutory counsel. PPMC shall follow up updates with the BCDA.
3. Bulk Handler's Inc. (BHI), Moran, Tan, Venturina and Poro Point Industrial Corporation (PPIC) vs. BCDA and PPMC. Declaratory Relief pursuant to the Interim Rules of Procedure Governing Intra-Corporate Controversies	22 May 2006 BHI et al. filed for Declaratory Relief against BCDA & PPMC in RTC Br. 29, SFLU docketed as CC No. 7188 17 December 2009 The RTC rendered judgment in favor of BHI et al., declaring among others that the PIA is valid and effective. May 2012 BCDA & PPMC filed a Petition for Review with the CA assailing the Order dismissing the Notice of Appeal & Motion for Reconsideration filed by BCDA

<p>4. PPMC vs. Poro Exim Corporation Re: Collection of Sum of Money with damages. Civil Case No. 10225 RTC Branch 29, City of San Fernando, La Union</p>	<p>& PPMC respectively.</p> <p>11 July 2012 CA dismissed the consolidated Petition for Review on the ground that the same is time-barred</p> <p>12 March 2015 BCDA & PPMC filed a Petition for Review on Certiorari with the Supreme Court</p> <p>08 November 2018 BCDA filed a Motion for Early Resolution of the case.</p> <p>March 2023 BCDA & PPMC filed their Memorandum pursuant to the SC Resolution directing the Parties' respective Memoranda</p> <p>Following the compliance of withdrawal of the in-house counsel, PPMC hired a lawyer outside to handle the case with the conformity of BCDA, OGCC and COA. Plaintiff rested its case. Defendants' turn to present evidence.</p>
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