





Republic of the Philippines  
Department of Finance  
**PRIVATIZATION AND MANAGEMENT OFFICE**

## STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **Privatization and Management Office** is responsible for all information and representations contained in the accompanying Statement of Financial Position as of **December 31, 2023** and the related Statement of Financial Performance, Statement of Cash Flows, Statement of Comparison of Budget and Actual Amounts, Statement of Changes in Net Assets/Equity, and the Notes to Financial Statements for the year then ended. The financial statements have been prepared in conformity with the International Public Sector Accounting Standards and generally accepted state accounting principles and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.

  
**RHODORA B. TORRALBA**  
Chief Accountant  
Date: 1/31/24

  
**MAAN VANESSA L. DOCTOR**  
Chief Privatization Officer  
Date: 05 Feb 2024

## Privatization and Management Office

### Statement of Financial Position

(All Funds)

As at December 31, 2023

	Notes	2023	2022
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	₱ 680,335,309.68	₱ 227,536,817.75
Investments	5	1,102,732.88	-
Receivables	6	483,712,604.38	151,658,796.05
Inventories	7	1,402,095.29	1,642,443.26
Other current assets	10	4,295,637.87	3,074,610.30
<b>Total current assets</b>		<b>1,170,848,380.10</b>	<b>383,912,667.36</b>
<b>Non-current assets</b>			
Investments	5	399,407,394.60	400,404,227.06
Receivables	6	16,207,212,969.26	17,881,246,132.70
Property, plant and equipment	8	61,351,414.03	60,902,078.05
Intangible Assets	9	2,455,476.49	2,002,747.13
Other non-current assets	10	764,406.16	764,406.16
<b>Total non-current assets</b>		<b>16,671,191,660.54</b>	<b>18,345,319,591.10</b>
<b>TOTAL ASSETS</b>		<b>₱ 17,842,040,040.64</b>	<b>₱ 18,729,232,258.46</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Financial liabilities	11	₱ 14,712,212.87	₱ 16,846,292.07
Inter-agency payables	12	1,131,656.36	1,425,217.61
Trust liabilities	13	27,887,899.67	816,733.67
<b>Total current liabilities</b>		<b>43,731,768.90</b>	<b>19,088,243.35</b>
<b>Non-current liabilities</b>			
Inter-agency payables	12	17,578,932,625.06	18,206,645,078.38
Trust liabilities	13	3,727,928.60	3,727,928.60
Deferred credits	14	2,764,712.23	337,939,687.54
<b>Total non-current liabilities</b>		<b>17,585,425,265.89</b>	<b>18,548,312,694.52</b>
<b>TOTAL LIABILITIES</b>		<b>₱ 17,629,157,034.79</b>	<b>₱ 18,567,400,937.87</b>
<b>TOTAL ASSETS LESS TOTAL LIABILITIES</b>		<b>₱ 212,883,005.85</b>	<b>₱ 161,831,320.59</b>
<b>NET ASSETS/EQUITY</b>			
Accumulated surplus/(deficit)	15	212,883,005.85	161,831,320.59
<b>TOTAL NET ASSETS/EQUITY</b>		<b>₱ 212,883,005.85</b>	<b>₱ 161,831,320.59</b>

This statement should be read in conjunction with the accompanying notes.

**Privatization and Management Office**  
**Statement of Financial Performance**

(All Funds)

For the Year Ended December 31, 2023

	Notes	2023	2022
<b>Revenue</b>			
Business income	16	₱ 97,537,028.44	₱ 2,342,909.54
<b>Total revenue</b>		<b>97,537,028.44</b>	<b>2,342,909.54</b>
<b>Less current operating expenses</b>			
Personnel services	17	78,437,910.41	76,889,726.62
Maintenance and other operating expenses	18	68,105,499.14	67,237,808.30
Non-cash expenses	19	1,455,997.52	4,367,038.48
<b>Current operating expenses</b>		<b>147,999,407.07</b>	<b>148,494,573.40</b>
<b>Surplus/(deficit) from current operations</b>		<b>₱ (50,462,378.63)</b>	<b>₱ (146,151,663.86)</b>
Net financial assistance/subsidy	20	102,791,542.29	101,515,260.95
Miscellaneous Income	21	61,026.55	-
Losses	22	(10,403.87)	-
<b>Surplus/(deficit) for the period</b>		<b>₱ 52,379,786.34</b>	<b>₱ (44,636,402.91)</b>

*This statement should be read in conjunction with the accompanying notes.*

**Privatization and Management Office****Statement of Changes in Net Assets/Equity***(All Funds)*

For the Year Ended December 31, 2023

	<i>Notes</i>	<b>2023</b>	<b>2022</b>
<b>Balance at January 1</b>		<b>₱ 161,831,320.59</b>	<b>₱ 325,602,530.23</b>
<b>Add/(Deduct):</b>			
<b>Changes in Net Assets/Equity for the Calendar Year</b>			
Surplus/(Deficit) for the period		52,379,786.34	(44,636,402.91)
Adjustment of net revenue recognized directly in net assets/equity		(91,058.83)	-
Others		(1,237,042.25)	(119,134,806.73)
<b>Balance at December 31</b>	<i>15</i>	<b>₱ 212,883,005.85</b>	<b>₱ 161,831,320.59</b>

*This statement should be read in conjunction with the accompanying notes.*

## Privatization and Management Office

### Statement of Cash Flows

(All Funds)

For the Year Ended December 31, 2023

	Notes	2023	2022
<b>Cash Flows from Operating Activities</b>			
<b>Cash Inflows</b>			
Receipt of Notice of Cash Allocation	₱	114,885,653.87	₱ 103,062,072.19
Collection of income/revenues		5,146,647.45	98,527.77
Collection of receivables		601,941,017.79	126,089,110.77
Trust receipts		1,332,659,632.68	854,580,029.81
Other receipts		67,436,194.44	35,014,261.64
Adjustments		335,226.71	997,087.95
<b>Total Cash Inflows</b>		<b>2,122,404,372.94</b>	<b>1,119,841,090.13</b>
<b>Cash Outflows</b>			
Remittance to national treasury		1,426,551,530.64	844,068,210.95
Payment of expenses		97,854,894.83	108,212,300.71
Purchase of inventories		1,438,714.91	1,127,858.90
furniture, fixtures and books		1,264,722.92	-
Grant of cash advances		1,248,301.82	1,348,959.82
Prepayments		8,706,447.52	7,086,237.90
Payment of prior years' payable for operating expenses		16,061,136.45	8,332,272.51
Remittance of personnel benefit contributions and mandatory deductions		29,641,467.00	21,582,316.72
Release of inter-agency fund transfer		42,869,500.00	10,288,665.28
Other disbursements		29,858,344.70	172,316,159.31
Reversal of unutilized NCA/NTA		12,094,161.58	1,546,811.24
Adjustments		-	673,654.19
<b>Total Cash Outflows</b>		<b>1,667,589,222.37</b>	<b>1,176,583,447.53</b>
<b>Net Cash Provided by (Used in) Operating Activities</b>	23	<b>454,815,150.57</b>	<b>(56,742,357.40)</b>
<b>Cash Flows from Investing Activities</b>			
<b>Cash Inflows</b>			
Proceeds from matured/return of investments		278,594.22	222,564.05
<b>Total Cash Inflows</b>		<b>278,594.22</b>	<b>222,564.05</b>
<b>Cash Outflows</b>			
Purchase/construction of property, plant and equipment		1,300,042.68	110,642.85
Purchase of intangible assets		995,210.18	1,682,949.91
<b>Total Cash Outflows</b>		<b>2,295,252.86</b>	<b>1,793,592.76</b>
<b>Net Cash Provided by (Used in) Investing Activities</b>		<b>(2,016,658.64)</b>	<b>(1,571,028.71)</b>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>		<b>452,798,491.93</b>	<b>(58,313,386.11)</b>
Cash and Cash Equivalents, January 1		227,536,817.75	285,850,203.86
<b>Cash and Cash Equivalents, December 31</b>	4	<b>₱ 680,335,309.68</b>	<b>₱ 227,536,817.75</b>

This statement should be read in conjunction with the accompanying notes.

**Privatization and Management Office****Statement of Comparison of Budget and Actual Amounts***(All Funds)*

For the Year Ended December 31, 2023

Particulars	Notes	Budgeted Amount		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
		Original	Final		
<b>Receipts</b>					
Services and business income	24.4.1	₱ 72,420,297.64	₱ 72,420,297.64	₱ 92,324,339.73	(19,904,042.09)
<b>Total Receipts</b>		<b>72,420,297.64</b>	<b>72,420,297.64</b>	<b>92,324,339.73</b>	<b>(19,904,042.09)</b>
<b>Payments</b>					
Personnel services	24.4.2	78,322,000.00	80,156,796.00	78,437,910.41	1,718,885.59
Maintenance and other operating expenses	24.4.3	89,998,000.00	89,998,000.00	78,305,530.09	11,692,469.91
Capital outlay	24.4.4	4,235,000.00	4,235,000.00	4,102,559.44	132,440.56
<b>Total Payments</b>		<b>172,555,000.00</b>	<b>174,389,796.00</b>	<b>160,845,999.94</b>	<b>13,543,796.06</b>
<b>Net Receipts/Payments</b>		<b>₱ (100,134,702.36)</b>	<b>₱ (101,969,498.36)</b>	<b>₱ (68,521,660.21)</b>	<b>₱ (33,447,838.15)</b>

*This statement should be read in conjunction with the accompanying notes.*

## Privatization and Management Office

### Notes to Financial Statements

(All Funds)

For the Year Ended December 31, 2023

#### 1. General Information/Agency Profile

The financial statements of Privatization and Management Office (PMO) were authorized for issue on February 5, 2024 as shown in the Statement of Management Responsibility for Financial Statements signed by Atty. Maan Vanessa L. Doctor, Chief Privatization Officer of PMO and Ms. Rhodora B. Torralba, Chief Accountant.

The PMO is an attached agency under the Department of Finance (DOF) that serves as (a) the marketing arm of the government with respect to transferred-assets, government corporations and other properties assigned to it by the Privatization Council (PrC) for disposition, pursuant to Executive Order (EO) No. 323, s. 2000, as well as (b) the disposition entity of properties transferred to the Republic under the Philippine Property Act of 1946, Republic Act (RA) No. 8, and EO No. 99, s. 1947, pursuant to EO No. 471, s. 2005.

The PMO's registered office is located at 104 Gamboa St., Legaspi Village, Makati City.

The PrC is the policy making body, also created under EO No. 323, and mandated to oversee the Philippine Government's privatization program. It approves all proposed privatization plans prepared by PMO and provides final approval for the proposed price and buyer for the assets. The PrC is a cabinet-level body composed of the Secretary of Finance as the Chair, with the Secretaries of Budget and Management, Trade, and Industry, National Economic and Development Authority and Justice as Members. The National Treasurer and the Chairperson of the Philippine Commission on Good Government sit in the PrC as non-voting members.

The PMO is the successor agency of the defunct Asset Privatization Trust (APT) whose term ended on December 31, 2000 pursuant to RA No. 8758 which mandated that upon the expiration of APT's corporate life, all powers, functions, duties and responsibilities, all properties, real or personal assets, equipment and records, as well as obligations and liabilities shall devolve upon the National Government (NG). Thus, EO No. 323 organized the PrC and the PMO to take over the functions of the Committee on Privatization (COP) and APT, respectively.

The assets for privatization include the following:

- a) Transferred assets from Philippine National Bank (PNB), Development Bank of the Philippines (DBP), Philippine Export and Foreign Loan Guarantee Corporation (PhilGuarantee), and National Development Company (NDC), which had been identified for privatization under Proclamation No. 50 (1986);
- b) Assets reconveyed by the Land Bank of the Philippines (LBP);
- c) Government-Owned and Controlled Corporations (GOCC) and/or their specific/particular assets assigned on various dates to PMO by the PrC for disposition or dissolution; and
- d) Assets which PMO is the designated disposition entity.

APT ending balances as of December 31, 2000 are as follows:

Particulars	Amount
<b>Total Assets</b>	<b>₱ 61,419,993,913.00</b>
Total Liabilities	₱ 61,593,432,610.00
Net Equity	(173,438,697.00)
<b>Total Liabilities and Equity</b>	<b>₱ 61,419,993,913.00</b>

The above accounts were forwarded to PMO's books of accounts as beginning balances on January 1, 2001.

### *Merger with the Board of Liquidators (BOL)*

EO No. 471, dated November 17, 2005, directed the merger of the BOL and the PMO, with the PMO as the surviving entity. The functions, rights, personnel, properties, assets, resources, technologies, materials, and records, and the obligations and liabilities of the BOL were merged with PMO. The assets and/or rights, which the BOL was mandated to dispose under EO No. 372, were transferred to the NG, which entrusted said assets and/or rights to the PMO for appropriate disposition.

The assets of the various entities absorbed by the defunct BOL include the Abaca Corporation of the Philippines (ABACORP), Land Settlement and Development Corporation (LASEDECO)/National Resettlement and Rehabilitation Administration, Leyte Sab-A Basin Development Authority (LSBDA), National Abaca and Other Fibers Corporation (NAFCO), National Coconut Corporation, National Marketing Corp (NAMARCO), and National Coal Authority (NCA).

The BOL's financial condition as of December 31, 2006, as adjusted based on actual cash balances per passbooks as of December 31, 2006, in accordance with the recommendations in Commission on Audit (COA) Annual Audit Report for 2006, combined with the PMO is presented below:

<u>Particulars</u>	<u>Amount</u>
<b>Total Assets</b>	₱ <b><u>1,816,987,257.18</u></b>
Total Liabilities	₱ 1,787,850,277.81
Net Equity	<u>29,136,979.37</u>
<b>Total Liabilities and Equity</b>	₱ <b><u>1,816,987,257.18</u></b>

The BOL was a self-sustaining agency without subsidy requirement from the NG since its creation in 1950. Its operational expenses were being funded from the liquidation proceeds of the abolished corporations under its administration as authorized under EO No. 372, s. 1950, and the pertinent EOs abolishing/liquidating the corporations.

The BOL assets for disposition turned over to the PMO consisted of landholdings owned by the defunct corporations administered by the BOL.

#### *PMO assets for disposition*

Assets for disposition by PMO comprise of real estate, building and improvement, plant, and equipment, financial instruments or other financial interests, equity investments, such as mining claims, and financial form, like loan and other receivables. As of December 31, 2023, there are:

- a) Seventy-three (72) various entities classified as "Transferred Assets" from PNB and DBP per Deed of Transfer both dated February 27, 1987, from NDC per Deed of Transfer dated November 14, 1988, and from PhilGuarantee per Deed of Transfer dated March 8, 1989;
- b) Thirty-five (35) financial assets reconveyed by LBP per PrC letter dated October 16, 2009;
- c) Twelve (12) GOCCs per Committee on Privatization/PrC letters dated September 29, 1998, December 10, 1999, and September 25, 2002;
- d) Two (2) assets reconveyed by the Department of Agrarian Reform (DAR) per Amended Deed of Transfer dated June 29, 2016 and Deed of Reconveyance dated June 20, 2000; and
- e) Other assets which the PMO is the designated disposition entity.

Total transfer price of these assets amounts to ₱50,434,416,289.23 as shown in the attached *Schedule 1*. This amount is not recorded in the books of the PMO as the Bureau of the Treasury (BTr) is the authorized government agency directed to take up in the books of accounts of the NG all transactions contemplated with the transfer of assets and liabilities to NG, pursuant to Administrative Order Nos. 14, s. 1987 and 64, s. 1988.

In addition, assets for disposition include BOL assets turned over to the PMO under EO No. 471 amounting to ₱27,345,128,764.00, as recorded in the books of the BTr based on PMO Asset Register Information System (ARIS) as of



December 31, 2021, which consist of:

1) ABACORP Accounts

Description	Propety Number TCT : TD	Area (Sq. M.)
Portion of Lot No. 2, Plan Psu - 46225 Brgy. Poblacion, Municipality of Tigaon Camarines Sur (residential)	TCT No. T-1080 Abaca Producer's Cooperative Association NAFCO-ABACORP	6,633
Lot No. 6154, Cad 370, Iriga Cadastre Brgy. San Agustin, Iriga City Camarines Sur (resd'l)/commercial)	TD No. 014-0656 and TD No. 014-1705 ABACORP	2,300
Parcel of land covered by Plan Psu 69478 San Juan, Municipality of Iriga Camaines Sur (agricultural)	TCT No. 9679 ABACORP	68,544
Lot Nos. 1091, 313 & 325 pt., Cad 308-D located in Brgy. Balud, Gubat Sorsogon (residential)	T-1619	1,840
Tract of agricultural land situated in Sitio Toctocan, Del Pilar, Municipality of Caramoan, Camarines Sur	TCT No. 9678 ABACORP	239,624
<b>Total</b>		<b>318,941</b>

2) LASEDECO Accounts

Location	Home Lots	Total Land Area (sq. m.)	Class Farm Lots	Total Land Area (sq. m.)
<b>I. General Santos City</b>				
GSC	1,766	971,064.17	137	5,063,421.00
Polomolok	1,293	2,274,491.00	330	10,746,991.00
Tupi	1,387	1,829,103.51	664	50,528,442.00
Total	4,446	5,074,658.68	1,131	66,338,854.00
<b>II. Koronadal</b>				
Koronadal City	1,568	1,926,848.44	186	3,037,818.10
Banga	4,356	5,455,409.55	45	2,203,539.00
Surallah	2,008	2,231,084.39	104	3,160,383.00
Sto. Niño	1,450	1,586,064.06	42	2,410,743.00
Tampakan	729	1,009,051.57	91	2,160,238.00
Total	10,111	12,208,458.01	468	12,972,721.10
<b>III. Isulan</b>				
Norala	1,788	2,335,730.14	171	7,895,854.00
Isulan	1,198	1,195,846.24	-	-
Bagumbayan	1,427	1,605,300.24		
Esperanza	151	138,160.60		
Cabanatuan City	1	438.00		
Total	4,565	5,275,475.22	171	7,895,854.00
<b>Grand Total</b>	<b>19,122</b>	<b>22,558,591.91</b>	<b>1,770</b>	<b>87,207,429.10</b>

3) NAFCO/Alien Properties (formerly enemy-owned corporations and associations)

Accounts/Location	No. of Plantation	No of Lots Undisposed	Area to be Disposed (sqm)
Davao Provinces	22	1,128	21,099,408
Davao City	47	1,544	15,913,768
Cebu City	1	58	7,358
Quezon	1	227	185,724
Tarlac	1	98	223,870
Zamboanga	1	6	104,891
Jose Abad Santos	1	31	191,308
Negros Occidental	2	3	142,925
Maguindanao	1	1	40,971
<b>Total</b>	<b>77</b>	<b>3,096</b>	<b>37,910,223</b>

#### 4) NAMARCO Accounts

Description	Propety Number TCT : TD	Area (Sq. M.)
Lot 1-A-2, Psd-03-107804 (AR) with an area of 103,585 sq. m. and Lot 1-B-2, Psd-03-107804 (AR) with an area of 38,442 sq. m. located in Licab, Nueva Ecija less 11,881 sq.m. disposed lots	TCT No. NT-18442 Register of Deeds of Cabanatuan City	130,146
Lots Nos. 1672-A, Psd-123572 (AR) with an area of 18,525 sq. m. and Lot 1672-D, Psd-123572 (AR) with an area of 8,754 sq. m. located in Guinayangan, Quezon	TCT No. T-49644 (now TCT No. T-374588 RP-DAR)TD No. 12-0390185	27,279
<b>Total</b>		<b>157,425</b>

#### 5) LSBDA Accounts

Description	Propety Number TCT : TD	Area (Sq. M.)
256 Lots in Simangan Relocation Site, Isabel Leyte	OCT P-27582 LSBDA	81,357
Lot 1767-A, Psd-77112 in San Jose, Tacloban City	TCT T-18621 PRUDASCO	4,183
<b>Total</b>		<b>85,540</b>

#### 6) NACOCO Accounts

Description	Property Identification	Area (Sq. M.)
3 Lots in Pasacao, Camarines Sur	Lots 222-14, 222-15, 222-19, Csd-05-13343-D	64
10 Lots in Buenavista, Quezon	Lots 431, 1026, 1027, 1032, 1033, 1035, 1038, 1045, 1046, 1047, Csd- 929- D	537,563
<b>Total</b>		<b>537,627</b>

## 2. Statement of Compliance and Basis of Preparation of Financial Statements

The accompanying financial statements have been prepared in accordance with the Government Accounting Manual and the Revised Chart of Accounts per Commission on Audit (COA) Circular 2020-001 dated January 8, 2020 and complies with the Philippine Public Sector Accounting Standards (PPSASs) per COA Resolution No. 2014-003 dated January 24, 2014, renamed to International Public Sector Accounting Standards (IPSASs) under COA Resolution 2020-001 dated January 9, 2020.

The financial statements have been prepared based on historical cost, unless stated otherwise. The Statement of Cash Flows is prepared using the direct method.

## 3. Summary of Significant Accounting Policies

### 3.1 Basis of Accounting

The financial statements are prepared on an accrual basis in accordance with the IPSAS.

### 3.2 Fair Value of Transferred Assets

The PMO does not regularly procure appraisal of transferred assets yearly to minimize appraisal fees expenses. Appraisal of transferred asset shall be procured only once it is scheduled for disposition.

### 3.3 Financial Instruments – Financial Risk Management

The nature of PMO operations inevitably involves financial risks that must be measured, monitored, and managed by an effective risk management system. Effective risk management ensures that financial risks taken are properly identified, assessed, measured, and managed. The diligent monitoring and management of financial risks requires the development of a risk-conscious culture that will influence daily business activities and decision-making.

PMO develops risk management policies and procedures that address specific financial risks and monitors strict compliance thereto.

PMO has significant exposures to the following financial risk from its use of financial instruments:

- Credit risk
- Foreign currency risk

The management is responsible for the overall risk management approach and approving the risk strategies and principles.

*Credit risk*

Credit risk is the risk of financial loss arising from the counterparties' inability or unwillingness to settle their financial obligation to the PMO as expected or originally contracted.

PMO requires the submission of the following in the process of disposition of assets worth at least ₱50 million:

1. General requirements – Security and Exchange Commission registration, Department of Trade and Industry registration, Articles of Incorporation and By-laws or its equivalent; Business Structure and General Information Sheet or equivalent information if individual or partnership;
2. Technical requirements – track record as reputable proprietor/ institution/ corporation; and
3. Financial requirements – latest audited financial statements.

The table below shows the PMO maximum credit risk exposure which is equivalent to the total carrying amount of the financial assets.

Accounts	Amount	Past Due
Loans Receivables-Others	₱ 190,121,802.29	₱ 190,121,802.29
Operating Lease Receivable	46,394,112.56	26,451,916.09
Finance Lease Receivable	16,227,431,049.13	312,902,122.86
Due from National Government Agencies	10,644,556.21	3,900,827.61
Due from GOCCs	205,702,036.24	13,952,883.09
Other Receivables	14,685,279.53	12,635,363.51
<b>Totals</b>	<b>₱ 16,694,978,835.96</b>	<b>₱ 559,964,915.45</b>

*Foreign currency risk*

Foreign currency risk arises with financial instruments that are denominated in a foreign currency other than the functional currency in which they are measured.

The PMO has transactional currency exposures. Any increase or decrease in foreign currencies against the peso posts significant foreign exchange gains or losses relating to receivables.

**3.4 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash in bank, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. For the Statement of Cash Flows, cash and cash equivalents consist of cash, net of outstanding bank overdrafts.

**3.5 Inventories**

Inventories are measured at cost upon initial recognition. After initial recognition, inventories are measured using the weighted average method.

Inventories are recognized as an expense when issued for utilization or consumption in the ordinary course of operation of the PMO.

### 3.6 Property, Plant and Equipment

#### *Recognition*

An item is recognized as property, plant, and equipment (PPE) if it meets the characteristics and recognition criteria as a PPE.

The characteristics of PPE are:

- tangible items;
- held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and
- expected to be used during more than one reporting period.

An item of PPE is recognized as an asset if:

- it is probable that future economic benefits or service potential associated with the item will flow to the entity; and
- the cost or fair value of the item can be measured reliably.

#### *Measurement at Recognition*

An item recognized as PPE is measured at cost.

A PPE acquired through a non-exchange transaction is measured at its fair value as at the date of acquisition.

The cost of the PPE is the cash price equivalent or, for PPE acquired through non-exchange transaction, its cost is its fair value at recognition date.

Cost includes the following:

- its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates;
- expenditure that is directly attributable to the acquisition of the items; and
- initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired, or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

#### *Measurement after Recognition*

After recognition, all PPE are stated at cost less accumulated depreciation and impairment losses.

When significant parts of PPE are required to be replaced at intervals, the PMO recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major repair/replacement is done, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized as expense in surplus or deficit as incurred.

#### *Depreciation*

Each part of an item of PPE with a cost that is significant in relation to the total cost of the item is depreciated separately.

The depreciation charge for each period is recognized as an expense unless it is included in the cost of another asset.

#### *Initial Recognition of Depreciation*

Depreciation of an asset begins when it is available for use such as when it is in the location and condition necessary for

it to be capable of operating in the manner intended by management.

For simplicity and to avoid proportionate computation, the depreciation is for one month if the PPE is available for use on or before the 15<sup>th</sup> of the month. However, if the PPE is available for use after the 15<sup>th</sup> of the month, depreciation is for the succeeding month.

#### *Depreciation Method*

The straight-line method of depreciation is to be adopted unless another method is more appropriate for agency operation.

#### *Estimated Useful Life*

The PMO uses the Schedule on the Estimated Useful Life of PPE by classification prepared by COA. The PMO uses a residual value equivalent to five percent (5%) of the cost of the PPE.

#### *Impairment*

An asset's carrying amount is written down to its recoverable amount, or recoverable service amount, if the asset's carrying amount is greater than its estimated recoverable service amount.

#### *Derecognition*

The PMO derecognizes items of PPE and/or any significant part of an asset upon disposal or when no future economic benefits or service potential is expected from its continuing use. Any gain or loss arising from derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the surplus or deficit when the asset is derecognized.

### **3.7 Intangible Assets**

Intangible assets acquired are initially recognized at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Intangible assets life is amortized over its useful life:

Computer software	1 to 5 years
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The straight-line method is adopted in the amortization of intangible assets.

Intangible assets are assessed for impairment whenever there is an indication that the asset may be impaired. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the surplus or deficit when the asset is derecognized.

### **3.8 Contingent liabilities**

The PMO does not recognize contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

### **3.9 Litigation/Acquired assets expenses**

Expenses incurred by the PMO in connection with litigation proceedings and registration/consolidation of ownership of acquired assets as well as those incurred in their preservation/maintenance and disposal are charged to Litigation/Acquired Assets Expenses account.

Acquired assets are real and financial assets transferred to the NG pursuant to Proclamation No. 50 and other laws which are recorded in the books of the BTr as explained in Item No. 1 – “*General Information/Agency Profile – PMO Assets for Disposition*”.

### **3.10 Change in accounting policies and estimates**

The PMO recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

The PMO recognizes the effect of changes in accounting estimate prospectively by including in surplus or deficit.

The PMO corrects material prior period errors retrospectively in the first set of financial statements authorized for issue after their discovery by:

- Restating the comparative amounts for prior period(s) presented in which the error occurred; or
- If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

### **3.11 Foreign currency transactions**

Transactions in foreign currencies are initially recognized by applying the spot exchange rate between the currency and the foreign currency at the date of transaction.

At each reporting date, foreign currency monetary items are translated using the closing rate.

### **3.12 Revenue from exchange transactions**

As provided in EO No. 323, PMO is allowed to retain commissions, due diligence fees and proceeds from the sale of Asset Bidding Rules, information memoranda and similar documents, as well as a portion or percentage of proceeds from disposition efforts, not to exceed ten percent (10%), to be approved by the PrC, to maintain a revolving fund to be utilized for the payment of fees and reimbursable expenses and of the cost and expenses incurred in the conservation and disposition of the assets held or in the performance of its other responsibilities under EO 323. The amount retained is measured at fair value and recognized upon remittance of trust receipts to the BTr.

### **3.13 Budget information**

The annual budget is prepared on a cash basis and is published on the PMO and Department of Budget and Management (DBM) websites.

A separate Statement of Comparison of Budget and Actual Amounts (SCBAA) was prepared since the budget and the financial statements were not prepared on a comparable basis. The SCBAA was presented showing the original and final budget and the actual amounts comparable to the budget. Explanatory comments are provided in the notes to the annual financial statements.

### **3.14 Employee benefits**

The employees of PMO are members of the Government Service Insurance System (GSIS) which provides life and retirement insurance coverage.

The PMO recognizes expenses for accumulating compensated absences when these are paid (commuted or paid as terminal leave benefits). Unused entitlements that have accumulated at the reporting date are not recognized as expense. Non-accumulating compensated absences, like special leave privileges, are not recognized.

### **3.15 Measurement uncertainty**

The preparation of PMO's financial statements in conformity with IPSAS requires management to make estimates and assumptions that affect the reporting amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of the revenues and expenses during the period.

Estimates are based on the best information available at the time of preparation of the financial statements and are

reviewed annually to reflect current information as it becomes available. Measurement uncertainty exists in these financial statements. Results could differ from these estimates.

#### 4. Cash and Cash Equivalents

Accounts	2023	2022
Cash on Hand		
Cash - Collecting Officer	₱ 7,179,625.46	₱ 50.00
Petty Cash	64,825.58	72,640.94
<b>Total Cash on Hand</b>	<b>7,244,451.04</b>	<b>72,690.94</b>
Cash in Bank - Local Currency		
Cash in Bank Local Currency, Current Account - LBP	673,090,858.64	227,464,126.81
<b>Total Cash in Bank - Local Currency</b>	<b>673,090,858.64</b>	<b>227,464,126.81</b>
<b>Total Cash and Cash Equivalent</b>	<b>₱ 680,335,309.68</b>	<b>₱ 227,536,817.75</b>

The LBP Interest Bearing Current Account maintained for the Retention Fund of the PMO is authorized under EO No. 323.

#### 5. Investments

Financial Assets - Others				
As at December 31, 2022				
	Investments in Stocks	Investments in Bonds	Other Investments	TOTAL
<b>Balance as at January 1, 2022</b>	₱ 396,162,423.94	₱ 2,969,032.16	₱ 6,380,082.86	₱ 405,511,538.96
Addition/Receipt of transfer/Interest		1,869,322.98		1,869,322.98
Less Investments collected		(596,552.02)		(596,552.02)
Adjustments			(6,380,082.86)	(6,380,082.86)
<b>Balance as at December 31, 2022</b>	<b>₱ 396,162,423.94</b>	<b>₱ 4,241,803.12</b>	<b>₱ -</b>	<b>₱ 400,404,227.06</b>
Current Investments	₱ -	₱ -	₱ -	₱ -
Non-Current Investments	396,162,423.94	4,241,803.12	-	400,404,227.06
<b>Total Investments</b>	<b>₱ 396,162,423.94</b>	<b>₱ 4,241,803.12</b>	<b>₱ -</b>	<b>₱ 400,404,227.06</b>

Financial Assets - Others				
As at December 31, 2023				
	Investments in Stocks	Investments in Bonds	Other Investments	TOTAL
<b>Balance as at January 1, 2023</b>	₱ 396,162,423.94	₱ 4,241,803.12	₱ -	₱ 400,404,227.06
Addition/Receipt of transfer/Interest	-	1,958,710.63		1,958,710.63
Less Investments collected	-	(1,852,810.21)		(1,852,810.21)
Adjustments	-	-		-
<b>Balance as at December 31, 2023</b>	<b>₱ 396,162,423.94</b>	<b>₱ 4,347,703.54</b>	<b>₱ -</b>	<b>₱ 400,510,127.48</b>
Current Investments	₱ -	₱ 1,102,732.88	₱ -	₱ 1,102,732.88
Non-Current Investments	396,162,423.94	3,244,970.66	-	399,407,394.60
<b>Total Investments</b>	<b>₱ 396,162,423.94</b>	<b>₱ 4,347,703.54</b>	<b>₱ -</b>	<b>₱ 400,510,127.48</b>

##### 5.1 Investments in Stocks:

Investments in stocks represent shares of stocks of Semirara Mining and Power Corporation (SMPC) amounting to

₱396,162,423.94.

The NDC, a GOCC created and existing by virtue of Presidential Decree No. 1648, owns 34,093,974 shares in SMPC, a corporation registered under Philippine laws and listed in the Philippine Stock Exchange.

Republic Act No. 7656 and the concomitant Implementing Rules and Guidelines mandated GOCCs to remit to the National Government (NG) a portion of its net earnings in the form of cash dividends, stock dividends or property dividends. NDC has dividends payable to NG, pertaining to years 1996 to 2014 in the total amount of ₱2,014,935,463.50. In addition, NDC has other outstanding obligations to the NG as follows:

1. NG Advances relating to payment of NDC loan to the GFIs on account of First Centennial Clark Corporation	
a. Principal	₱ 1,500,000,000.00
b. Interest as of 30 September 2015	366,198,750.00
Total	<u>1,866,198,750.00</u>
2. Payable to the BTr relating to National Steel Corporation	35,928,529.50
3. Guarantee Fees due to the BTr	39,891,508.62
<b>Total</b>	<b>₱ 1,942,018,788.12</b>

Likewise, NDC has existing outstanding obligations with the PMO amounting to ₱396,162,423.94. Details of which is as follows:

1. Payable to PMO (DBP) relating to Eliscon Assets	₱ 325,899,477.94
2. Payable to PMO (DBP) relating to NCS-Pasig Steel	70,262,946.00
<b>Total</b>	<b>₱ 396,162,423.94</b>

On December 18, 2015, a Memorandum of Agreement (MOA) was executed by the Republic of the Philippines, the PMO, the Bureau of the Treasury (BTr) and the NDC wherein NDC agreed that it shall transfer and cede its SMPC shares to NG and PMO to settle its NG and PMO outstanding obligations as described above. All SMPC shares, including shares applicable to NDC's obligation to NG, were transferred to, and held-in-trust by the PMO. For obligation-settlement purposes, the total value of SMPC shares transferred as of December 31, 2015 amounts to ₱4,326,525,300.60 computed by multiplying the total number of shares at the closing rate of ₱135.00 per share less six percent (6%) discount or ₱126.90 per share. The value of shares applicable to NDC's obligation to NG is recorded in the books of the BTr.

On February 23, 2017, the Board of Directors of SMPC approved the issuance of three hundred percent (300%) stock dividends to stockholders of record as of September 15, 2017. As of December 31, 2023, the number of shares totaled 136,375,896 with a closing rate as of December 29, 2023, amounting to ₱30.25 per share or a total value of ₱4,125,370,854.00.

## 5.2 Investment in Bonds

Investment in bonds represents partial settlement of the DBP of its obligation which was due to the discrepancy in the transfer price of Northern Cement Corporation account under the Deed of Transfer dated February 27, 1987 as reconciled through DBP letter dated August 31, 1999.



## 6. Receivables

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Loans and Receivables	₱ 678,221.32	₱ 190,121,802.29	₱ 190,800,023.61	₱ 736,639.08	₱ 190,121,802.29	₱ 190,858,441.37
Lease Receivables	478,416,693.40	15,795,408,468.29	16,273,825,161.69	142,907,346.11	17,130,849,705.13	17,273,757,051.24
Inter-Agency Receivables	650.30	216,345,942.15	216,346,592.45	4,748,598.42	554,937,868.75	559,686,467.17
Other Receivables	4,617,039.36	5,336,756.53	9,953,795.89	3,266,212.44	5,336,756.53	8,602,968.97
<b>Total Receivables</b>	<b>₱ 483,712,604.38</b>	<b>₱ 16,207,212,969.26</b>	<b>₱ 16,690,925,573.64</b>	<b>₱ 151,658,796.05</b>	<b>₱ 17,881,246,132.70</b>	<b>₱ 18,032,904,928.75</b>

### 6.1 Loans and Receivables

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Interest Receivable	₱ 678,221.32	₱ -	₱ 678,221.32	₱ 736,639.08	₱ -	₱ 736,639.08
Loans Receivable - Others	-	190,121,802.29	190,121,802.29	-	190,121,802.29	190,121,802.29
<b>Total Loans and Receivable Accounts</b>	<b>₱ 678,221.32</b>	<b>₱ 190,121,802.29</b>	<b>₱ 190,800,023.61</b>	<b>₱ 736,639.08</b>	<b>₱ 190,121,802.29</b>	<b>₱ 190,858,441.37</b>

6.1.1 *Interest Receivable* amounting to ₱678,221.32 represents: (1) ₱642,952.10 – accrued interest as of December 31, 2023 from the Local Government of Tacloban City on the sale of Leyte Park Hotel; and (2) ₱35,269.22 – accrued penalty for non-payment of monthly lease rental of Unimasters Conglomeration, Inc. on the lease of same property.

6.1.2 *Loans Receivable – Others* include:

Pamplona Redwood and Veneer Corporation (PARVI), P190,121,802.29 – outstanding balance of obligation under APT's Direct Debt Buy-Out (DDBO) scheme.

PARVI is a domestic corporation formerly engaged in the business of logging, sawmilling, and wood processing. It obtained several loans from the PNB and the National Investment and Development Corporation (NIDC). To secure the said loans, PARVI mortgaged its properties in favor of PNB.

On February 27, 1987, a Deed of Transfer was executed by and between the PNB and the NG wherein the former's financial claim against PARVI was transferred to the latter with a total transfer price of ₱190,879,910.00, which the latter subsequently assigned to APT for disposition through Trust Agreement executed on same date.

One of the modes of disposition adopted by APT in disposing transferred assets was the Direct Debt By-Out (DDBO) scheme. Under the said scheme, owners of assets in financial form, such as PARVI, may settle their account through: (1) DDBO based on Transfer Price; or (2) DDBO based on the average of the two highest appraisal values of asset.

PARVI submitted several proposals to settle their loan obligations under the DDBO scheme which the APT and the COP approved. However, these DDBOs were subsequently cancelled due to PARVI's failure to settle its obligation despite several extensions granted by APT on PARVI's requests.

On August 9, 1990, another proposal was approved by the COP on PARVI's account for a DDBO settlement price of ₱419,620,991.11.

As of April 23, 1992, the Statement of Account of PARVI amounts to ₱190,121,802.29. The amount is exclusive of advances on insurance premium and interest on advances amounting to ₱2,052,183.00 and

₱804,914.23 respectively. Summary of the account is as follows:

Particulars	Amount	
DDBO approved Price		419,620,991.11
Less: Payment from Escrow Account -		
Total Cash released by PNB	101,745,116.21	
Payment from Escrow Account -		
Purchase of Marc Rich Papers	52,514,503.55	
Total cash payment by PARVI	9,520,380.24	
Total cash payment by Fuga Island Holdings, Inc.	135,442,677.28	299,222,677.28
Balance		120,398,313.83
Add Interest from 09/14/90 to 9/30/91		69,723,488.46
<b>DDBO balance, 4/23/92</b>		<b>190,121,802.29</b>

In 1997 & 1998, two of the real properties securing PARVI's loan were sold in public auction by the Bureau of Internal Revenue – Revenue District Office No. 3 of Tuguegarao, Cagayan and by the Sandiganbayan through Tax Delinquency Sale.

The APT Board of Trustees, during its meeting on February 10, 1999, approved the foreclosure of PARVI's remaining mortgaged properties. The said board decision was issued despite the new proposal of PARVI for the release of PARVI's properties so that it can offer the same for sale with the intention to pay the balance of its obligation out of the proceeds thereof.

The APT did not enforce the foreclosure proceeding of PARVI's remaining properties until the expiration of its corporate term on December 31, 2000. In accordance with RA No. 7181, as amended by RA Nos. 7661, 7886, and 8758, the claim was reverted to the National Government (NG), which assigned the same for disposition to the PMO.

In 2005, a proposal was made by the administrator of the estate of Alfonso D. Lim, Sr. to settle PARVI's obligation by way of dacion en pago of the mortgaged properties in favor of the NG. This temporarily shelved the plans of the PMO to foreclose the mortgaged properties, but the settlement of PARVI's obligation did not materialize.

Through a letter dated November 17, 2003, the Chairperson of the Presidential Commission on Good Governance (PCGG), Haydee B. Yorac, informed the PMO that the assets of PARVI are still subject of a reconveyance suit as part of the allegedly "ill-gotten wealth" of the registered owner Alfonso Lim, Sr.

The PMO is currently in close coordination with the Office of the Solicitor General (OSG) for the filing of the Petition for Extrajudicial Foreclosure of Real Estate Mortgage. The PMO had already forwarded to the OSG a list of the properties under PMO's custody, in response to a previous request on the matter. Moreover, a draft Petition for Extrajudicial Foreclosure of Real Estate Mortgage had already been prepared by the OSG and was submitted to the Audit Team on May 8, 2023.

Also on May 8, 2023 the PMO-Legal Services met with the Presidential Commission on Good Governance (PCGG) and discussed issues on the sequestered PARVI properties. The PCGG had committed to draft its position paper on the matter.

To date, the PMO has yet to receive said position paper from PCGG.

## 6.2 Lease Receivable

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Operating Lease Receivables	₱ 46,394,112.56	₱ -	₱ 46,394,112.56	₱ 38,390,968.38	₱ -	₱ 38,390,968.38
Finance Lease Receivables	432,022,580.84	15,795,408,468.29	16,227,431,049.13	104,516,377.73	17,130,849,705.13	17,235,366,082.86
<b>Total Lease Receivables</b>	<b>₱ 478,416,693.40</b>	<b>₱ 15,795,408,468.29</b>	<b>₱ 16,273,825,161.69</b>	<b>₱ 142,907,346.11</b>	<b>₱ 17,130,849,705.13</b>	<b>₱ 17,273,757,051.24</b>

6.2.1 *Operating Lease Receivables* include the following accounts:

- a. Unimasters Conglomeration, Inc. (UCI), ₱26,451,916.09 – Balance of the unpaid rental for the lease of Leyte Park Hotel (LPH), computed based on the Decision of the RTC Branch 9, Tacloban City dated April 27, 2020 and Writ of Execution by the same Court dated September 30, 2021.

LPH is a transferred asset from DBP, conveyed by NG to APT now PMO through Deed of Transfer dated February 27, 1987, located at Magsaysay Boulevard, Tacloban City. It is owned by: (1) APT, which holds 34% of the shares of the property; (2) the Philippine Tourism Authority, which holds 40%; and (3) the remaining 26% is owned by the Province of Leyte.

On September 15, 1994, APT entered a Contract of Lease with UCI wherein the latter will lease LPH for twelve (12) years at a monthly fee of ₱300,000.00 during the entire lease period, payable on or before the 16<sup>th</sup> calendar day of each month commencing on October 16, 1994. In case of non-payment by UCI of the monthly rental, a penalty of three percent (3%) per month shall be imposed of the unpaid amount and shall accrue from the date of nonpayment. Real property taxes shall be for the account of the APT. Any payment of real property taxes by UCI shall be credited against any amount due from UCI to APT.

During the efficacy of the contract, UCI defaulted on its obligation to pay the monthly rentals which prompted PMO to send several demand letters to, but no payment was made. On September 7, 2006, PMO wrote UCI a letter notifying the same that its obligation remained unsettled; informing further that the contract will expire on September 15, 2006 and will not be renewed; and requiring UCI to surrender and return the leased property to PMO.

Previously, in 2004, the COA issued Audit Observation Memorandum No. 007 recommending PMO to record in its books the unpaid rental due from UCI amounting to ₱15,059,851.95, including interest as of December 31, 2003. PMO complied with the recommendation and recorded an accrued monthly rental of ₱300,000.00. Total unpaid rental and total interest as at date amount to ₱29,250,000.00 and ₱4,259,851.95 respectively.

On September 13, 2006, UCI filed a complaint for specific performance, injunction and damages with urgent prayer for issuance of a temporary restraining order and/or writ of preliminary injunction before the Regional Trial Court, Makati City, docketed as Civil Case No. 06-781. The complaint seeks to, among others, enjoin PMO from taking over the property; declare the termination of the contract as null and void; declare the contract renewed for another twelve (12) years; and direct the conduct of an accounting to determine the true and correct amount of lease rentals to be paid by UCI.

On March 10, 2010, an Ejectment Case against UCI was filed by PMO with the Municipal Trial Court in Cities, Tacloban City docketed as Civil Case no. 2010-03-CV-2 for non-payment of monthly rentals.

The Makati Regional Trial Court issued its decision on October 14, 2014 ordering UCI to pay PMO, PTA and the Province of Leyte the accrued rentals from years 2001 to 2013 and the additional monthly rentals until September 15, 2018. Further, the trial court reduced the monthly rental during the period that UCI was allegedly not issued a business permit; did not impose the 3% default penalty against UCI in accordance with the provision of the Contract of Lease; considered as the Contract renewed; and

ordering PMO, PTA and the Province of Leyte to pay the City Government of Tacloban the accrued real property taxes on the LPH.

PMO filed a petition with the Court of Appeals (CA) docketed as CA-G.R. No. CV-104905 with the prayer that the Decision dated October 14, 2014 and the Order dated April 21, 2015 of the Regional Trial Court, Makati City be reversed and set aside, and a new decision be rendered. In a Resolution dated May 28, 2019, the CA partially granted PMO's appeal, affirming and modifying the RTC's Decision and stating that accrued rentals are due from UCI and that from September 16, 2018 until UCI returns the possession of LPH to the PMO, Tourism Infrastructure and Enterprise Zone Authority (TIEZA), and the Province of Leyte, UCI shall be liable to pay for monthly rent of ₱363,000.00.

In a letter dated December 8, 2016, UCI, through its president Wilson L. Chan, submitted a proposal for the settlement of its obligation. On January 18, 2018, PMO transmitted a letter to Mr. Chan rejecting the latter's offer, stating that the amount was way below the fair market value of LPH.

On October 1, 2019, PMO through the OSG filed a comment on the Motion for Reconsideration filed by UCI on the CA Resolution dated August 19, 2019. In a Resolution dated December 01, 2020, the CA reaffirmed its Resolution dated May 28, 2019.

A Writ of Execution dated September 30, 2021 was issued by the RTC Branch 9, Tacloban City in PMO vs. UCI. On October 13, 2021 the Sheriff issued the Notice of Writ of Execution directing UCI to vacate the LPH and comply within 30 days upon receipt of such notice, which was received by Mr. Wilson Chan on October 27, 2021.

UCI requested the Sheriff for an extension and upon Sheriff's approval on the extension, the UCI finally vacated the LPH property on December 12, 2021.

On July 25, 2022, PMO received from UCI an offer for the settlement of its outstanding unpaid rentals. In response, PMO reiterated that the settlement of the cases involving PMO and UCI still requires the concurrence of the Province of Leyte and TIEZA. In addition, terms and conditions on the proposed settlement shall be subject to the concurrence of the OSG, as the PMO's statutory counsel, and that the signing and execution of any document reflecting the amicable settlement and withdrawal of all pending cases shall only be made upon UCI's full compliance with the PMO's terms and conditions.

The PMO and UCI executed a Compromise Agreement on June 14, 2023. Subsequently, a Joint Motion for Judgment based on the Compromise Agreement was filed to the proper Courts by the OSG and UCI's counsel.

This account shall be adjusted upon receipt of resolution on the referred Joint Motion.

- b. Various Lessees, ₱19,942,196.47 – represents unpaid lease rental from various lessees based on Statement of Accounts as of December 31, 2023:

Assets	Lessees	Amount
Elorde Sports Tourism Development	Arsenio Soriano	₱ 8,000.00
	Isidro Vermug, Jr.	9,750.00
	Jeffrey Soriano	0.60
	Maximo Llantos	12,000.00
	Melencio Basco	225,600.00
	Nelson Mendoza	187,260.64
	Rotillo Atok	128,312.50
	Various Tenants	16,054,360.58
Mile Long Complex	Asia Wood International Corporation	213,678.08
	Chonta Industrial Packaging	811,795.60
	Global Energy Technicians, Incorporated	9,504.00
	Innovative and Creative Products, Incorporated	5,002.00
	Magnificat Niches, Incorporated	6,336.00
	White Eagle International Trading, Incorporated	50,292.00
National Housing Authority	Star Parks Corporation	2,220,304.47
Cultural Center of the Philippines		
<b>Total</b>		<b>₱ 19,942,196.47</b>

c. Other Operating Lease Receivables which are unrecorded in PMO books:

1. Sunvar Realty Corporation – ₱2,141,246,848.93

On January 29, 2003 the PrC designated PMO as disposition entity of a NG/National Power Corporation-Makati Property consisting of parcels of land located between Pasong Tamo and Vito Cruz Extension, Makati City, which was subject of a lease agreement for twenty five (25) years from January 1, 1978 to December 31, 2002 subject for renewal for another 25 years upon mutual agreement between National Government/National Power Corporation (NG/NPC) and Technology Resources Center Foundation, Inc. (TRCFI), whose functions were later assumed by Philippine Development Alternatives Foundation (PhilDAF) in February 17, 1987 following the reorganization of the government. Under the lease contract, TRCFI/PhilDAF has the right to sublease the leased land which it did in favor of Sunvar Realty Corporation (“Sunvar”) commencing on different dates and ending on December 31, 2002. On June 3, 2002, NG/NPC notified PhilDAF of its decision not to renew the lease contract. The OSG wrote on February 22, 2008 to Sunvar to completely vacate the leased land and on January 26, 2009, a Final Notice to Vacate. Subsequently, the OSG filed for unlawful Detainer Case at the Metropolitan Trial Court (MTC), Makati City on July 23, 2009. On June 10, 2015 the MTC issued a decision ordering Sunvar to vacate the premises they occupy and surrender possession; and pay NG/NPC/PMO back rentals of Four Hundred Seventy Eight Million Two Hundred Thousand and Six Hundred Pesos (₱478,200,600.00) as at May 2015 with monthly rental of Three Million Two Hundred Nine thousand Four Hundred Pesos (₱3,209,400.00) beginning June 2015 up to and until Sunvar shall have finally vacated the premises as reasonable compensation for the use and occupancy of the premises.

The RTC Branch 141 of Makati City affirmed the MTC decision, with modification, ordering Sunvar to pay NG/NPC/PMO as reasonable compensation for its occupation of the property the amount of Six Hundred Thirty Million One Hundred Twenty Three Thousand Seven Hundred Pesos (₱630,123,700.00) from January 1, 2003 to March 31, 2009, and the amount of Ten Million Three Hundred Sixty Four Thousand Pesos (₱10,364,000.00) per month from April 1, 2009 increasing gradually by Ten (10) percent per year until July 31, 2017 considering that Sunvar and all persons claiming rights under it have vacated the premises in August 2017.

As a result of the 14 August 2015 Resolution of the CA, Sheriff Robert T. Bautista of the Regional Trial Court Branch 141 of Makati issued a Notice to Vacate, on 15 August 2017 until 22 August

2017, ordering the surrender of the properties within three (3) days from receipt of the notice.

A Sheriff's Return on Writ of Execution dated 14 August 2017 was issued on 22 August 2017, placing PMO in possession of the premises. On even date, PMO acknowledged the turnover of the properties subject of the writ. Sheriff Bautista also served Notices of Garnishment to the 12 banks mentioned in the Writ for the collection of the judgment obligation.

Sunvar filed an Omnibus Motion challenging the execution of the MTC Decision. On June 19, 2019, the PMO received a copy of RTC Order dated June 11, 2019, denying the Omnibus Motion by Sunvar for lack of merit.

6.2.2 *Finance Lease Receivables* consist of the following:

Accounts	Current	Non-Current	Total
G. Holdings, Inc.	-	241,702,122.86	241,702,122.86
Provincial Government of Abra	71,200,000.00	-	71,200,000.00
Philnico Industrial Corporation	326,173,548.00	15,176,350,156.00	15,502,523,704.00
Social Housing Finance Corporation	-	45,321,600.00	45,321,600.00
Local Government of Tacloban City	34,649,032.84	332,034,589.43	366,683,622.27
<b>Total Finance Lease Receivables</b>	<b>432,022,580.84</b>	<b>15,795,408,468.29</b>	<b>16,227,431,049.13</b>

- a) G. Holdings, Inc. (GHI), ₱241,702,122.86 – representing unpaid balance of the purchase price of 4,500,000 shares of stock and company notes of Maricalum Mining Corporation (MMC) sold by APT to GHI.

On October 2, 1992, a Purchase and Sale Agreement was entered into by and between the Republic of the Philippines through the APT and the GHI, a Stock Corporation registered with the SEC, for the disposition of MMC which is a transferred asset from the DBP and PNB.

Under the Agreement, APT undertook to sell and deliver the following to GHI in consideration of the total purchase price of ₱673,161,280.00:

- 1) 90% of the entire issued and outstanding shares of MMC with a par value of ₱4,500,000.00; and,
- 2) Company Notes amounting to ₱3,258,771,000.00.

The Agreement also provided for a down payment of ₱98,704,000.00 which was settled by GHI under APT Official Receipt Nos. 14445 and 16618 dated August 18, 1992 and October 22, 1992 respectively, with the balance of ₱574,457,280.00 divided into four tranches payable in installment over a period of ten (10) years.

On April 6, 1993, GHI complied with the payment of 1<sup>st</sup> installment amounting to ₱2,467,600.00 which reduced the account to ₱571,989,680.00.

GHI filed a case for specific performance and damages with the Regional Trial Court (RTC) Manila due to conflicting interpretations of the reckoning date of payment of the balance of the purchase price. The Republic claimed it should be on the seventh month from the agreement's signing while GHI insisted it should begin seven (7) months after the closing conditions were fulfilled. The RTC Decision dated June 11, 1996 ordered the APT to execute the corresponding document of transfer and cause the actual delivery of subject shares and notes to GHI within a period of thirty (30) days from receipt of the Decision after the GHI shall have paid in full the entire balance at its present value of ₱241,702,122.86, computed pursuant to the prepayment provisions of the Agreement. GHI shall pay the balance simultaneously with the delivery of the Deed of Transfer and actual delivery of the shares and notes.

The RTC's decision was affirmed by the Supreme Court (SC) in its Notice of Judgment dated November 22, 2005. Consequently, the account balance was adjusted to ₱241,702,122.86.

In a Decision dated July 19, 2010, the RTC issued a Decision mandating both APT and GHI to appoint their respective representatives to meet, confer, and discuss, all pending matters, issues, and items of the transaction for the finalization and execution of the pertinent closing documents. However, despite PMO's earnest efforts to locate GHI and/or its officers, the latter cannot be located.

The OSG in its legal opinion dated August 11, 2021 stated that for its failure to execute the RTC and SC decisions for a period of more than 10 years, GHI's rights had already prescribed and is now barred by laches. GHI never pursued an action to enforce the judgment in its favor and is therefore deemed to have abandoned it. Given the application of both prescription and laches, PMO is not bound to accept any payment from GHI assuming an offer is made on the prescribed claim.

The MMC Mining claims may still be disposed by the PMO, in accordance with the well-enshrined Regalian doctrine provided in Article XII (National Economy and Patrimony) of the 1987 Constitution, further embodied in Sec. 7 of EO No. 79, s. 2012 (*"Institutionalizing and Implementing Reforms in the Philippine Mining Sector Providing Policies and Guidelines to Ensure Environmental Protection and Responsible Mining in the Utilization of Mineral Resources"*), which provides that abandoned ores and mine wastes and/or mill tailings generated by previous and now defunct mining operations belong to the State and shall be developed and utilized through competitive public bidding in accordance with pertinent provisions of law.

- b) Provincial Government of Abra (PGA), ₱71,200,000.00 – represents balance of the ₱100,200,000.00 purchase price of Cellophil Resources Corporation (CRC) sold by PMO to the PGA.

On January 27, 2004, PMO entered into a Deed of Conditional Sale with PGA wherein all the remaining assets of CRC, a transferred asset by NG to APT pursuant to Trust Agreement dated February 27, 1987, consisting of lands, buildings and other improvements, machinery and equipment were conditionally sold by PMO to PGA for the purchase price of ₱100,200,000.00 with the following payment terms:

Particulars	Amount
Purchase Price	₱ 100,200,000.00
Down Payment	
PGA's allotment from Tobacco Excise Tax (R.A. 7171) which will be assigned to PMO	₱ 33,700,000.00
Off-setting of PGA's tax claims/receivables against PMO/CRC	30,000,000.00
<b>Balance</b>	<b>₱ 36,500,000.00</b>

Balance shall be paid as follows:

Particulars	Amount
December 2004	₱ 12,166,666.67
December 2005	12,166,666.67
December 2006	<b>12,166,666.66</b>
<b>Total</b>	<b>₱ 36,500,000.00</b>

A Deed of Assignment was executed by and between PMO and PGA on January 28, 2004 whereby PGA assigned, transferred, and conveyed its unremitted share from NG of the proceeds of the Tobacco Excise Tax in the amount of ₱33,700,000.00 and its tax claims against PMO amounting to ₱30,000,000.00 as down payment of the purchase price. Furthermore, an addendum to the Deed of Conditional Sale was signed on January 30, 2004 stating that PGA shall cause the dismissal of all tax claims filed against PMO/CRC and shall assume responsibility as to the outcome of all the cases filed for and against PMO/CRC.

On April 12, 2004, the DBM clarified that the release of PGA's share from RA 7171 to the PMO contravenes the provision of Memorandum Circular No. 61-A dated November 28, 1993 and the shares from RA 7171 shall be released directly to the local government units concerned.

PGA has made total payments of ₱29,000,000.00 from 2005 to 2007. Balance of PGA's obligation in PMO books amounts to ₱71,200,000.00 (purchase price of ₱100,200,000.00 less total payments of ₱29,000,000.00). This amount is still inclusive of ₱30,000,000.00 to be paid through offsetting the tax claim which will be adjusted upon receipt of documents from PGA relative to the dropping of the case.

On January 20, 2017, a collection/demand letter was sent by PMO to PGA. In a letter to Sec. Carlos Dominguez of the DOF dated August 6, 2019, the PGA signified the intention to pay and offered to settle the outstanding amount in 36 monthly amortizations.

The PMO in a letter dated February 11, 2021 had submitted its recommendations to the PrC on PGA's proposal to settle. The PGA submitted another letter dated November 10, 2022 with a proposal on their target settlement period.

This matter was deferred by the PrC, which instructed PMO to require the PGA to submit details and related documents on the P30M real property taxes.

- c) Philnico Industrial Corporation (Philnico), ₱15,502,523,704.00 – represents peso equivalent of the unpaid balance of US\$263,762,000.00 purchase price of 22,500,000 shares of stock, representing 90% ownership, in Nonoc Mining and Industrial Corporation (NMIC Shares), which were sold by APT to Philnico in 1996.

Nonoc Mining and Industrial Corporation (NMIC) was incorporated by the PNB and DBP as the assignee of all the foreclosed mining assets (i.e., Nickel Refinery Plant, buildings and equipment, and mining rights over the Nonoc Mining Area) of Marinduque Mining and Industrial Corporation (MMIC). In 1986, pursuant to Proclamation No. 50 issued by President Corazon C. Aquino, PNB and DBP transferred all its shares in NMIC to the APT for privatization and disposition.

#### *APT Disposition of Shares in NMIC*

In 1989, APT sought to privatize the NMIC Shares through a sale by public bidding which failed. Thereafter, APT sought proposals for the outright purchase and/or lease with option to purchase the mining rights for the Nonoc Mining Area. In 1990, APT entered into a Definitive Agreement with Philnico for the sale of the NMIC Shares, subject to the condition that a Mineral Production and Sharing Agreement (MPSA) be issued to NMIC for the Nonoc Mining Area.

Philnico failed to comply with the conditions of the Definitive Agreement despite several extensions due to its failure to obtain the financing needed to bring the nickel refinery back in operation. In 1995, Philnico sold all its shares in Philnico to Pacific Nickel Holdings Limited (PNHL).

In 1996, Philnico/PNHL negotiated with APT for the restructuring of the payment terms for the purchase of the NMIC Shares. Thus, the Amended and Restated Definitive Agreement (ARDA) was entered into on May 10, 1996 between APT and Philnico.

The ARDA provides the amortization schedule for payment of the purchase price for the NMIC Shares. On September 27, 1999, the terms of payment were amended through an Amendment Agreement such that: (a) the purchase price of USD 260 million was payable in 23 semi-annual installments over a period of 15 years from 1999 (inclusive of a 3-1/2 year grace period), with Philnico being obliged to pay only 50% of each principal installment if the average LME price of nickel during the six-month period ending one-month prior to such installment payment date is not higher than the Company's cash break-even price for such period; (b) the purchase price of US\$ 3.762 million was payable in 171 monthly installments from 1996 to 2010; and (c) the advances made by APT to settle labor claims amounting to ₱74,501,000.00, and to settle the receivables of Marc Rich and Phillip Brothers Oceanic, Inc. amounting



to US\$ 29.77 million, were payable in semi-annual installments from 2003 to 2014. Five years into the payment schedule, Philnico failed to pay the monthly amortizations for its purchase of the NMIC Shares.

#### *Issuance and Assignment of the MPSA*

In 1991, in compliance with the Definitive Agreement, NMIC applied for an MPSA with the Department of Environment and Natural Resources (DENR). On September 2, 1996, President Fidel V. Ramos, after initial grant and revocation of MPSA, which both occurred in 1995, through the Executive Secretary, approved the reinstatement of the MPSA in the name of Philnico. Thus, in 1997, APT and Philnico entered into a Supplemental Agreement allowing the assignment by Philnico of the MPSA to its subsidiary, Pacific Nickel Philippines, Inc. (PNPI). Furthermore, a Pledge Agreement was entered into whereby Philnico pledged in favor of the Government the: (a) NMIC Shares; and (b) 250,000 shares of stock it owned in PNPI (PNPI Shares), as security for the payment of the Purchase Price. On August 7, 1997, the DENR approved the Amendment to Philnico's MPSA, the Deed of Assignment of MPSA by Philnico to PNPI, and the Mineral Processing Permit of NMIC.

#### *Transfer of Claim to PMO*

Upon the expiration of APT's corporate term on December 31, 2000, in accordance with Republic Act (RA) No. 7181, as amended by RA Nos. 7661, 7886, and 8758, the claim reverted to the National Government, which assigned the same for disposition to the PMO.

On September 14, 2016, the Regional Trial Court of Makati issued an Order in relation to the complaint filed by Philnico for Prohibition against Reversion of Shares with Prayer for Writ of Preliminary Injunction and/or Temporary Restraining Order, Suspension of Payment and Fixing of Period of Payment, against PMO, Philnico Processing Corp. (PPC) and the Corporate Secretary of PPC docketed as Civil Case No. 03-114, which granted the motion for summary judgment. Philnico was directed to commence installment payments to PMO under the ARDA not later than December 31, 2021 or after the first of the two-nickel processing plant is placed under commercial operations in accordance with the pertinent provisions of the ARDA, whichever comes earlier, and covering the following installment payments:

- 1) Resumption of the installment payments on the "smaller portion" of the purchase price under the ARDA; and
- 2) Commencement of the installment payments on the (i) "bigger portion" of the purchase price under the ARDA in the amount of \$260 Million; (ii) \$29.77 Million; and (iii) the ₱74.501 Million portions.

On October 11, 2016, PMO, through the OSG, filed a notice of appeal assailing the Order, which was denied per Notice of Judgement and Decision dated February 27, 2019. Subsequently, PMO filed an Entry of Appearance and Motion for Reconsideration on March 28, 2019, which was again denied per CA Resolution dated November 07, 2019. On 20 January 2020, PMO filed a Petition for Certiorari, assailing the CA Decision dated 27 February 2019 and CA Resolution dated 07 November 2019. The case was docketed as GR No. 251138.

On December 17, 2021, the PMO received the SC First Division's Resolution dated September 14, 2021, denying the PMO's Motion for Reconsideration with finality.

In a letter dated December 14, 2021, Philnico signified its intention to comply with the Order dated September 14, 2016, for the resumption of the monthly payments by Philnico to the PMO under the ARDA, which payment shall commence not later than December 31, 2021. Accordingly, on December 28, 2021, Philnico requested PMO to issue an Order Payment covering installment payments totaling \$2,892,400.00.

Philnico has since paid its outstanding obligations to PMO in accordance with the payment schedule as provided in the amended ARDA.

As of December 31, 2023, the Statement of Account of Philnico amounts to ₱15,502,523,704.00, details follow:

Particulars	In US Dollar	Peso Equivalent
<b>Purchase Price</b>		
Shares of Common Stocks (Note 1)	Due from Aug. 1996 to Sept. 2010    \$    3,762,000.00	
Shares of Common Stocks (Note 2)	Due from Sept. 2003 to Sept. 2014    260,000,000.00	
Add: Repayment of Advances (Note 3)	Due from Sept. 2003 to Sept. 2014    29,770,000.00    \$    293,532,000.00	
Less: Payments	15,820,000.00	
Balance	277,712,000.00	₱ 15,431,622,704.00
Add: Advances (Note 4)	Due from Sep. 2003 to Sept. 2014	₱ 74,501,000.00
Less: Payments		3,600,000.00    70,901,000.00
<b>TOTAL</b>	<b>277,712,000.00</b>	<b>70,901,000.00    15,502,523,704.00</b>

Note: US dollar was converted using BSP Average Rate of US\$ 1.00: ₱ 55.567 as of Dec. 29, 2023

Note 1 - Represents sales price of the 22,500,000 shares of Common Stock of NMIC, payable in 171 monthly installments. The 1st installment to begin 9 months from the date of the Final notice as defined in the ARDA (i.e., Nov. 29, 1995) or on August 29, 1996.

Note 2 - Represents sales price of the 22,500,000 shares of Common Stock of NMIC (in addition to Note 1), payable in 23 successive semi-annual installments to begin 3 1/2 years from the date of Amendment Agreement (AA) (i.e., September 27, 1999) or on September 27, 2003 as per Annex B of the AA.

Note 3 - Represents advances made by APT for the settlement of the receivables of Marc Rich and Philip Brother Oceanic, Inc. from NMIC, payable in 23 successive semi-annual installment to begin 3 1/2 years from the date of AA (i.e., September 27, 1999), or on September 27, 2003 as per Annex C of the AA.

Note 4 - Represents advances made by APT for the settlement of labor claims against NMIC's assets, payable in 23 successive semi-annual installments to begin 3 1/2 years from the date of AA (i.e., September 27, 1999) or on September 27, 2003 as per Annex D of the AA.

- d) Social Housing Finance Corporation (SHFC), ₱45,321,600.00 – represents balance of the ₱56,652,000.00 purchase price of parcels of land sold by PMO to SHFC.

On July 11, 2016, PMO executed a Deed of Absolute Sale with SHFC wherein five (5) parcels of land, formerly owned by the National Coconut Corporation (NACOCO), entrusted by the NG to PMO for administration and disposition pursuant to EO No. 471 dated November 17, 2005, with a total area of 2,360.50 sq. m. were sold to SHFC for a total consideration of ₱56,652,000.00. The amount of ₱11,330,400.00 was paid by SHFC to PMO in August 2016 representing twenty percent (20%) of the purchase price. The balance of ₱45,321,600.00 shall be paid upon cancellation of the encumbrance annotated on the titles and the submission of the original owner's duplicate copies of titles, free from liens and encumbrances.

On September 30, 2019, the PMO through the OSG filed a Petition for cancellation of Annotation of Encumbrances of Transfer Certificates of Title. On September 1, 2020, an Amended Petition was filed

by PMO through OSG in compliance with the court order to state the exact address of the subject property.

PMO received an Order dated August 2, 2021 which ordered the Summons and Notice of Hearing served through publication. In compliance with the RTC Order, PMO served through publication, once a week for two (2) consecutive weeks in a newspaper of general circulation, the Notice of Hearing dated August 2, 2021 and the Summons dated October 4, 2021.

The scheduled jurisdictional hearing for the years 2021 to 2022 was cancelled due to the surge of Covid-19 cases.

On November 17, 2022, PMO, through OSG, filed a motion to set the case for jurisdictional hearing, for the court's resolution.

After several hearings, the OSG filed its Formal Offer of Evidence on December 15, 2023.

- e) Local Government of Tacloban City (LGTC), ₱366,683,622.27 – represents balance of the purchase price of LPH sold by PMO to the LGTC.

A Deed of Conditional Sale dated December 1, 2022 was executed between PMO and LGTC on the sale of properties including land, buildings and other improvements located in Tacloban City collectively known as the LPH, with a total purchase price of ₱500,000,000.00, with the following terms: (1) 20% upfront payment; and (2) remaining balance spread out in equal installments within the 10 year period with interest rate of four percent (4%) per annum.

This sale is subject of an ongoing legal suit, as the Provincial Government of Leyte filed a Petition for Declaration of Nullity of Notice of Award dated April 26, 2022, Injunction with Prayer for Issuance of TRO/and or Writ of Preliminary Injunction.

### 6.3 Inter-Agency Receivables

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Due from National Government Agencies ₱	650.30 ₱	10,643,905.91 ₱	10,644,556.21 ₱	4,748,598.42 ₱	336,890,702.90 ₱	341,639,301.32
Due from Government-Owned or Controlled Corporations	-	205,702,036.24	205,702,036.24	-	218,047,165.85	218,047,165.85
<b>Total Inter-Agency Receivables</b> ₱	<b>650.30 ₱</b>	<b>216,345,942.15 ₱</b>	<b>216,346,592.45 ₱</b>	<b>4,748,598.42 ₱</b>	<b>554,937,868.75 ₱</b>	<b>559,686,467.17</b>

#### 6.3.1 Due from National Government Agencies

This account comprises:

NGAs	Particulars	Amount
DBM Procurement Service	Advances made for purchase of office supplies and computer software licenses.	₱ 650.30
Presidential Commission on Good Government (PCGG)	Expenses incurred by APT in the disposition of sequestered assets of the PCGG.	3,900,827.61
Bureau of the Treasury	Fixed Term Deposit	6,743,078.30
<b>Total Due from National Government Agencies</b>		<b>₱ 10,644,556.21</b>

### 6.3.2 Due from Government-Owned or Controlled Corporations

This account includes the following items:

GOCCs	Particulars	Amount
Development Bank of the Philippines	Consultancy fees and other expenses	₱ 4,995,782.47
Development Bank of the Philippines	Discrepancy in transfer price of Norther Cement Corp	191,749,153.15
Government Service Insurance System	Reimbursement of expenses for the repair of 3rd party car, Honda Civic UBK-564, damaged by Mitsubishi Pajero assigned to CPO RSC; Repair of Suzuki Vitara; Repair of Nissan Cefiro	79,629.60
North Davao Mining Corporation	COA adjustments	8,877,471.02
<b>Total Due from Government-Owned or Controlled Corporations</b>		<b>₱ 205,702,036.24</b>

## 6.4 Other Receivables

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Receivables - Disallowances/Charges	₱ 2,564,580.84	₱ -	₱ 2,564,580.84	₱ 2,564,580.84	₱ -	₱ 2,564,580.84
Due from Officers and Employees	2,542.50	-	2,542.50	17,119.24	-	17,119.24
Other Receivables	2,049,916.02	12,635,363.51	14,685,279.53	684,512.36	12,635,363.51	13,319,875.87
Allowance for Impairment - Other Receivables	-	(7,298,606.98)	(7,298,606.98)	-	(7,298,606.98)	(7,298,606.98)
<b>Total Other Receivables</b>	<b>₱ 4,617,039.36</b>	<b>₱ 5,336,756.53</b>	<b>₱ 9,953,795.89</b>	<b>₱ 3,266,212.44</b>	<b>₱ 5,336,756.53</b>	<b>₱ 8,602,968.97</b>

### 6.4.1 Receivables – disallowances/charges

Receivables – disallowances/charges amounting to ₱2,564,580.84 includes: a) PMO disallowances amounting to ₱1,894,555.64 representing disallowances for unauthorized foreign travel expenses, excessive remittance of employer's share on the mandatory Pag-IBIG contribution, excessive claim of representation allowance, and unauthorized charging of transferred asset expenses against PMO revolving fund; and b) BOL disallowances amounting to ₱670,025.20.

APT disallowances amounting to ₱22,646,642.95 – only ₱7,381,103.05 of this amount has supporting documents from COA. PMO has not likewise found any supporting Notice of Disallowance (ND) for the remaining ₱15,265,539.90. COA has noted that there is likewise an unaccounted difference for verification of ₱9,142,143.88 per letter dated August 15, 2012.

### 6.4.2 Due from Officers and Employees

This account represents receivable from an employee amounting to ₱2,542.50 from overstated refund of Pag-IBIG Multi-Purpose Loan amortization and will be deducted from the employee's salary in the succeeding payroll period.

### 6.4.3 Other Receivables

This account includes the following items:

Name / Corporation	Particulars	Amount
Mile Long Complex	Operational expenses incurred for Mile Long Complex, reimbursed to PMO from rental collections on a monthly basis	₱ 2,049,916.02
Calinog-Lambunao Sugar Mill	COA adjustments – APT's receivable on approved sales for the month of September to October 1990.	162,709.38
Marinduque Mining and Industrial Corp.	50 per cent share of APT on budget for arbitration expenses	500,000.00
Pantranco North Express, Inc. (PNEI)	Advances to PNEI Management Committee for salaries	3,897,941.48
Emerald Plaza	Telephone/water/electric bill	356,484.37
Locator Marketing Corp.	Share in common expenses in the building i.e. garbage dues, water and electric bill	191,960.69
Inland Property Ventures	Share in common expenses in the building i.e garbage dues, water and electric bill	128,129.46
Villapando, Carlito	Share in common expenses in the building i.e. garbage dues, water and electric bill	99,531.15
Emergency Employment Administration	Undetermined	3,850,478.75
CALO-Cash Disbursing Officers	Undetermined	2,654,391.19
National Tobacco Corp.	Undetermined	407,104.96
Price Stabilization Corp.	Undetermined	181,056.83
National Marketing Corp.	Undetermined	175,940.25
Carmelita Damasco	Undetermined	29,606.25
LoidaDayot	Undetermined	28.75
<b>Total Other Receivables</b>		<b>₱ 14,685,279.53</b>

- a. Mile Long Complex (MLC), ₱2,049,916.02 – Represents advances made by PMO for the management, conservation, and maintenance of MLC. This amount is to be reimbursed from the proceeds of lease rental from MLC.
- b. Calinog-Lambunao Sugar Mill, ₱162,709.38 – COA adjustment. PMO filed a request for the dropping of these accounts with COA on July 21, 2005.
- c. Marinduque Mining and Industrial Corporation (MMIC), ₱500,000.00 – 50% share of APT on budget for arbitration expenses per BR#95-53 dated February 28, 1993. This account has been dormant for more than 20 years. Moreover, MMIC is no longer operational, and its corporate term expired on October 4, 1999. A request for write-off of the account was filed with COA on June 23, 2017, which was denied per COA NGS Cluster 2 Decision No. 2018-09 dated February 26, 2018. An appeal was filed by PMO that was denied per COA Decision No. 2018-004 dated June 6, 2018.
- d. Various accounts from the former BOL, ₱7,298,606.98 – represent receivables from the defunct government corporations. These accounts include receivables of the defunct Congressional Accounts Liquidation Office (CALO) totaling ₱7,224,779.34 with no supporting documents showing details of the receivables. Requests for write-off of these accounts were filed with COA on September 1, 2016. The request was partially approved per COA NGS Decision No. 2018-001 dated April 16, 2018. Of the requested amount, ₱2,654,391.19 was denied for write-off. A request for reconsideration dated March 6, 2019 was filed to the Commission Proper docketed as COA CP Case No. 2019-228. In an undated letter, the Office of the Assistant Commissioner of the National Government Sector interposed no objection on PMO's appeal. To date, however, COA has not issued its final decision.

A one hundred percent (100%) allowance for impairment was provided for various dormant receivables from the former BOL.

## 6.5 Receivables written-off

The following receivables were written-off by PMO:

Account	Particulars	Reason for Write-off	Authority	No. of years uncollected	Amount
Operating Lease Receivable	Unpaid lease rental - Menzi Development Corporation (MENDECO)	MENDECO no longer existing; No supporting documents to validate the account; No documented Contract of Lease	COA Decision No. 2017-006 dated December 24, 2017	More than 10 years	₱ 8,000,000.00
Other Receivables	Unliquidated Cash Advances - Former employees of the defunct APT	Lack of supporting documents and unknown whereabouts	COA NGS Cluster 2 Decision No. 2017-23 dated October 20, 2017	More than 10 years	221,840.33
	CALO - Accounts Receivable	No supporting evidence, records or documents showing the details of account	NGS Decision No. 2018-001 dated April 16, 2018	More than 10 years	4,266,086.83
	CALO - Due from National Treasury	No supporting evidence, records or documents showing the details of account	NGS Cluster 2 Decision No. 2018-21	More than 10 years	(314,671.92)
	CALO - Due from NGAs	No supporting evidence, records or documents showing the details of account	NGS Cluster 2 Decision No. 2018-21	More than 10 years	471,196.34
	CALO - Due from GOCCs	No supporting evidence, records or documents showing the details of account	NGS Cluster 2 Decision No. 2018-21	More than 10 years	147,776.90
	Abaca Corporation of the Philippines	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	93,397.21
	Land Settlement Development Corporation (LASEDECO)	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	87,672.89
	BOL - Due from LGUs	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	600.28
	LASEDECO - Cotabato	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	23,671.21
	LASEDECO - Manila	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	92,814.43
	East Visayas Agricultural Projects, Inc.	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	79,013.33

Account	Particulars	Reason for Write-off	Authority	No. of years uncollected	Amount
Other Receivables	East Visayas Resources Trading Corp.	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	18,750.00
	Leyte Sab-A Basin Development Authority	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	32,550.00
	Philippine Pigment and Resin Corp.	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	11,545.88
	Sta. Clara Lumber Co., Inc.	No supporting evidence, records or documents showing the details of account	COA Decision No. 2021 dated June 30, 2021	More than 20 years	5,759.40
<b>TOTAL</b>					<b>₱ 13,238,003.11</b>

## 7. Inventories

Particulars	2023	2022
Carrying Amount, January 1	₱ 1,642,443.26	₱ 3,175,674.31
Purchases during the year	2,896,842.60	1,393,902.50
Expensed during the year except write-down	(3,137,190.57)	(1,612,391.01)
Adjustments/Write-down during the year	-	(1,314,742.54)
<b>Carrying Amount, December 31</b>	<b>₱ 1,402,095.29</b>	<b>₱ 1,642,443.26</b>

Inventory includes:

Account	2023	2022
Office Supplies Inventory	₱ 771,460.88	₱ 825,036.29
Non-Accountable Forms Inventory	19,248.56	25,653.36
Other Supplies and Materials Inventory	611,385.85	791,753.61
<b>Carrying Amount, December 31</b>	<b>₱ 1,402,095.29</b>	<b>₱ 1,642,443.26</b>

## 8. Property, Plant and Equipment

Movements in the balances of property, plant, and equipment are as follows:

<b>2023</b>								
	Buildings & Other Structures	Machinery & Equipment	Transportation Equipment	Furniture, Fixtures & Books	Others	Construction in Progress	Total	
<b>Carrying Amount, January 1</b>	₱ 20,970,415.02	₱ 21,023,969.79	₱ 483,329.04	₱ 4,437,838.80	₱ 12,266,798.14	₱ 1,719,727.26	₱ 60,902,078.05	
Additions	-	1,373,630.00	-	-	-	-	1,373,630.00	
<b>Total</b>	20,970,415.02	22,397,599.79	483,329.04	4,437,838.80	12,266,798.14	1,719,727.26	62,275,708.05	
Disposals	-	(10,777.32)	-	-	-	-	(10,777.32)	
Transfers/adjustments	-	-	-	-	-	-	-	
Depreciation	-	(457,515.38)	(324,144.00)	(13,136.16)	(118,721.16)	-	(913,516.70)	
Impairment Loss	-	-	-	-	-	-	-	
<b>Carrying Amount, December 31</b>	₱ 20,970,415.02	₱ 21,929,307.09	₱ 159,185.04	₱ 4,424,702.64	₱ 12,148,076.98	₱ 1,719,727.26	₱ 61,351,414.03	
<b>Gross Cost</b>	₱ 22,689,342.78	₱ 26,378,721.00	₱ 3,582,645.00	₱ 4,518,497.58	₱ 12,772,183.13	₱ 1,719,727.26	₱ 71,661,116.75	
Less: Accumulated Depreciation	(1,699,605.60)	(4,449,413.91)	(3,423,459.96)	(93,794.94)	(624,106.15)	-	(10,290,380.56)	
Allowance for Impairment	(19,322.16)	-	-	-	-	-	(19,322.16)	
<b>Carrying Amount, December 31</b>	₱ 20,970,415.02	₱ 21,929,307.09	₱ 159,185.04	₱ 4,424,702.64	₱ 12,148,076.98	₱ 1,719,727.26	₱ 61,351,414.03	

<b>2022</b>								
	Buildings & Other Structures	Machinery & Equipment	Transportation Equipment	Furniture, Fixtures & Books	Others	Construction in Progress	Total	
<b>Carrying Amount, January 1, 2022</b>	₱ 22,314,245.26	₱ 21,212,996.13	₱ 969,545.04	₱ 4,450,974.96	₱ 9,109,296.82	₱ 1,719,727.26	₱ 59,776,785.47	
Additions	-	286,490.00	-	-	-	-	286,490.00	
<b>Total</b>	22,314,245.26	21,499,486.13	969,545.04	4,450,974.96	9,109,296.82	1,719,727.26	60,063,275.47	
Disposals	-	-	-	-	-	-	-	
Transfers/adjustments	(1,324,508.08)	-	-	-	3,276,222.48	-	1,951,714.40	
Depreciation	-	(475,516.34)	(486,216.00)	(13,136.16)	(118,721.16)	-	(1,093,589.66)	
Impairment Loss	(19,322.16)	-	-	-	-	-	(19,322.16)	
<b>Carrying Amount, December 31, 2022</b>	₱ 20,970,415.02	₱ 21,023,969.79	₱ 483,329.04	₱ 4,437,838.80	₱ 12,266,798.14	₱ 1,719,727.26	₱ 60,902,078.05	
<b>Gross Cost</b>	₱ 22,689,342.78	₱ 25,223,332.00	₱ 3,582,645.00	₱ 4,518,497.58	₱ 12,772,183.13	₱ 1,719,727.26	₱ 70,505,727.75	
Less: Accumulated Depreciation	(1,699,605.60)	(4,199,362.21)	(3,099,315.96)	(80,658.78)	(505,384.99)	-	(9,584,327.54)	
Allowance for Impairment	(19,322.16)	-	-	-	-	-	(19,322.16)	
<b>Carrying Amount, December 31, 2022</b>	₱ 20,970,415.02	₱ 21,023,969.79	₱ 483,329.04	₱ 4,437,838.80	₱ 12,266,798.14	₱ 1,719,727.26	₱ 60,902,078.05	

8.1 Building and Other Structures account includes office building of the defunct Leyte Sab-A Basin Development Authority (LSBDA), one of the abolished corporations under the administration of the former BOL amounting to ₱1,534,643.22.

Based on the ocular inspection conducted on February 21, 2022, the property is a one-floor structure with an estimated floor area of 57.41 sq.m on a flat, low-lying ground with no perimeter wall or gate located in Simangan Relocation Site, Isabel, Leyte. It is a modest, shabby building with evident degradation, dilapidation, and decay of ceiling/roofing.

Being in a battered state and in extremely poor physical condition, impairment loss was recognized using the Depreciated Replacement Cost Approach to reflect the building's appropriate carrying amount.



8.2 Property, plant, and equipment (PPE) account also includes book balances of PPEs of abolished corporations under the former BOL amounting to ₱58,330,347.49. These PPEs are not documented and had no actual turnover from BOL to PMO. Below are the sub-major account group of these PPEs:

PPE Account	Building & Other Structures	Machineries & Equipment	Furniture, Fixtures & Books	Others	Construction in Progress	Total
Other Structures	₱ 21,154,699.56					₱ 21,154,699.56
Office Equipment		₱ 19,553,210.96				19,553,210.96
Furniture & Fixtures			₱ 4,380,222.58			4,380,222.58
Other PPEs				₱ 11,522,487.13		11,522,487.13
CIP - Buildings & Other Structures					₱ 1,719,727.26	1,719,727.26
<b>Totals</b>	<b>₱ 21,154,699.56</b>	<b>₱ 19,553,210.96</b>	<b>₱ 4,380,222.58</b>	<b>₱ 11,522,487.13</b>	<b>₱ 1,719,727.26</b>	<b>₱ 58,330,347.49</b>

These book balances include PPEs of CALO which comprise of Other PPEs amounting to ₱3,276,222.48, and Other Structures, Office Equipment and Construction in Progress – Agency Assets totaling ₱30,553,973.29. A request for the dropping of these accounts was filed with COA on September 1, 2016. The request was denied per COA NGS Decision No. 2018-001 dated April 16, 2019.

On September 28, 2022, a request for derecognition of all non-existing PPEs of BOL amounting to ₱58,330,347.49 was filed with COA pursuant to COA Circular No. 2020-006 dated January 31, 2020. The PMO had submitted the required data, information, and reconciliation of accounts in reference to the request.

In a letter dated August 23, 2023, COA informed PMO that this request was held in abeyance pending compliance with the directive of the Office of the Assistant Commissioner following the provisions of COA Circular 2020-06 (2020) on jurisdictional authority.

8.3 Regular maintenance, repairs and minor replacements are charged against Maintenance and Other Operating Expenses as these were incurred.

## 9. Intangible Assets

This account is composed of computer software:

Particulars	2023	2022
Carrying Amount, January 1	₱ 2,002,747.13	₱ 1,198,281.82
Acquired thru Exchange or Non-exchange Transactions	995,210.18	6,420,465.92
Total	2,997,957.31	7,618,747.74
Adjustments	-	(2,361,873.95)
Amortization Recognized	(542,480.82)	(3,254,126.66)
<b>Carrying Amount, December 31</b>	<b>₱ 2,455,476.49</b>	<b>₱ 2,002,747.13</b>
Gross Cost	5,179,145.57	4,183,935.39
Less: Accumulated Amortization	(2,723,669.08)	(2,181,188.26)
<b>Carrying Amount, December 31</b>	<b>₱ 2,455,476.49</b>	<b>₱ 2,002,747.13</b>

Computer Software includes Human Resource Management System, Supplies Inventory Monitoring System, Microsoft Windows Server, Microsoft System Center, Project Professional, and SharePoint Server Development.

## 10. Other Assets

### 10.1 Current and Non-Current Other Assets

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Advances	₱ -	₱ -	₱ -	₱ 44,741.40	₱ -	₱ 44,741.40
Prepayments	4,191,383.59	-	4,191,383.59	2,925,614.62	-	2,925,614.62
Deposits	104,254.28	764,406.16	868,660.44	104,254.28	764,406.16	868,660.44
<b>Total Other Assets</b>	<b>₱ 4,295,637.87</b>	<b>₱ 764,406.16</b>	<b>₱ 5,060,044.03</b>	<b>₱ 3,074,610.30</b>	<b>₱ 764,406.16</b>	<b>₱ 3,839,016.46</b>

#### 10.1.1 Advances consist of:

Account	2023	2022
Advances to Officers and Employees	₱ -	₱ 44,741.40
<b>Total Advances</b>	<b>₱ -</b>	<b>₱ 44,741.40</b>

#### Advances written-off

In accordance with the COA National Government Sector Cluster 2 Decision No. 2017-23 dated October 20, 2017, the PMO has written-off dormant unliquidated cash advances for travel of former officers/employees of BOL who are no longer connected with the office amounting to ₱109,673.52.

#### 10.1.2 Prepayments

Account	2023	2022
Prepaid Insurance	₱ 3,161.07	₱ 3,477.31
Prepaid Subscription	4,188,222.52	2,922,137.31
<b>Total Prepayments</b>	<b>₱ 4,191,383.59</b>	<b>₱ 2,925,614.62</b>

#### 10.1.3 Deposits

Account	2023	2022
Guaranty Deposits	₱ 868,660.44	₱ 868,660.44
<b>Total Deposits</b>	<b>₱ 868,660.44</b>	<b>₱ 868,660.44</b>

Part of this account amounting to ₱764,406.16 represents net book balances of abolished corporations under the former BOL. A request for the dropping of the amount of ₱219,909.11 pertaining to guaranty deposit account of CALO was submitted to COA on September 1, 2016. The request was denied per COA NGS Decision No. 2018-001 dated April 16, 2018.

## 11. Financial Liabilities

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Accounts Payable (Schedule 2)	₱ 14,707,212.87	₱ -	₱ 14,707,212.87	₱ 16,841,167.41	₱ -	₱ 16,841,167.41
Due to Officers and Employees (Schedule 3)	5,000.00	-	5,000.00	5,000.04	-	5,000.04
Tax Refund Payable	-	-	-	124.62	-	124.62
<b>Total Financial Liabilities</b>	<b>₱ 14,712,212.87</b>	<b>₱ -</b>	<b>₱ 14,712,212.87</b>	<b>₱ 16,846,292.07</b>	<b>₱ -</b>	<b>₱ 16,846,292.07</b>

Accounts Payable account includes obligations for security services, payroll of contract of services, job orders and caretakers, utilities, and other operational expenses.

Due to Officers and Employees represents appraisers' honoraria for appraisal services rendered by PMO to other government agencies.

## 12. Inter-Agency Payables

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Due to BIR	₱ 1,126,747.81	₱ -	₱ 1,126,747.81	₱ 1,413,720.61	₱ -	₱ 1,413,720.61
Due to GSIS	3,408.55	-	3,408.55	6,697.00	-	6,697.00
Due to Pag-IBIG	1,500.00	-	1,500.00	4,800.00	-	4,800.00
Due to PhilHealth	-	-	-	-	-	-
Due to NGAs (Schedule 4)	-	17,576,935,883.25	17,576,935,883.25	-	18,204,648,336.57	18,204,648,336.57
Due to GOCCs (Schedule 5)	-	1,996,741.81	1,996,741.81	-	1,996,741.81	1,996,741.81
<b>Total Inter-Agency Payables</b>	<b>₱ 1,131,656.36</b>	<b>₱ 17,578,932,625.06</b>	<b>₱ 17,580,064,281.42</b>	<b>₱ 1,425,217.61</b>	<b>₱ 18,206,645,078.38</b>	<b>₱ 18,208,070,295.99</b>

The outstanding amount due to BIR was remitted on January 8, 2024.

Due to NGAs account includes contra account in recording: (1) receivables arising from the installment sale of PMO's transferred assets; (2) receivable arising from unpaid lease rental of transferred assets and other properties assigned to PMO; and (3) other receivables recognized in relation to the disposition of PMO assets.

Due to GOCCs amounting to ₱1,996,741.81 were liabilities from APT which are dormant for over 10 years.

## 13. Trust Liabilities

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Trust Liabilities	₱ 45,366.00	₱ -	₱ 45,366.00	₱ -	₱ -	₱ -
Guaranty/Security Deposits Payable	841,533.67	-	841,533.67	779,033.67	-	779,033.67
Customers' Deposits Payable (Schedule 6)	27,001,000.00	3,727,928.60	30,728,928.60	37,700.00	3,727,928.60	3,765,628.60
<b>Total Trust Liabilities</b>	<b>₱ 27,887,899.67</b>	<b>₱ 3,727,928.60</b>	<b>₱ 31,615,828.27</b>	<b>₱ 816,733.67</b>	<b>₱ 3,727,928.60</b>	<b>₱ 4,544,662.27</b>

## 14. Deferred Credits

Accounts	2023			2022		
	Current	Non-Current	Total	Current	Non-Current	Total
Other Deferred Credits (Schedule 7)	₱ -	₱ 2,764,712.23	₱ 2,764,712.23	₱ -	₱ 337,939,687.54	₱ 337,939,687.54
<b>Total Deferred Credits</b>	<b>₱ -</b>	<b>₱ 2,764,712.23</b>	<b>₱ 2,764,712.23</b>	<b>₱ -</b>	<b>₱ 337,939,687.54</b>	<b>₱ 337,939,687.54</b>

## 15. Accumulated Surplus/(Deficit)

This account includes ₱8,000,000.00 Contributed Capital from APT since PMO took up all ending balance of APT accounts as of December 31, 2000. Said amount which was previously recorded as Paid in Capital in APT books are now reclassified as "Accumulated Surplus/(Deficit)" in PMO's books.

## 16. Business Income

Particulars	2023	2022
Interest Income	₱ 377,801.29	₱ 226,986.63
Other Business Income	97,159,227.15	2,115,922.91
<b>Total Business Income</b>	<b>₱ 97,537,028.44</b>	<b>₱ 2,342,909.54</b>

*Other Business Income* includes ₱97,036,058.65 retained from the sales proceeds as authorized under Section 6, Article III of EO No. 323, and other income remitted to the BTr.

## 17. Personnel Services

Particulars	2023	2022
Salaries and Wages	₱ 51,286,172.14	₱ 49,321,434.65
Other Compensation	15,018,637.13	14,916,884.53
Personnel Benefit Contributions	7,214,718.45	7,471,780.76
Other Personnel Benefits	4,918,382.69	5,179,626.68
<b>Total Personnel Services</b>	<b>₱ 78,437,910.41</b>	<b>₱ 76,889,726.62</b>

The PMO recognizes the undiscounted amount of short-term employee benefits, like salaries, wages, bonuses, allowances, etc., as expense unless capitalized, and as a liability after deducting the amount paid.

The PMO recognizes expenses for accumulating compensated absences when these are paid (commuted or paid as terminal leave benefits). Unused entitlements that have accumulated at the reporting date are not recognized as expense. Non-accumulating compensated absences, like special leave privileges, are not recognized.

### 17.1 Salaries and Wages

Particulars	2023	2022
Salaries and Wages - Regular	₱ 51,286,172.14	₱ 49,321,434.65
<b>Total Salaries and Wages</b>	<b>₱ 51,286,172.14</b>	<b>₱ 49,321,434.65</b>

## 17.2 Other Compensation

Particulars		2023		2022
Personal Economic Relief Allowance (PERA)	₱	1,647,636.36	₱	1,603,409.08
Representation Allowance (RA)		1,077,000.00		1,060,750.00
Transportation Allowance (TA)		839,500.00		820,750.00
Clothing/Uniform Allowance		420,000.00		408,000.00
Honoraria		-		3,800.00
Year End Bonus		4,357,855.00		4,053,496.00
Cash Gift		356,000.00		330,000.00
Mid-Year Bonus		4,131,850.00		4,178,994.00
Other Bonuses and Allowances		2,188,795.77		2,457,685.45
<b>Total Other Compensation</b>	<b>₱</b>	<b>15,018,637.13</b>	<b>₱</b>	<b>14,916,884.53</b>

## 17.3 Personnel Benefit Contributions

Particulars		2023		2022
Retirement and Life Insurance Premiums	₱	6,160,955.75	₱	6,444,337.88
Pag-IBIG Contributions		82,500.00		80,400.00
PhilHealth Contributions		888,462.70		859,242.88
Employees Compensation Insurance Premiums		82,800.00		87,800.00
<b>Total Personnel Benefit Contributions</b>	<b>₱</b>	<b>7,214,718.45</b>	<b>₱</b>	<b>7,471,780.76</b>

The PMO and its employees contribute to the GSIS in accordance with Commonwealth Act No. 186 (1936) as amended by RA No. 8921 dated June 24, 1997. The GSIS administers the plan including payment of pension benefits to employees. The GSIS pension plan is a defined contribution plan that provides life and retirement insurance coverage. The employer's contribution to the defined contribution plan amounted to ₱6,160,955.75 as shown in the above table.

## 17.4 Other Personnel Benefits

Particulars		2023		2022
Terminal Leave Benefits	₱	1,018,396.01	₱	1,421,262.41
Other Personnel Benefits		3,899,986.68		3,758,364.27
<b>Total Other Personnel Benefits</b>	<b>₱</b>	<b>4,918,382.69</b>	<b>₱</b>	<b>5,179,626.68</b>

## 18. Maintenance and Other Operating Expenses

Particulars		2023		2022
Traveling Expenses	₱	42,568.50	₱	51,807.54
Training and Scholarship Expenses		291,585.22		242,603.14
Supplies and Materials Expenses		3,533,529.70		4,039,082.67
Utility Expenses		3,912,673.88		3,328,994.58
Communication Expenses		1,750,964.13		1,670,509.75
Extraordinary and Miscellaneous Expenses		798,000.00		765,443.18
Professional Services		8,495,280.00		12,345,924.72
General Services		9,020,619.51		9,808,447.03
Repairs and Maintenance		526,893.39		487,335.08
Taxes, Insurance Premiums and Other Fees		47,556.41		40,389.28
Other Maintenance and Operating Expenses		39,685,828.40		34,457,271.33
<b>Total Maintenance and Other Operating Expenses</b>	<b>₱</b>	<b>68,105,499.14</b>	<b>₱</b>	<b>67,237,808.30</b>

### 18.1 Traveling Expenses

Particulars		2023		2022
Traveling Expenses - Local	₱	42,568.50	₱	51,807.54
<b>Total Traveling Expenses</b>	<b>₱</b>	<b>42,568.50</b>	<b>₱</b>	<b>51,807.54</b>

### 18.2 Training and Scholarship Expenses

Particulars		2023		2022
Training and Scholarship Expenses	₱	291,585.22	₱	242,603.14
<b>Total Training and Scholarship Expenses</b>	<b>₱</b>	<b>291,585.22</b>	<b>₱</b>	<b>242,603.14</b>

### 18.3 Supplies and Materials Expenses

Particulars		2023		2022
Office Supplies Expenses	₱	1,099,145.54	₱	854,839.15
Accountable Forms Expenses		6,200.00		2,500.00
Non-Accountable Forms Expenses		5,894.80		4,660.42
Fuel, Oil and Lubricants Expenses		304,184.66		324,234.83
Semi-Expendable Machinery and Equipment Expenses		1,287,309.51		2,093,658.37
Semi-Expendable Furniture, Fixtures & Books Expenses		10,449.15		5,879.64
Other Supplies and Materials Expenses		820,346.04		753,310.26
<b>Total Supplies and Materials Expenses</b>	<b>₱</b>	<b>3,533,529.70</b>	<b>₱</b>	<b>4,039,082.67</b>

### 18.4 Utility Expenses

Particulars		2023		2022
Water Expenses	₱	1,398,534.85	₱	1,069,606.08
Electricity Expenses		2,514,139.03		2,259,388.50
<b>Total Utility Expenses</b>	<b>₱</b>	<b>3,912,673.88</b>	<b>₱</b>	<b>3,328,994.58</b>

### 18.5 Communication Expenses

Particulars		2023		2022
Postage and Courier Services	₱	16,870.60	₱	40,108.00
Telephone Expenses		1,048,942.85		1,030,413.27
Internet Subscription Expenses		685,150.68		599,988.48
<b>Total Communication Expenses</b>	<b>₱</b>	<b>1,750,964.13</b>	<b>₱</b>	<b>1,670,509.75</b>

### 18.6 Confidential, Intelligence, and Extraordinary Expenses

Particulars		2023		2022
Extraordinary and Miscellaneous Expenses	₱	798,000.00	₱	765,443.18
<b>Total Confidential, Intelligence, and Extraordinary Expenses</b>	<b>₱</b>	<b>798,000.00</b>	<b>₱</b>	<b>765,443.18</b>

### 18.7 Professional Services

Particulars	2023	2022
Consultancy Services	₱ 8,125,280.00	₱ 12,105,924.72
Other Professional Services	370,000.00	240,000.00
<b>Total Professional Services</b>	<b>₱ 8,495,280.00</b>	<b>₱ 12,345,924.72</b>

### 18.8 General Services

Particulars	2023	2022
Environment/Sanitary Services	₱ 106,071.27	₱ 75,310.56
Janitorial Services	1,827,535.01	1,686,404.91
Security Services	3,607,413.73	4,954,240.12
Other General Services	3,479,599.50	3,092,491.44
<b>Total General Services</b>	<b>₱ 9,020,619.51</b>	<b>₱ 9,808,447.03</b>

### 18.9 Repairs and Maintenance

Particulars	2023	2022
Repairs and Maintenance - Building and Other Structures	₱ 137,304.35	₱ 263,830.81
Repairs and Maintenance - Machinery and Equipment	211,000.00	108,350.00
Repairs and Maintenance - Transportation Equipment	178,589.04	95,824.90
Repairs and Maintenance - Other PPE	-	19,329.37
<b>Total Repairs and Maintenance</b>	<b>₱ 526,893.39</b>	<b>₱ 487,335.08</b>

### 18.10 Taxes, Insurance Premiums and Other Fees

Particulars	2023	2022
Taxes, Duties and Licenses	₱ 14,040.00	₱ 9,530.00
Fidelity Bonds Premiums	14,233.50	10,455.45
Insurance Expenses	19,282.91	20,403.83
<b>Total Taxes, Insurance Premiums and Other Fees</b>	<b>₱ 47,556.41</b>	<b>₱ 40,389.28</b>

### 18.11 Other Maintenance and Operating Expenses

Particulars	2023	2022
Representation Expenses	₱ 419,808.57	₱ 286,513.16
Rent/Lease Expenses	38,081.80	126,923.91
Membership Dues and Contributions to Organization	15,000.00	33,110.71
Subscription Expenses	3,577,464.81	46,247.59
Litigation/Acquired Assets Expenses	33,754,082.08	32,577,861.11
Bank Transaction Fee	4,900.00	9,300.00
Other Maintenance and Operating Expenses	1,876,491.14	1,377,314.85
<b>Total Other Maintenance and Operating Expenses</b>	<b>₱ 39,685,828.40</b>	<b>₱ 34,457,271.33</b>

Litigation/Acquired Assets Expenses represent expenses incurred in connection with litigation proceedings and registration/consolidation of ownership of acquired assets, as well as expenses incurred in the conservation, repairs and maintenance, and disposal of assets/properties.

For the year ended December 31, 2023, Litigation/Acquired Assets Expenses account consists of the following:

Accounts	Amount
Traveling Expenses - Local	P 1,436,482.21
Water Expenses	32,965.73
Electricity Expenses	427,187.62
Consultancy Services	5,224,237.56
Legal Services	1,905,288.03
Taxes	13,350.05
Security Services	12,290,530.16
Other General Services	4,060,852.80
Repairs and Maintenance	352,972.26
Insurance Expenses	2,447,498.56
Advertising, Promotional and Marketing Expenses	264,981.93
Membership Dues and Contributions to Organization	5,012,036.16
Other Maintenance and Operating Expenses	285,699.01
<b>Total Litigation/Acquired Assets Expenses</b>	<b>P 33,754,082.08</b>

## 19. Non-Cash Expenses

Particulars	2023	2022
Depreciation	P 913,516.70	P 1,093,589.66
Amortization	542,480.82	3,254,126.66
Impairment Loss	-	19,322.16
<b>Total Non-Cash Expenses</b>	<b>P 1,455,997.52</b>	<b>P 4,367,038.48</b>

### 19.1 Depreciation

Particulars	2023	2022
Depreciation - Machinery and Equipment	P 457,515.38	P 475,516.34
Depreciation - Transportation Equipment	324,144.00	486,216.00
Depreciation - Furniture, Fixtures and Books	13,136.16	13,136.16
Depreciation - Other Property, Plant & Equip't.	118,721.16	118,721.16
<b>Total Depreciation</b>	<b>P 913,516.70</b>	<b>P 1,093,589.66</b>

### 19.2 Amortization

Particulars	2023	2022
Amortization - Intangible Assets	P 542,480.82	P 3,254,126.66
<b>Total Amortization</b>	<b>P 542,480.82</b>	<b>P 3,254,126.66</b>

### 19.3 Impairment Loss

Particulars	2023	2022
Impairment Loss - Property, Plant and Equipment	P -	P 19,322.16
<b>Total Impairment Loss</b>	<b>P -</b>	<b>P 19,322.16</b>



## 20. Net Financial Assistance/Subsidy

Particulars	Amount
Notice of Cash Allocation (NCA) received from DBM for payment of agency's personnel services, MOOE, and Capital Outlay	₱ 96,937,796.00
Tax Remittance Advice (TRA) issued to BIR	7,947,857.87
Total	104,885,653.87
Less Reversion of unused NCA	2,094,111.58
<b>Net Financial Assistance/Subsidy</b>	<b>₱ 102,791,542.29</b>

## 21. Miscellaneous Income

Particulars	2023	2022
Miscellaneous Income	₱ 61,026.55	₱ -
<b>Total Miscellaneous Income</b>	<b>₱ 61,026.55</b>	<b>₱ -</b>

This account represents proceeds from sale of unserviceable semi-expendable properties amounting to ₱61,026.55.

## 22. Losses

Particulars	2023	2022
Loss on Sale of Unserviceable Properties	₱ 10,403.87	₱ -
<b>Total Losses</b>	<b>₱ 10,403.87</b>	<b>₱ -</b>

This account represents loss on disposal of unserviceable property, plant, and equipment amounting to ₱10,403.87.

## 23. Reconciliation of Net Cash Flows from Operating Activities to Surplus/(Deficit)

	2023	2022
<b>Surplus/(deficit)</b>	<b>₱ 52,379,786.34</b>	<b>₱ (44,636,402.91)</b>
<b>Non-cash movements</b>		
Depreciation and Amortization	1,455,997.52	4,347,716.32
Non-cash expenses	-	616,130.00
Impairment Loss	-	19,322.16
Loss on sale of Unserviceable Properties	10,403.87	-
Accumulated surplus/(deficit)	(1,236,668.80)	(100,223,828.68)
(Increase)Decrease in Other Investments	-	6,380,082.86
(Increase)Decrease in Interest Receivable	58,417.76	3,523,212.87
(Increase)Decrease in Operating Lease Receivable	(8,003,144.18)	(9,140,968.38)
(Increase)Decrease in Finance Lease Receivable	1,007,935,033.73	(1,962,518,188.00)
(Increase)Decrease in Due from NGAs	330,994,745.11	(341,045,019.16)
(Increase)Decrease in Due from GOCCs	12,345,129.61	(204,094,282.76)
(Increase)Decrease in Receivables-Disallowances/Charges	-	20,000.00
(Increase)Decrease in Due from Officers and Employees	14,576.74	(17,119.24)
(Increase)Decrease in Other Receivable	(1,365,403.66)	245,411.27
(Increase)Decrease in Office Supplies Inventory	53,575.41	794,758.05
(Increase)Decrease in Non-Accountable Forms Inventory	6,404.80	4,660.42
(Increase)Decrease in Other Supplies and Materials Inventory	180,367.76	733,812.58
(Increase)Decrease in Advances to Special Disbursing Officer	44,741.40	-
(Increase)Decrease in Advances to Officers and Employees	-	(44,741.40)
(Increase)Decrease in Prepaid Insurance	316.24	6,432.16
(Increase)Decrease in Prepaid Subscription	(1,266,085.21)	(2,671,929.69)
(Increase)Decrease in Other Prepayments	-	21,724,600.84
Increase(Decrease) in Accounts Payable	(2,133,954.54)	(84,740.18)
Increase(Decrease) in Due to Officers and Employees	(0.04)	1,950.84
Increase(Decrease) in Tax Refund Payable	(124.62)	124.62
Increase(Decrease) in Due to BIR	(360,560.12)	25,324.57
Increase(Decrease) in Due to GSIS	(3,288.45)	(795,106.14)
Increase(Decrease) in Due to Pag-IBIG	(3,300.00)	(1,487.74)
Increase(Decrease) in Due to PHILHEALTH	-	(1,766.27)
Increase(Decrease) in Due to NGAs	(627,844,177.55)	18,202,943,511.26
Increase(Decrease) in Trust Liabilities	45,366.00	(541,683.61)
Increase(Decrease) in Guaranty/Security Deposits Payable	62,500.00	(171,931.77)
Increase(Decrease) in Customers' Deposit Payable	26,963,300.00	10,000.00
Increase(Decrease) in Other Deferred Credits	(335,518,804.55)	(15,632,150,212.29)
<b>Net cash flows from operating activities</b>	<b>₱ 454,815,150.57</b>	<b>₱ (56,742,357.40)</b>

## 24. Notes to the Statement of Comparison of Budget and Actual Amounts

- 24.1 PMO's budget is prepared on cash basis and covers the same period as the date of financial statements.
- 24.2 PMO's budget for the year 2023 was passed through legislative action and approved by the President of the Republic of the Philippines under the General Appropriations Act for FY2023 (RA No. 11936) dated December 26, 2022. PMO's total approved budget for Personnel Services (PS), Maintenance and Other Expenses (MOOE), and Capital Outlay (CO) amounts to ₱102,555,000.00. The PMO also received Special Allotment Release Order (SARO) amounting to ₱1,834,796.00 for the Performance-Based Bonus FY 2021.
- 24.3 In addition, the Chief Privatization Officer approved budget for MOOE and CO amounting to ₱70,000,000.00 sourced from the revolving fund maintained by PMO, as authorized under Section 6, Article III of EO No. 323 and Section 3 of EO No. 471.

Section 6, Article III of EO No. 323, s. 2000:

*“The Office shall be allowed to retain commissions, due diligence fees and proceeds from the sale of Asset Bidding Rules, information memoranda and similar documents, as well as a portion or percentage of proceeds from disposition efforts, not to exceed ten percent (10%), to be approved by the Council to maintain a revolving fund to be utilized for the payment of fees and reimbursable expenses and of the costs and expenses incurred by the Office in the conservation and disposition of the assets held by it or in the performance of its other responsibilities under this Executive Order.”*

Section 3 of EO 471(2005):

*“The PMO shall be allowed to retain a portion not exceeding ten percent (10%) of the proceeds from the disposition of BOL properties, which shall serve as the revolving fund for the payment of costs and expenses incurred by the PMO in the conservation and disposition of government assets.”*

#### 24.4 Material differences of budget and actual amounts:

- 24.4.1 Services and Business Income – The increase in actual amounts represents the net effect of retention from payments of Philnico Mining Industrial Corporation as partial settlement of its outstanding obligations to PMO on the sale of 90% shares in Nonoc Mining Industrial Corp., and unrealized target from disposition of some assets due to failed biddings conducted during the year.
- 24.4.2 Personnel Services - Underspensing was due to unfilled positions from the beginning until the latter part of the year. The PMO solicited job applications through posting of vacancy in PMO and other employment websites to attract job seekers from which a pool of qualified candidates for all vacant positions were shortlisted.
- 24.4.3 Maintenance and Other Operating Expenses – Unutilized budget represents: (a) amount intended for procurement of financial advisor for disposition of mining assets; (b) savings from procurement of security services and financial advisor for other assets; (c) discontinued provision of security services for Leyte Park Hotel due to sale; and (d) cost-saving strategies on other expenses adopted by PMO.
- 24.4.4 Capital Outlay – The difference is due to savings generated from the procurement of ICT hardware and software.

## 25. Remittance to the National Treasury

For the year ended December 31, 2023, PMO's total remittance to the National Treasury amounts to ₱1,876,207,602.92. This amount includes:

	<b>Amount</b>
Remittances from collections:	
Sales	₱ 729,941,179.50
Leases	87,565,297.59
Others	1,058,701,125.83
<b>Total Remittances</b>	<b>₱ 1,876,207,602.92</b>

Remittances include direct remittance of escrow deposit, including interest, with the BTr for the account of NMIC amounting to ₱449,656,072.28. Cash remittances to BTr amount to ₱1,425,551,530.64.

## 26. Key Management Personnel

The key management personnel of the PMO are the Chief Privatization Officer and four (4) Deputy Privatization Officers. The senior officers group consists of the agency's Division Chiefs.

For the year ended December 31, 2023, the aggregate remuneration of the top five (5) officers of PMO on a fulltime equivalent basis receiving remuneration within this category, are:

<b>Particulars</b>	<b>Aggregate Remuneration</b>
Salaries and Wages	₱ 10,307,124.00
Other Compensation	1,086,500.00
Personnel Benefit Contributions	1,344,854.88
Other Personnel Benefits	2,786,781.00
<b>Total</b>	<b>₱ 15,525,259.88</b>

The Secretary of the Department of Finance which has supervision over the PMO is not remunerated by the Agency.

## PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa Street, Legaspi Village, Makati City

### LIST OF ASSETS

*As of December 31, 2023*

NO.	ASSET NAME	DESCRIPTION	GFI	TRANSFER PRICE
<b>A. TRANSFERRED ASSETS</b>				
1	Apo Production Unit, Incorporated	Printing machineries and equipment	PNB	88,643,790.00
2	Asialand Development Corporation	Parcels of land located in San Jose Del Monte, Bulacan	DBP	11,497,000.00
3	Asiatic Integrated Corporation	Warehouses in Mariveles, Bataan	PNB	32,332,570.00
4	Atlas Textile Mills	Land located in Novaliches, Quezon City	DBP	114,792,000.00
5	Basay Mining Corporation	Mining claims	DBP/PNB	996,532,960.00
6	Carruf Development Corporation	Condominium Units in Legaspi Towers 300 located in Roxas Blvd., Manila	PNB	80,900,750.00
7	Cellophil Resources Corporation	Parcels of land located in Abra	DBP/NDC	1,780,055,842.40
8	Central Santos Lopez	Parcels of land located in San Rafael, Iloilo	PNB	77,137,680.00
9	Computer Electronics, Incorporated	Parcel of land located in Veterans Village, Quezon City	DBP	12,156,000.00
10	Cultural Center of the Philippines	Parcel of land located in Pasay City	PNB	95,555,000.00
11	Davao Timber Corporation	Parcels of land located in Mati, Davao Oriental	DBP	366,696,000.00
12	DBT Integrated Home and Development Corp.	Parcels of land located in Angono, Rizal	PNB	248,496,610.00
13	Delta Motors Corporation	Various parcels of land in Parañaque City, Tondo, Manila, Quezon City and Silang, Cavite	PNB	1,638,799,840.00
14	Elorde Sports and Tourism Development Corp.	Parcel of land located in Sucat Road, Parañaque	DBP	27,952,000.00
15	Emmanuel Community Hospital, Incorporated	Parcels of land with buildings and land improvements located in Tondo, Manila	DBP	45,966,000.00
16	Far East Starch Corporation	Parcel of land located in Calamba, Laguna	DBP	79,630,000.00
17	Fil-Eastern Wood Industries, Incorporated	Parcel of land located in Quezon City	DBP	16,711,000.00
18	Filipinas Carbon and Mining Corporation	For dissolution	PNB	97,235,200.00
19	Filipinas Mills, Inc.	Various real properties located in Antipolo and General Santos City	DBP	15,785,000.00
20	Hercules Minerals and Oils, Inc.	Mining Rights	PNB	539,882,500.00
21	Integrated Shoe, Incorporated	Parcel of land located in Caloocan City	PNB	36,147,040.00
22	Interphase Development Systems, Incorporated	For dissolution	DBP	25,225,000.00
23	Landoil Group of Companies	Various parcels of land and Share of Stocks	PNB	459,928,510.00
24	Landoil Resources Corporation	Parcels of land located in Mariveles, Bataan	DBP/PEFLGC	100,024,548.46
25	Leyte Park Hotel	Parcel of land, buildings, other land improvements and various inventories located in Tacloban, Leyte	DBP	36,952,000.00
26	Luzon Aggregates, Incorporated	Parcels of land located in Norzagaray, Bulacan and Parañaque City	DBP	25,837,000.00
27	Manarra Cassava Flour Mills, Incorporated	Parcels of land located in Cadiz City, Negros Occidental	DBP	33,166,000.00
28	Maricalum Mining Corporation	Financial claims	DBP	2,479,333,000.00
29	Marinduque Mining and Industrial Corporation	Mining claims	PNB	7,036,990,070.00
30	Merchant Investment Corporation	Shares in Manila Golf and Country Club and Canlubang Golf and Country Club	DBP	45,611,000.00

# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa Street, Legaspi Village, Makati City

## LIST OF ASSETS As of December 31, 2023

NO.	ASSET NAME	DESCRIPTION	GFI	TRANSFER PRICE
31	Metro Manila Transit Corporation	Shares of Stock	DBP	263,093,000.00
32	Mindanao Polysack Mfg. Corporation	Parcels of land located in Matampay, Cotabato	DBP	25,225,000.00
33	Mindanao Progress Corporation-NFA	Parcels of land located in Sultan Kudarat and Quezon City	DBP	92,414,000.00
34	Montilla Manufacturing Corporation	Parcels of land located in Negros Occidental	DBP	16,560,000.00
35	National Housing Authority	Parcels of land located in Tala, Caloocan City	DBP/PNB	210,073,000.00
36	National Sugar Development Company	Various parcels of land located in Pampanga	PNB	126,788,500.00
37	Nonoc Mining and Industrial Corporation	Mining claims, machineries and equipment located in Surigao	DBP/PNB	12,679,595,510.00
38	Pacific Mills, Incorporated	Parcel of land located in Balintawak, Quezon City	DBP	17,965,000.00
39	Pamplona Redwood Veneer, Inc.	Various parcels of land located in Claveria, Cagayan, Tagaytay City, Angono, Rizal and Paco, Manila	PNB	190,879,910.00
40	Panay Railways, Incorporated	Shares of Stock and parcels of land	DBP	58,731,000.00
41	Pantranco North Express, Incorporated	Parcel of land located in Santiago, Isabela	PNB	576,834,020.00
42	Paper Industries Corporation of the Philippines	Shares of Stock	DBP/PNB	1,496,444,050.00
43	Paragon Paper Industries, Incorporated	Parcels of land located in Hermosa, Bataan and Quezon City	DBP	1,121,958,000.00
44	Peninsula Development Bank	Various parcels of land located in Camarines Norte, Quezon, Laguna and Quezon City	DBP	23,187,000.00
45	Peoples Industrial and Commercial Corporation	Parcels of land located in Navotas, Metro Manila	DBP	326,939,000.00
46	Philippine Iron Manufacturing Co., Inc. (PHILIMCO)/ Philippine United Foundry & Machinery Corp. (PHUMACO)	Parcels of land located in Cabuyao, Laguna and Quezon City	DBP	38,356,000.00
47	Philippine Aerospace Development Corporation	Shares of Stock	DBP	20,000,000.00
48	Philippine Cellophane Film Corporation	Shares of Stock and parcels of land located in Naguillan, La Union	DBP/NDC	419,430,151.53
49	Philippine Knitting Mills, Incorporated	Parcels of land located in Mayamot and Cupang, Antipolo, Rizal	DBP	105,968,000.00
50	Philippine National Construction Corp.	Shares of Stock & parcels of land	DBP/PNB/NDC/ PEFLGC	7,746,267,815.05
51	Philippine National Railways	Shares of Stock	DBP/PNB	57,290,570.00
52	Philippine Seeds, Incorporated	Parcels of land located in Talisay, Negros Occidental and Bay, Laguna	DBP	90,574,000.00
53	Philippine Singapore Ports Corporation	Share in Batulao Golf & Country Club	DBP/PEFLGC	804,229,353.77
54	Philippine Smelters Corporation	Parcels of land located in Camarines Norte	DBP	57,076,000.00
55	Philippine Sugar Corporation	Shares of stock	PNB	43,000,000.00
56	Pioneer Glass and Manufacturing Corporation	Parcels of land located in Rosario, Cavite	DBP	64,602,000.00
57	Piso Development Bank, Incorporated	Shares of stock	DBP	15,269,000.00
58	Polysterene Manufacturing Company, Incorporated	Parcels of land located in Bo. Paso de Blas, Valenzuela, buildings, machineries and equipment	DBP	34,024,000.00

# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa Street, Legaspi Village, Makati City

## LIST OF ASSETS

*As of December 31, 2023*

NO.	ASSET NAME	DESCRIPTION	GFI	TRANSFER PRICE
59	Prime White Cement Corporation	Parcel of land located in San Fernando, Pampanga	PNB	69,233,100.00
60	Radio Philippines Network, Incorporated	Parcel of land with buildings and improvements located in Mandaue City, Cebu Equity, Franchise, Machinery and Equipment	PNB	200,124,670.00
61	Rafols Hotel Corporation	Leasehold rights	DBP	137,808,000.00
62	Republic Hardwood, Incorporated	Parcels of land located in Camarines Norte	DBP	41,477,000.00
63	Sanpiro Realty Corporation	Condominium Units with parking slots located in Atrium Building, Makati City	PNB	116,230,820.00
64	Selectra Electronics Corporation	Various parcels of land located in Tanay, Rizal	DBP	61,843,000.00
65	Semirara Coal Corporation	Shares of Stock	DBP	50,000,000.00
66	Sta. Clara Lumber Company, Incorporated	Parcels of land located in Zamboanga del Sur and Tagum, Davao del Norte	DBP	210,058,000.00
67	Sta. Cruz Agro-Industrial Corporation	Parcel of land with buildings and improvements located in Valenzuela City	DBP	55,447,000.00
68	United Cathay Industries Corporation	Parcel of land in located in San Mateo, Rizal	DBP	41,314,000.00
69	Utility Enterprises Corporation	Parcels of land located in Danao City, Cebu	DBP	145,692,000.00
70	VMC Rural Electrification Corp.	Financial claims	DBP	53,661,000.00
71	Western Minolco Corporation	Condominium unit located in Green Mansion Condominium, Baguio City	DBP	827,572,000.00
72	Wright Paterson Manufacturing Corp.	Parcels of land located in San Jose, Occidental Mindoro	DBP	44,518,000.00
<b>Subtotal</b>				<b>45,423,724,381.21</b>
<b>B. GOVERNMENT OWNED &amp; CONTROLLED CORPORATIONS (GOCCs)</b>				
1	East Visayas Agricultural Projects, Inc.	For dissolution		N/A
2	Integrated Feedmills Corporation	For dissolution		N/A
3	Marawi Resort Hotel, Incorporated	Shares of Stock		N/A
4	Mindeva Coco-Coir Industries, Incorporated	Parcel of land located in Oroquieta, Cagayan		N/A
5	Mountain Springs Development Corp.	Shares of Stock		N/A
6	Northern Food Corporation	Shares of Stock, machinery and equipment located in Ilocos Norte		N/A
7	Philippine Fruit & Vegetable Inds., Inc.	Machineries, plant and equipment		N/A
8	Philippine Postal Corporation	Shares of stock		N/A
9	Phividec Panay Agro-Industrial Corp.	Shares of Stock and land located in Panay, Iloilo		N/A
10	San Carlos Fruit Corporation	Shares of stock		N/A
11	Shoe Technology Corporation	For dissolution		N/A
12	USIPHIL, Incorporated	Shares of Stock	NDC	110,690,522.58
<b>Subtotal</b>				<b>110,690,522.58</b>
<b>C. OTHER ASSETS</b>				
1	Al-Amanah Islamic & Investment Bank of the Philippines	Parcels of land located in Rizal, Quezon City, Las Piñas City and various area in Mindanao		N/A
2	Central Bank-Board of Liquidators (CB-BOL)	Parcels of land located in various areas nationwide		N/A
3	Food Terminal, Incorporated	Parcel of land located in Taguig City (PEZA Area)		N/A

# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa Street, Legaspi Village, Makati City

## LIST OF ASSETS

*As of December 31, 2023*

NO.	ASSET NAME	DESCRIPTION	GFI	TRANSFER PRICE
4	National Government/Makati Property	Parcels of land located in Makati City		N/A
5	New Bilibid Prison (NBP)	Parcels of land located in Muntinlupa City (subject of actual turn-over and physical inventory)		N/A
6	Technology Resource Center (TRC)	Various parcels of land located nationwide		N/A
<b>Subtotal</b>				<b>N/A</b>

### D. ASSETS RECONVEYED BY LANDBANK OF THE PHILIPPINES

1	Aggregate Mining Exponent		PNB	88,383,410.00
2	Air Manila, Inc.		PNB	72,910,870.00
3	Aluminum World Corp.		DBP	81,625,000.00
4	Asian Water and Sewer Systems, Inc.		DBP/PEFLGC	592,560,074.47
5	Baguio Hilltop Enterprises		DBP	29,967,000.00
6	Balane, Salvador		DBP	14,387,000.00
7	Black Mountain, Inc.		DBP	13,792,000.00
8	Caloocan City Government		DBP	22,114,000.00
9	Cathay Philippines Electronics, Inc.		DBP	14,204,000.00
10	Cement Center, Inc.		DBP	19,206,000.00
11	Clover Manufacturing		DBP	10,031,000.00
12	Development Bank of Rizal		DBP	12,212,000.00
13	Erectors, Inc.		PEFLGC/PNB	1,377,822,390.97
14	Games and Amusement Board		PNB	42,697,470.00
15	Golden Country Farms, Inc		DBP/PNB	364,936,010.00
16	Manila Seedling Bank Foundation, Inc.		DBP	15,319,000.00
17	Mayflower Shipping Corporation		DBP	10,669,000.00
18	Metro Manila Commission		DBP	54,611,000.00
19	Mindanao Coconut Oil Mills, Inc.		PNB	34,194,430.00
20	Municipality of Malabon		DBP	23,630,000.00
21	NDC/National Steel Corporation		DBP	857,000.00
22	PCSO/Lung Center of the Philippines		PNB	170,255,090.00
23	Peroxide Philippines, Corporation		DBP	106,477,000.00
24	Philippine Airlines, Inc.		PNB	15,328,120.00
25	Philippine Navy		PNB	81,665,470.00
26	Philippine Sugar Commission		PNB	856,247,010.00
27	Public Estate Authority		PNB	18,725,070.00
28	Southwestern Export Crafts Co.		PNB	144,818,920.00
29	Sta. Ines Mining and Steel Corporation		DBP	84,870,000.00
30	Sugar Producers Cooperative		PNB	28,469,660.00
31	Sulu-Agro Industrial Corporation		PNB	94,300,070.00
32	Tayabas Cement Co., Inc.		PNB	35,019,910.00
33	Trident Mining and Ind. Corporation		PNB	17,992,000.00
34	V.C. Ponce Co., Inc.		PNB	28,211,410.00
35	Western Agro Ind. Corporation		DBP	51,226,000.00
<b>Subtotal</b>				<b>4,629,734,385.44</b>

### E. ASSETS RECONVEYED BY DEPARTMENT OF AGRARIAN REFORM

1	Menzi Development Corporation	Parcels of land located in Talakag, Bukidnon	DBP/PNB	242,920,000.00
2	Retired Servicemen Enterprises, Inc.	Parcels of land in San Francisco, Quezon	DBP	27,347,000.00
<b>Subtotal</b>				<b>270,267,000.00</b>



# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa Street, Legaspi Village, Makati City

## LIST OF ASSETS

*As of December 31, 2023*

NO.	ASSET NAME	DESCRIPTION	GFI	TRANSFER PRICE
<b>F. TRANSFERRED ASSETS FROM BOARD OF LIQUIDATORS (BOL)</b>				
1	Abaca Corp. of the Phils. (ABACORP)	Lots located in Garchitorena, Camarines Sur Lots located in Iriga City Lots located in Gubat, Sorsogon Lots located in Tigaon, Camarines Sur		N/A
2	Land Settlement Development Corporation (LASEDECO) / National Resettlement and Rehabilitation Administration (NARRA)	Lots located in General Santos City  Lots located in Polomolok, South Cotabato Lots located in Tupi, South Cotabato Lots located in Surallah, South Cotabato Lots located in Koronadal City, South Cotabato Lots located in Tampakan, South Cotabato Lots located in Banga, South Cotabato Lots located in Sto. Niño, South Cotabato Lots located in Norala, South Cotabato Lots located in Isulan, Sultan Kudarat Lots located in Bagumbayan, Sultan Kudarat Lots located in Esperanza, Sultan Kudarat Lots located in Cabanatuan City		N/A
3	Leyta Sab-A Basin Development Authority (LSBDA)	Lots located in Tacloban City - Prudasco  Lots located in Simangan, Relocation Site, Isabel, Leyte Lots located in San Miguel, Leyte		N/A
4	National Abaca & Other Fibers Corporation (NAFCO)	Lots located in Cebu Lots located in Davao Del Sur Lots located in Compostela Valley Lots located in Davao Oriental Lots located in Davao del Norte Lots located in Davao City Lots located in San Francisco, Quezon Lots located in Zamboanga City Lots located in Tarlac Lots located in Butulan, Abad Santos Lots located in Negros Occidental		N/A
5	National Coconut Corporation (NACOCO)	Lots located in Buenavista, Quezon		N/A
6	National Marketing Corp. (NAMARCO)	Lots located in Guinayangan, Quezon Lots located in Licab, Nueva Ecija		N/A
		<b>Subtotal</b>		<b>N/A</b>
		<b>GRAND TOTAL</b>		<b><u>50,434,416,289.23</u></b>

**PRIVATIZATION AND MANAGEMENT OFFICE**

Main Office

104 Gamboa St., Legaspi Village, Makati City

**Schedule of (20101010) Accounts Payable  
As of December 31, 2023****Group Name :**

<b>Code</b>	<b>Description</b>	<b>Amount</b>
20101010-00-002-920-601-0000	ATRIUM OF MAKATI CONDOMINIUM CORP	4,577,941.88
20101010-00-000-000-000-0049	CANLUBANG GOLF AND COUNTRY CLUB	4,480.00
20101010-00-257	COO, TONI ANGELI V	28,662.00
20101010-00-335-425-555-0000	CRUZ, MARION KARLO R	10,936.00
20101010-00-240-927-501-0000	D'ARM SECURITY SPECIALIST AND INVESTIGATION AGENCY, INC.	6,527,352.71
20101010-00-000-553-043-0000	DAVAO LIGHT AND POWER CO, INC	1,704.97
20101010-00-271	EMMANUEL DY SY (CB-BOL)	45,000.00
20101010-00-000-000-000-0100	GONZALES, CHRISTIAN LOUIE	19,813.00
20101010-00-000-000-000-0045	GREEN MANSIONS CONDOMINIUM, INC.	9,606.00
20101010-00-270	KATIPUNAN METALS CORP (NHA)	55,290.40
20101010-00-007	LBP-PAYROLL(COS/JO)	1,115,000.00
20101010-00-000-782-414-0000	LEGASPI TOWERS 300, INC	11,965.08
20101010-00-006	LPB-PAYROLL (CARETAKERS)	154,152.20
20101010-00-000-000-000-0103	MANILA GOLF & COUNTRY CLUB	12,000.00
20101010-00-000-348-276-006	MAPECON PHIL. INC	10,400.00
20101010-00-286	MATIAS, JIMUEL DAVE LACAMBRA	5,000.00
20101010-00-000-101-528-0000	MERALCO	4,609.84
20101010-00-000-482-983-0000	OFFICE OF THE SOLICITOR GENERAL	1,740,000.00
20101010-00-000-805-207-000	PHILSTAR DAILY, INC	4,032.00
20101010-00-259-840-352-0000	PROEX PEST CONTROL SERVICES	5,000.00
20101010-00-296	PUMARADA, JOHN MARCO SOL	180.00
20101010-00-262	TABALOC, CARLO CALUMPANG	28,860.08
20101010-00-004	UNRELEASED CHECKS	335,226.71
	<b>Grand Total</b>	<b><u>14,707,212.87</u></b>

**PRIVATIZATION AND MANAGEMENT OFFICE**

**Main Office**

104 Gamboa St., Legaspi Village, Makati City

**Schedule of (20101020) Due to Officers and Employees**  
**As of December 31, 2023**

**Group Name :**

<b>Code</b>	<b>Description</b>	<b>Amount</b>
20101020-00-257	COO, TONI ANGELI V	500.00
20101020-00-229	LUARES, JR., GUILLERMO M	4,000.00
20101020-00-080	ZABALA, MA. LIRIO A	500.00
	<b>Grand Total</b>	<b><u>5,000.00</u></b>

## PRIVATIZATION AND MANAGEMENT OFFICE

## Main Office

104 Gamboa St., Legaspi Village, Makati City

## Schedule of (20201050) Due to NGAs

As of December 31, 2023

## Group Name :

Code	Description	Amount
20201050-00-005-1010	BTR - DDBO (PAMPLONA REDWOOD VENEER, INC.)	190,121,802.29
20201050-00-005-4010	BTR - DISCREPANCY IN TRANSFER PRICE OF NCC - DBP	197,947,986.95
20201050-00-005-2010	BTR - FINANCE LEASE (CALINOG LAMBUNAO SUGAR MILLS - C0A ADJUSTMENT)	162,709.38
20201050-00-005-2020	BTR - FINANCE LEASE (CELLOPHIL RESOURCES CORP - PROVINCIAL GOV'T OF ABRA)	71,200,000.00
20201050-00-005-2060	BTR - FINANCE LEASE (LEYTE PARK HOTEL - LOCAL GOVERNMENT OF TACLOBAN CITY)	500,000,000.00
20201050-00-005-2030	BTR - FINANCE LEASE (MARICALUM MINING CORP - G HOLDINGS CO, INC)	241,702,122.86
20201050-00-005-2040	BTR - FINANCE LEASE (NATIONAL COCONUT CORP - SOCIAL HOUSING FINANCE CORP)	45,321,600.00
20201050-00-005-2050	BTR - FINANCE LEASE (NONOC MINING AND IND'L CORP - PHILNICO MINING AND IND'L CORP)	15,503,740,304.00
20201050-00-005-2061	BTR - INTEREST FINANCE LEASE (LPH - LOCAL GOVERNMENT OF TACLOBAN CITY))	16,642,952.10
20201050-00-005-4020	BTR - INTEREST ON INVESTMENT IN BONDS	201,594.98
20201050-00-005-3511	BTR - INTEREST OPERATING LEASE (LPH - UNIMASTERS CONGLOMERATION INC)	35,269.22
20201050-00-005-3301	BTR - OPERATING LEASE (ESTD) - ARSENIO SORIANO	12,000.00
20201050-00-005-3310	BTR - OPERATING LEASE (ESTD) - ISIDRO VERMUG, JR	9,750.00
20201050-00-005-3309	BTR - OPERATING LEASE (ESTD) - JEFFREY SORIANO	5,139.80
20201050-00-005-3302	BTR - OPERATING LEASE (ESTD) - MAXIMO LLANTOS	20,570.00
20201050-00-005-3305	BTR - OPERATING LEASE (ESTD) - MELONCIO BASCO	225,600.00
20201050-00-005-3306	BTR - OPERATING LEASE (ESTD) - NELSON MENDOZA	187,260.64
20201050-00-005-3303	BTR - OPERATING LEASE (ESTD) - ROTILLO ATOK	131,312.50
20201050-00-005-3702	BTR - OPERATING LEASE (LASEDECO) PHIL INFORMATION AGENCY - REGION 12	30,000.00
20201050-00-005-3501	BTR - OPERATING LEASE (LPH) - UNIMASTERS CONGLOMERATION, INC.	46,451,916.09
20201050-00-005-3100	BTR - OPERATING LEASE (NG/NPC/PDAF - MILE LONG COMPLEX)	22,919,009.93
20201050-00-005-3202	BTR - OPERATING LEASE (NHA) - ASIA WOOD INTERNATIONAL CORP	213,678.08
20201050-00-005-3204	BTR - OPERATING LEASE (NHA) - CHONTA INDUSTRIAL PACKAGING	811,795.60
20201050-00-005-3207	BTR - OPERATING LEASE (NHA) - GLOBAL ENGINERY TECHNICIANS INC	9,504.00
20201050-00-005-3210	BTR - OPERATING LEASE (NHA) - INNOVATIVE AND CREATIVE PRODUCTS INT'L INC	5,002.00
20201050-00-005-3233	BTR - OPERATING LEASE (NHA) - LBP RESOURCES AND DEV'T CORP	10,048,000.00
20201050-00-005-3224	BTR - OPERATING LEASE (NHA) - MAGNIFICAT NICHES INC	6,336.00
20201050-00-005-3216	BTR - OPERATING LEASE (NHA) - WHITE EAGLE INTERNATIONAL TRADING INC	50,292.00
20201050-00-005-3601	BTR - OPERATING LEASE (PIC) - STAR PARKS CORPORATION	9,399,929.93
20201050-00-005-9022	BTR - OTHERS (METROPOLITAN MANILA DEVELOPMENT AUTHORITY - LOAN)	183,404,454.88
20201050-00-005-6003	BTR - SALE OF ACQUIRED/TRANSFERRED ASSETS - AL-AMANAH (DANVIC GENERAL CONSTRUCTION CORP.)	28,470,150.00
20201050-00-005-5010	BTR - SMPC SHARES OF STOCKS - NDC PAYMENT OF OBLIGATION TO PMO	396,162,423.94
20201050-00-006-0000	PHILIPPINE TOURISM AUTHORITY	450,000.00
20201050-00-003-1000	TECHNOLOGY RESOURCE CENTER (EXPENSES FUND)	156,884.08
20201050-00-003-2000	TECHNOLOGY RESOURCE CENTER (PROCEEDS FROM SALE)	110,678,532.00

Grand Total

**17,576,935,883.25**

**PRIVATIZATION AND MANAGEMENT OFFICE**  
**Main Office**  
104 Gamboa St., Legaspi Village, Makati City

**Schedule of (20201060) Due to GOCCs**  
**As of December 31, 2023**

**Group Name :**

<b>Code</b>	<b>Description</b>	<b>Amount</b>
20201060-00-003	GOLDEN COUNTRY FARMS, INCORPORATED	706,733.84
20201060-00-005	NORTH COTABATO SUGAR INDUSTRIAL, INCORPORATED	1,290,007.97
	<b>Grand Total</b>	<b><u>1,996,741.81</u></b>

**PRIVATIZATION AND MANAGEMENT OFFICE**

**Main Office**

104 Gamboa St., Legaspi Village, Makati City

**Schedule of (20401050) Customers' Deposits Payable**  
**As of December 31, 2023**

**Group Name :**

<b>Code</b>	<b>Description</b>	<b>Amount</b>
20401050-00-004	JOSE MORENO, JR - NORTH DAVAO MINING CORP	2,100,000.00
20401050-00-025	PACIFIC NICKEL PHILIPPINES, INC	15,000,000.00
20401050-00-008	PAMPLONA REDWOOD VENEER, INC - PARVI	1,627,928.60
20401050-00-028	VANGUARD ASSET HOLDINGS, INC.	12,001,000.00
	<b>Grand Total</b>	<b><u><u>30,728,928.60</u></u></b>

**PRIVATIZATION AND MANAGEMENT OFFICE**

**Main Office**

104 Gamboa St., Legaspi Village, Makati City

**Schedule of (20501990) Other Deferred Credits**

**As of December 31, 2023**

**Group Name :**

<b>Code</b>	<b>Description</b>	<b>Amount</b>
20501990-00-003-004	COLLECTION ACCOUNT IBCA 1802-1011-51 - UNACCOUNTED DEPOSITS	2,139,057.10
20501990-00-003-002	DELTA MOTORS CORPORATION	241,271.23
20501990-00-003-001	NATIONAL DEVELOPMENT CORP - NDC CREDITORS	384,383.90
	<b>Grand Total</b>	<b><u>2,764,712.23</u></b>



# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa St., Legaspi Village, Makati City

Main Office

## Pre-Closing Trial Balance

As of December 31, 2023

Account Title	Account Code	Debit	Credit
Cash - Collecting Officers	10101010	7,179,625.46	
Petty Cash	10101020	64,825.58	
Cash in Bank - Local Currency, Current Account	10102020	673,090,858.64	
Cash - Treasury/Agency Deposit, Regular	10104010	91,058.83	
Investments in Stocks	10203010	396,162,423.94	
Investments in Bonds	10203020	4,347,703.54	
Interests Receivable	10301050	678,221.32	
Loans Receivable - Others	10301990	190,121,802.29	
Operating Lease Receivable	10302010	46,394,112.56	
Finance Lease Receivable	10302020	16,227,431,049.13	
Due from National Government Agencies	10303010	10,644,556.21	
Due from Government-Owned and/or Controlled Corporations	10303020	205,702,036.24	
Due from Other Funds	10304050	42,460.00	
Receivables- Disallowances/Charges	10399010	2,564,580.84	
Due from Officers and Employees	10399020	2,542.50	
Other Receivables	10399990	14,685,279.53	
Allowance for Impairment - Other Receivables	10399992		7,298,606.98
Office Supplies Inventory	10404010	771,460.88	
Non-Accountable Forms Inventory	10404030	19,248.56	
Other Supplies and Materials Inventory	10404990	611,385.85	
Buildings	10604010	1,534,643.22	
Accumulated Depreciation - Buildings	10604011		1,457,911.06
Accumulated Impairment Losses - Buildings	10604012		19,322.16
Other Structures	10604990	21,154,699.56	
Accumulated Depreciation - Other Structures	10604991		241,694.54
Office Equipment	10605020	20,375,317.00	
Accumulated Depreciation - Office Equipment	10605021		781,862.57
Information and Communication Technology Equipment	10605030	5,339,774.00	
Accumulated Depreciation - Information and Communication Technology Equipment	10605031		3,348,768.96
Other Equipment	10605990	663,630.00	
Accumulated Depreciation - Other Equipment	10605991		318,782.38
Motor Vehicles	10606010	3,582,645.00	
Accumulated Depreciation - Motor Vehicles	10606011		3,423,459.96
Furniture and Fixtures	10607010	4,518,497.58	
Accumulated Depreciation - Furniture and Fixtures	10607011		93,794.94
Construction in Progress - Buildings and Other Structures	10698030	1,719,727.26	
Other Property, Plant and Equipment	10699990	12,772,183.13	
Accumulated Depreciation - Other Property, Plant and Equipment	10699991		624,106.15
Computer Software	10801020	5,179,145.57	
Accumulated Amortization - Computer Software	10801021		2,723,669.08
Prepaid Insurance	19902050	3,161.07	
Prepaid Subscription	19902100	4,188,222.52	
Guaranty Deposits	19903020	868,660.44	
Accounts Payable	20101010		14,707,212.87
Due to Officers and Employees	20101020		5,000.00
Due to BIR	20201010		1,126,747.81
Due to GSIS	20201020		3,408.55
Due to Pag-IBIG	20201030		1,500.00
Due to NGAs	20201050		17,576,935,883.25
Due to GOCCs	20201060		1,996,741.81
Due to Other Funds	20301050		42,460.00
Trust Liabilities	20401010		45,366.00
Guaranty/Security Deposits Payable	20401040		841,533.67
Customers' Deposits Payable	20401050		30,728,928.60
Other Deferred Credits	20501990		2,764,712.23
Accumulated Surplus/(Deficit)	30101010		160,594,278.34
Interest Income	40202210		377,801.29
Other Business Income	40202990		97,159,227.15
Subsidy from National Government	40301010		102,791,542.29
Miscellaneous Income	40699990		61,026.55





# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa St., Legaspi Village, Makati City

Main Office

## Pre-Closing Trial Balance

As of December 31, 2023

Account Title	Account Code	Debit	Credit
Salaries and Wages - Regular	50101010	51,286,172.14	
Personal Economic Relief Allowance (PERA)	50102010	1,647,636.36	
Representation Allowance (RA)	50102020	1,077,000.00	
Transportation Allowance (TA)	50102030	839,500.00	
Clothing/Uniform Allowance	50102040	420,000.00	
Year End Bonus	50102140	4,357,855.00	
Cash Gift	50102150	356,000.00	
Mid-Year Bonus	50102160	4,131,850.00	
Other Bonuses and Allowances	50102990	2,188,795.77	
Retirement and Life Insurance Premiums	50103010	6,160,955.75	
Pag-IBIG Contributions	50103020	82,500.00	
PhilHealth Contributions	50103030	888,462.70	
Employees Compensation Insurance Premiums	50103040	82,800.00	
Terminal Leave Benefits	50104030	1,018,396.01	
Other Personnel Benefits	50104990	3,899,986.68	
Traveling Expenses - Local	50201010	42,568.50	
Training Expenses	50202010	291,585.22	
Office Supplies Expenses	50203010	1,099,145.54	
Accountable Forms Expenses	50203020	6,200.00	
Non-Accountable Forms Expenses	50203030	5,894.80	
Fuel, Oil and Lubricants Expenses	50203090	304,184.66	
Semi-Expendable Machinery and Equipment Expenses	50203210	1,287,309.51	
Semi-Expendable Furniture, Fixtures and Books Expenses	50203220	10,449.15	
Other Supplies and Materials Expenses	50203990	820,346.04	
Water Expenses	50204010	1,398,534.85	
Electricity Expenses	50204020	2,514,139.03	
Postage and Courier Services	50205010	16,870.60	
Telephone Expenses	50205020	1,048,942.85	
Internet Subscription Expenses	50205030	685,150.68	
Extraordinary and Miscellaneous Expenses	50210030	798,000.00	
Consultancy Services	50211030	8,125,280.00	
Other Professional Services	50211990	370,000.00	
Environment/Sanitary Services	50212010	106,071.27	
Janitorial Services	50212020	1,827,535.01	
Security Services	50212030	3,607,413.73	
Other General Services	50212990	3,479,599.50	
Repairs and Maintenance - Buildings and Other Structures	50213040	137,304.35	
Repairs and Maintenance - Machinery and Equipment	50213050	211,000.00	
Repairs and Maintenance - Transportation Equipment	50213060	178,589.04	
Taxes, Duties and Licenses	50215010	14,040.00	
Fidelity Bond Premiums	50215020	14,233.50	
Insurance Expenses	50215030	19,282.91	
Representation Expenses	50299030	419,808.57	
Rent/Lease Expenses	50299050	38,081.80	
Membership Dues and Contributions to Organizations	50299060	15,000.00	
Subscription Expenses	50299070	3,577,464.81	
Litigation/Acquired Assets Expenses	50299090	33,754,082.08	
Bank Transaction Fee	50299220	4,900.00	
Other Maintenance and Operating Expenses	50299990	1,876,491.14	
Depreciation - Machinery and Equipment	50501050	457,515.38	
Depreciation - Transportation Equipment	50501060	324,144.00	
Depreciation - Furniture, Fixtures and Books	50501070	13,136.16	
Depreciation - Other Property, Plant and Equipment	50501990	118,721.16	
Amortization - Intangible Assets	50502010	542,480.82	
Loss on Sale of Unserviceable Property	50504250	10,403.87	



# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa St., Legaspi Village, Makati City

Main Office

## Pre-Closing Trial Balance

As of December 31, 2023

	Account Title	Account Code	Debit	Credit
<b>TOTAL</b>			<u>18,010,515,349.19</u>	18,010,515,349.19

CUSTODIAL FUNDS - TRUST RECEIPTS - INTER-AGENCY TRANSFERRED FUND (IATF)  
GENERAL FUND - NEW GENERAL APPROPRIATIONS - SPECIFIC BUDGETS OF  
NATIONAL GOVERNMENT AGENCIES  
OFF-BUDGETARY FUNDS - REVOLVING FUNDS - PRIVATIZATION AND MANAGEMENT  
OFFICE REVOLVING FUND - INCOME FOR CONSERVATION AND DISPOSITION OF  
TRANSFERRED ASSETS – E.O. 323

Certified Correct :

  
RHODORA B. TORRALBA  
Chief Accountant  
Financial Management Division (FMD)



# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa St., Legaspi Village, Makati City

Main Office

## Post-Closing Trial Balance

As of December 31, 2023

Account Title	Account Code	Debit	Credit
Cash - Collecting Officers	10101010	7,179,625.46	
Petty Cash	10101020	64,825.58	
Cash in Bank - Local Currency, Current Account	10102020	673,090,858.64	
Investments in Stocks	10203010	396,162,423.94	
Investments in Bonds	10203020	4,347,703.54	
Interests Receivable	10301050	678,221.32	
Loans Receivable - Others	10301990	190,121,802.29	
Operating Lease Receivable	10302010	46,394,112.56	
Finance Lease Receivable	10302020	16,227,431,049.13	
Due from National Government Agencies	10303010	10,644,556.21	
Due from Government-Owned and/or Controlled Corporations	10303020	205,702,036.24	
Due from Other Funds	10304050	42,460.00	
Receivables- Disallowances/Charges	10399010	2,564,580.84	
Due from Officers and Employees	10399020	2,542.50	
Other Receivables	10399990	14,685,279.53	
Allowance for Impairment - Other Receivables	10399992		7,298,606.98
Office Supplies Inventory	10404010	771,460.88	
Non-Accountable Forms Inventory	10404030	19,248.56	
Other Supplies and Materials Inventory	10404990	611,385.85	
Buildings	10604010	1,534,643.22	
Accumulated Depreciation - Buildings	10604011		1,457,911.06
Accumulated Impairment Losses - Buildings	10604012		19,322.16
Other Structures	10604990	21,154,699.56	
Accumulated Depreciation - Other Structures	10604991		241,694.54
Office Equipment	10605020	20,375,317.00	
Accumulated Depreciation - Office Equipment	10605021		781,862.57
Information and Communication Technology Equipment	10605030	5,339,774.00	
Accumulated Depreciation - Information and Communication Technology Equipment	10605031		3,348,768.96
Other Equipment	10605990	663,630.00	
Accumulated Depreciation - Other Equipment	10605991		318,782.38
Motor Vehicles	10606010	3,582,645.00	
Accumulated Depreciation - Motor Vehicles	10606011		3,423,459.96
Furniture and Fixtures	10607010	4,518,497.58	
Accumulated Depreciation - Furniture and Fixtures	10607011		93,794.94
Construction in Progress - Buildings and Other Structures	10698030	1,719,727.26	
Other Property, Plant and Equipment	10699990	12,772,183.13	
Accumulated Depreciation - Other Property, Plant and Equipment	10699991		624,106.15
Computer Software	10801020	5,179,145.57	
Accumulated Amortization - Computer Software	10801021		2,723,669.08
Prepaid Insurance	19902050	3,161.07	
Prepaid Subscription	19902100	4,188,222.52	
Guaranty Deposits	19903020	868,660.44	
Accounts Payable	20101010		14,707,212.87
Due to Officers and Employees	20101020		5,000.00
Due to BIR	20201010		1,126,747.81
Due to GSIS	20201020		3,408.55
Due to Pag-IBIG	20201030		1,500.00
Due to NGAs	20201050		17,576,935,883.25
Due to GOCCs	20201060		1,996,741.81
Due to Other Funds	20301050		42,460.00
Trust Liabilities	20401010		45,366.00
Guaranty/Security Deposits Payable	20401040		841,533.67
Customers' Deposits Payable	20401050		30,728,928.60
Other Deferred Credits	20501990		2,764,712.23
Accumulated Surplus/(Deficit)	30101010		212,883,005.85



# PRIVATIZATION AND MANAGEMENT OFFICE

104 Gamboa St., Legaspi Village, Makati City

Main Office

## Post-Closing Trial Balance

As of December 31, 2023

Account Title	Account Code	Debit	Credit
<b>TOTAL</b>		<b>17,862 414,479.42</b>	<b>17 862,414,479.42</b>

CUSTODIAL FUNDS - TRUST RECEIPTS - INTER-AGENCY TRANSFERRED FUND (IATF)  
GENERAL FUND - NEW GENERAL APPROPRIATIONS - SPECIFIC BUDGETS OF  
NATIONAL GOVERNMENT AGENCIES  
OFF-BUDGETARY FUNDS - REVOLVING FUNDS - PRIVATIZATION AND MANAGEMENT  
OFFICE REVOLVING FUND - INCOME FOR CONSERVATION AND DISPOSITION OF  
TRANSFERRED ASSETS – E.O. 323

Certified Correct :

  
**RHODORA B. TORRALBA**  
Chief Accountant  
Financial Management Division (FMD)