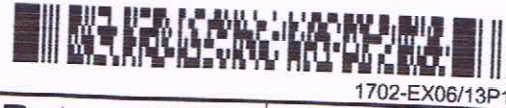


For BIR Use Only BCS/ Item



1702-EX06/13P1



Republika ng Pilipinas  
Kagawaran ng Pananalapi  
Kawanihan ng Rentas Internas

# Annual Income Tax Return

For Use **ONLY** by Corporation, Partnership and Other Non-Individual  
Taxpayer **EXEMPT** Under the Tax Code, as Amended, [Sec. 30 and  
those exempted in Sec. 27(C)] and Other Special Laws,  
with **NO** Other Taxable Income

Enter all required information in CAPITAL LETTERS using BLACK ink. Mark applicable  
boxes with an "X". Two copies **MUST** be filed with the BIR and one held by the taxpayer.

BIR Form No.  
**1702-EX**  
June 2013  
Page 1

1 For ☒ Calendar ☐ Fiscal

3 Amended Return?

☐ Yes ☒ No

4 Short Period Return?

☐ Yes ☐ No

5 Alphanumeric Tax Code (ATC)

IC 011

Exempt Corporation on Exempt Activities

☒

IC 021

General Professional Partnership

☐

2 Year Ended (MM/20YY)

1 2 / 20 1 3

## Part I - Background Information

6 Taxpayer Identification Number (TIN)

0 0 6 - 6 6 1 - 2 0 9 - 0 0 0 0

7 RDO Code 5 3 A

8 Date of Incorporation/Organization (MM/DD/YYYY)

9 Registered Name (Enter only 1 letter per box using CAPITAL LETTERS)

O I K O S I H E L P I N G H A N D I N C .

10 Registered Address (Indicate complete registered address)

L O T 6 A B L K 1 1 K A I M I T O S T . V E R D A N T  
L A S P I N A S C I T Y

11 Contact Number

12 Email Address

13 Main Line of Business

N O N E S T O C K N O N E P R O F I T

14 PSIC Code

15 Method of Deduction

Itemized Deductions [Sections 34 (A-J), NIRC]

16 Legal Basis of Tax Relief/Exemption (Specify)

17 Investment Promotion Agency (IPA)/Government Agency

18 Registered Activity/Program (Reg. No.)

19 Effectivity Date of Tax Relief/Exemption

From

To

## Part II - Total Tax Payable

(Do NOT enter Centavos)

20 Total Income Tax Due (From Part IV Item 41)

21 Add: Penalty - Compromise

22 TOTAL AMOUNT PAYABLE (Sum of Items 20 & 21)

We declare under the penalties of perjury, that this annual return has been made in good faith, verified by us, and to the best of our knowledge and belief, is true and correct pursuant to the provisions of the National Internal Revenue Code, as amended, and the regulations issued under authority thereof. (If Authorized Representative, attach authorization letter and indicate TIN.)

IVAN HO

MAUREEN HO

Signature over printed name of President/Principal Officer/ Authorized Representative

Signature over printed name of Treasurer/Assistant Treasurer

Title of Signatory PRESIDENT

Number of pages filed

23 Community Tax Certificate (CTC) Number/SEC Reg. No.

24 Date of Issue (MM/DD/YYYY)

25 Place of Issue

26 Amount, if CTC

## Part III - Details of Payment

Details of Payment

Drawee Bank/ Agency

Number

Date (MM/DD/YYYY)

Amount

27 Cash/Bank Debit Memo

28 Check

29 Tax Debit Memo

30 Others (Specify Below)

Machine Validation / Revenue Official Receipt Details (if not filed with an Authorized Agent Bank)





**Annual Income Tax Return****Page 2**

BIR Form No.

**1702-EX**

June 2013



1702-EX06/13P2

**TIN****Registered Name**

0 0 6 6 6 1 2 0 9 0 0 0 0

O I K O S H E L P I N G H A N D

**Part IV – Computation of Tax**

(Do NOT enter Centavos)

**31 Net Sales/Revenues/Receipts/Fees** (From Schedule 1 Item 6)

1 0 8 3 5 4 3 6

**32 Less: Cost of Sales/Services** (From Schedule 2 Item 27)**33 Gross Income from Operation** (Item 31 Less Item 32)**34 Add: Other Taxable Income Not Subjected to Final Tax** (From Schedule 3 Item 4)**35 Total Gross Income** (Sum of Items 33 & 34)

1 0 8 3 5 4 3 6

Less: Deductions Allowable under Existing Law

**36 Ordinary Allowable Itemized Deductions**

(From of Schedule 4 Item 40)

1 2 9 6 7 1 2 1

**37 Special Allowable Itemized Deductions**

(From Schedule 5 Item 5)

**38 Total Itemized Deductions** (Sum of Items 36 & 37)

1 2 9 6 7 1 2 1

**39 Net Taxable Income** (Item 35 Less Item 38)

(2 1 3 1 6 8 5)

**40 Income Tax Rate****0%****41 Total Income Tax Due** (Item 39 X Item 40) (To Part II Item 20)

0 0 0

**Part V – Tax Relief Availment****42 Regular Income Tax Otherwise Due** (30% of Part IV Item 39)**43 Special Allowable Itemized Deductions** (30% of Part IV Item 37)**44 Total Tax Relief Availment** (Sum of Items 42 & 43)**Part VI – Information – External Auditor/Accredited Tax Agent****45 Name of External Auditor/Accredited Tax Agent**

F E L I N I T A L K O L I M L I M

**46 TIN**

1 1 3 4 0 5 2 9 7 0 0 0 0

**47 Name of Signing Partner** (If External Auditor is a Partnership)**48 TIN****49 BIR Accreditation No.****50 Issue Date** (MM/DD/YYYY)**51 Expiry Date** (MM/DD/YYYY)

-

-

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/

/

/

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# Annual Income Tax Return

## Page 3 - Schedules 1 & 2

BIR Form No.  
**1702-EX**  
June 2013



<b>TIN</b> 0 0 6 6 6 1 2 0 9 0 0 0 0	<b>Registered Name</b> O I K O S H E L P I N G H A N D
---	---

### Schedule 1 - Sales/Revenues/Receipts/Fees (Attach additional sheet/s, if necessary)

1 Sale of Goods/Properties	1 0 8 3 5 4 3 6
2 Sale of Services	
3 Lease of Properties	
4 Total (Sum of Items 1 to 3)	
5 Less: Sales Returns, Allowances and Discounts	
6 Net Sales/Revenues/Receipts/Fees (Item 4 Less Item 5) (To Part IV Item 31)	1 0 8 3 5 4 3 6

### Schedule 2 - Cost of Sales (Attach additional sheet/s, if necessary)

#### Schedule 2A - Cost of Sales (For those Engaged in Trading)

1 Merchandise Inventory - Beginning	
2 Add Purchase of Merchandise	
3 Total Goods Available for Sale (Sum of Items 1 & 2)	
4 Less: Merchandise - Ending	
5 Cost of Sales (Item 3 Less Item 4) (To Schedule 2 Item 27)	

#### Schedule 2B - Cost of Sales (For those Engaged in Manufacturing)

6 Direct Materials, Beginning		
7 Add: Purchases of Direct Materials		
8 Materials Available for Use (Sum of Items 6 & 7)		
9 Less: Direct Materials, Ending		
10 Raw Materials Used (Item 8 Less Item 9)		
11 Direct Labor		
12 Manufacturing Overhead		
13 Total Manufacturing Cost (Sum of Items 10, 11 & 12)		
14 Add: Work in Process, Beginning		
15 Less: Work in Process, Ending		
16 Cost of Goods Manufactured (Sum of Items 13 & 14 Less Item 15)		
17 Add: Finished Goods, Beginning		
18 Less: Finished Goods, Ending		
19 Cost of Goods Manufactured and Sold (Sum of Items 16 & 17 Less Item 18) (To Schedule 2 Item 27)		

#### Schedule 2C - Cost of Services

(For those engaged in Services, indicate only those directly incurred or related to the gross revenue from rendition of services)

20 Direct Charges - Salaries, Wages and Benefits	
21 Direct Charges - Materials, Supplies and Facilities	
22 Direct Charges - Depreciation	
23 Direct Charges - Rental	
24 Direct Charges - Outside Services	
25 Direct Charges - Others	
26 Total Cost of Services (Sum of Items 20 to 25) (To Schedule 2 Item 27)	

27 Total Cost of Sales/Services (Sum of Items 5, 19 & 26, if applicable) (To Part IV Item 32)	
---	--



1702-EX06/13P4

Registered Name

O I K O S | H E L P I N G | H A N D

[illegible]

1 Advertising and Promotions																													
Amortizations (Specify on Items 2, 3 & 4)																													
2																													
3																													
4																													
5 Bad Debts																													
6 Charitable Contributions																													
7 Commissions																													
8 Communication, Light and Water															3 2 5 4 6 5														
9 Depletion																													
10 Depreciation																													
11 Director's Fees																													
12 Fringe Benefits																													
13 Fuel and Oil																													
14 Insurance																													
15 Interest																													
16 Janitorial and Messengerial Services																													
17 Losses																													
18 Management and Consultancy Fee															3 6 0 0 0														
19 Miscellaneous															2 3 2 1 4 9 8														
20 Office Supplies															6 1 2 3 2 5														
21 Other Services															5 5 0 0														
22 Professional Fees																													
23 Rental															1 5 0 0 0														
24 Repairs and Maintenance – (Labor or Labor & Materials)																													
25 Repairs and Maintenance – (Materials/Supplies)																													
26 Representation and Entertainment															1 2 5 4 8 6														
27 Research and Development																													
28 Royalties																													
29 Salaries and Allowances															1 8 7 9 1 2														



# Annual Income Tax Return

Page 5 - Schedules 4, 5 & 6

BIR Form No.  
**1702-EX**  
June 2013



TIN	Registered Name
0066612090000	OIKOS HELPING HAND

## Schedule 4 - Ordinary Allowable Itemized Deductions (Continued from Previous Page)

30 Security Services	
31 SSS, GSIS, Philhealth, HDMF and Other Contributions	5 9 8 7 5 2
32 Taxes and Licenses	1 6 5 4 6 8
33 Tolling Fees	
34 Training and Seminars	
35 Transportation and Travel	4 5 4 6 8 9
Others [Specify below; Add additional sheet(s) if necessary]	
36 PROJECT DONATION	3 6 7 5 8 2 5
37 ACADEMICAL ASSISTANCE	1 1 5 4 5 8 6
38 UNIFORM	7 8 9 5 4
39 FEEDING EXPENSES	1 5 1 6 4 4 0
40 Total Ordinary Allowable Itemized Deductions (Sum of Items 1 to 39) (To Part IV Item 36)	

## Schedule 5 - Special Allowable Itemized Deductions (Attach additional sheet/s, if necessary)

Description	Legal Basis	Amount
1		
2		
3		
4		
5 Total Special Allowable Itemized Deductions (Sum of Items 1 to 4) (To Part IV Item 37)		

## Schedule 6 - Reconciliation of Net Income per Books Against Taxable Income (Attach additional sheet/s, if necessary)

1 Net Income/(Loss) per books	
Add: Non-deductible Expenses/Taxable Other income	
2	
3	
4 Total (Sum of Items 1 to 3)	
Less: A) Non-taxable Income and Income Subjected to Final Tax	
5	
6	
B) Special Deductions	
7	
8	
9 Total (Sum of Items 5 to 8)	
10 Net Taxable Income (Loss) (Item 4 Less Item 9)	





1702-EX06/13P6

[illegible]



# Annual Income Tax Return

Page 7 - Schedules 9 & 10

BIR Form No.  
**1702-EX**  
June 2013



1702-EX06/13P7

TIN

Registered Name

0 | 0 | 6 | 6 | 6 | 1 | 2 | 0 | 9 | 0 | 0 | 0 | 0

O | I | K | O | S | H | E | L | P | I | N | G | H | A | N | D |

## Schedule 9- Supplemental Information (Attach additional sheet/s, if necessary)

I) Gross Income/ Receipts Subjected to Final Withholding	A) Exempt	B) Actual Amount/Fair Market Value/Net Capital Gains	C) Final Tax Withheld/Paid
1 Interests			
2 Royalties			
3 Dividends			
4 Prizes and Winnings			

II) Sale/Exchange of Real Properties	A) Sale/Exchange #1	B) Sale/Exchange #2
5 Description of Property (e.g., land, improvement, etc.)		
6 OCT/TCT/CCT/Tax Declaration No.		
7 Certificate Authorizing Registration (CAR) No.		
8 Actual Amount/Fair Market Value/Net Capital Gains		
9 Final Tax Withheld/Paid		

III) Sale/Exchange of Shares of Stock	A) Sale/Exchange #1	B) Sale/Exchange #2
10 Kind (PS/CS) / Stock Certificate Series No.		
11 Certificate Authorizing Registration (CAR) No.		
12 Number of Shares		
13 Date of Issue (MM/DD/YYYY)	/       /	/       /
14 Actual Amount/Fair Market Value/Net Capital Gains		
15 Final Tax Withheld/Paid		

IV) Other Income (Specify)	A) Other Income #1	B) Other Income #2
16 Other Income Subject to Final Tax Under Sections 57(A)/127/others of the Tax Code, as amended (Specify)		
17 Actual Amount/Fair Market Value/Net Capital Gains		
18 Final Tax Withheld/Paid		

19 Total Final Tax Withheld/Paid (Sum of Items 1C to 4C, 9A, 9B, 15A, 15B, 18A & 18B)	
---	--

## Schedule 10- Gross Income/Receipts Exempt from Income Tax

1 Return of Premium (Actual Amount/Fair Market Value)	
---	--

I) Personal/Real Properties Received thru Gifts, Bequests, and Devises	A) Personal/Real Properties #1	B) Personal/Real Properties #2
2 Description of Property (e.g., land, improvement, etc.)		
3 Mode of Transfer (e.g. Donation)		
4 Certificate Authorizing Registration (CAR) No.		
5 Actual Amount/Fair Market Value		

II) Other Exempt Income/Receipts	A) Other Exempt Income #1	B) Other Exempt Income #2
6 Other Exempt Income/Receipts Under Sec. 32 (B) of the Tax Code, as amended (Specify)		
7 Actual Amount/Fair Market Value/Net Capital Gains		

8 Total Income/Receipts Exempt from Income Tax (Sum of Items 1, 5A, 5B, 7A & 7B)	
--	--





## OIKOS HELPING HAND

- Love the poor in the Philippines -  
(SEC Registration # CN200703885)


March 31, 2014

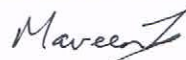
### STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR ANNUAL INCOME TAX RETURN

The management of **OIKOS HELPING HAND** is responsible for all information and representations contained in the Annual Income Tax Return for the year ended **December 31, 2013**. Management is likewise responsible for all information and representations contained in the financial statements accompanying the annual income tax return covering the same reporting period. Furthermore, the management is responsible for all information and representations contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, and any all other tax returns.

In this regards, the management Affirms that the attached audited financial statements for the year ended **December 31, 2013** and accompanying Annual Income Tax Return are in accordance with Books and records of Company, complete and correct in all material respects. Management likewise affirms that:

- a) the Annual Income Tax Return has been prepared in accordance with the provision of the National Internal Revenue Code, as amended and pertinent tax regulations and other issuances of the Department of Finance and the BIR
- b) any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained on the company's books and records in accordance with requirements of **Revenue Regulation No. 8/-2007** and other relevant issuances;
- c) the company has filed all applicable tax returns, reports and statements required to be filed under Philippine Tax Laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.

  
Ho Yeng Thye  
Chairman of Board / President

  
Maureen Teo Swee Bee  
Treasurer





**FELINITA L. KOLIMLIM**

*B12 li9 San Marino Heights Salawag*

*Dasmariñas, Cavite*

*CP No. 0919-5779865 : email add: [flk\\_0919@yahoo.com](mailto:flk_0919@yahoo.com)*

*BIR Accreditation No. 09-002389-1-2009 valid until 2014*

*BOA Accreditation No. 3453 until 12/31/2014*

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**INDEPENDENT AUDITOR'S REPORT**

The Board of Trustees

**OIKOS HELPING HAND, INC.**

Blk 14 Lot 11 M. Panlilio St., BF Resort Village,  
Las Piñas City

I have audited the accompanying balance sheet of **OIKOS HELPING, INC.** as of December 31, 2013 and the related income statements, changes in equity and cash flow for the years then ended, and a summary of significant accounting policies and other explanatory notes.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Philippine Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining of and for such internal control relevant to fair presentation as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Auditor's Responsibility**

My responsibility is to express an opinion on these financial statements based on my audits. I conducted my audits in accordance with the Philippine Standards on Auditing. Those standards require that I comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for audit opinion.





## Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the of **OIKOS HELPING, INC.** as of December 31, 2013 and their financial performance and cash flows for the period ended December 31, 2013 in accordance with Philippines Financial Reporting Standards.



*Felinda L. Kalimlim*

C.P.A. NO. 0049211

Expiry Date : 09/19/2014

P.T.R. NO. CAV1948527

Date Issue : 02/09/2014

Issued at : Imus, Cavite

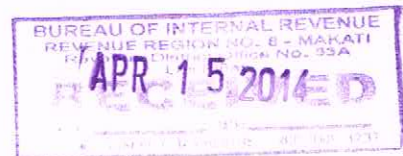
TIN 113-405-297-000

BIR Accreditation No. 09-002389-1-2009 valid until 2014

BOA Accreditation No. 3453 until 12/31/2014

April 5, 2014

Dasmarinas Cavite





**FELINITA L. KOLIMLIM**

*B12 619 San Marino Heights Salawag*

*Dasmariñas, Cavite*

CP No. 0919-5779865 : email add: [flk\\_0919@yahoo.com](mailto:flk_0919@yahoo.com)

BIR Accreditation No. 09-002389-1-2009 valid until 2012

BOA Accreditation No. 3453 until 12/31/2012

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**INDEPENDENT AUDITOR'S REPORT**

The Board of Trustees

**OIKOS HELPING HAND, INC.**

Blk 14 Lot 11 M. Panlilio St., BF Resort Village,  
Las Piñas City

Gentlemen;

In compliance with Revenue Regulations V-20, I am stating the following:

1. The taxes paid or accrued by the above Company for the year ended December 31, 2013 are shown in the Schedule of Taxes and Licenses attached to the Annual Income Tax Return.
2. I am not related by consanguinity or affinity to the President, manager, or principal stockholder(s) of the company.

  
*Felinita L. Kolimlim*

C.P.A. NO. 0049211

Expiry Date : 09/19/2014

P.T.R. NO. CAV1948527

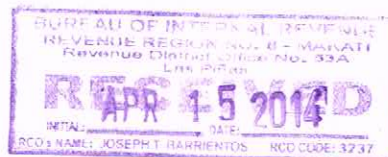
Date issue : 02/09/2014

Issued at : Imus, Cavite

TIN 113-405-297-000

BIR Accreditation No. 09-002389-1-2009 valid until 2014

BOA Accreditation No. 3453 until 12/31/2014



April 5, 2014  
Dasmariñas Cavite



**OIKOS HELPING HAND, INC.**  
**Statement of Financial Position**  
**December 31, 2013**  
 (With Comprehensive Figures in 2012)  
 (In Philippine Pesos)

	NOTES	2013	2012
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash	2, 5	598,091	2,729,776
		598,091	2,729,776
<b>Non - Current Assets</b>			
Other Non Current Assets (Church Properties)	2	11,667,967	11,667,967
		11,667,967	11,667,967
<b>TOTAL ASSETS</b>		<b>12,266,058</b>	<b>14,397,743</b>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Non - Current Liabilities</b>			
Other Non - Current Liabilities		7,190,000	7,190,000
<b>Fund Balance</b>	2	<b>5,076,058</b>	<b>7,207,743</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>		<b>12,266,058</b>	<b>14,397,743</b>

(see accompanying Notes to Financial Statements)





**OIKOS HELPING HAND, INC.**

**Excess of Tithes and Offering Over Expenses**

**For the Year Ended December 31, 2013**

**(With Comprehensive Figures in 2012)**

**(In Philippine Pesos)**

	<b>NOTES</b>	<b>2013</b>	<b>2012</b>
<b>Donations</b>	2, 8	10,835,436	13,504,046
<b>Operating Expenses</b>	2, 9	12,967,121	9,227,360
<b>Excess of Donations over Expenses</b>		(2,131,685)	4,276,686

(see accompanying Notes to Financial Statements)





**OIKOS HELPING HAND, INC.****Statement of Cash Flow****For the Year Ended December 31, 2013****(With Comprehensive Figures in 2012)****(In Philippine Pesos)**

	NOTES	2013	2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit (Loss) Before income Tax		(2,131,685)	4,276,686
Adjustment for:			
Depreciation			
Operating Cash Flows before Movements in Working Capital		(2,131,685)	4,276,686
Increase (Decrease) in Operating Liabilities:			
Other Payables	2		(3,024,000)
<b>Cash Generated from (Used in) Operations</b>		(2,131,685)	1,252,686
Income Tax			
Net Cash from (Used in) Operating Activities		(2,131,685)	1,252,686
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Other Non Current Liabilities			7,190,000
Advances from Officers			(4,601,344)
Investment in Property			
Changes in Fund			(1,111,566)
			1,477,090
<b>NET INCREASE (DECREASE) IN CASH</b>		(2,131,685)	2,729,776
<b>CASH AT THE BEGINNING OF YEAR</b>		2,729,776	
<b>CASH AT THE END OF YEAR</b>		598,091	2,729,776

(see accompanying Notes to Financial Statements)





**OIKOS HELPING HAND, INC.**

**Statement of Changes in Fund Balance**

**For the Year Ended December 31, 2013**

**(With Comprehensive Figures in 2012)**

**(In Philippine Pesos)**

	<b>Fund Balance</b>	<b>Additional/ Deduction</b>	<b>TOTAL</b>
Balance at January 1, 2013	7,207,743		7,207,743
Fund Balance for the Year		(2,131,685)	(2,131,685)
Balance at December 31, 2013	7,207,743	(2,131,685)	5,076,058
Balance at January 1, 2012	70,000	2,861,057	2,931,057
Profit (Loss) for the Year		4,276,686	4,276,686
Balance at December 31, 2012	70,000	7,137,743	7,207,743

(see accompanying Notes to Financial Statements)





# OIKOS HELPING HAND, INC.

## NOTES TO FINANCIAL STATEMENTS

As of and for the year ended December 31, 2013

### 1 Corporate Information

**OIKOS HELPING HAND, INC.** was incorporated and registered with the Securities and Exchange Commission (SEC) under **SEC Registration Number CN 200703885** on **March 13, 2007**.

The financial statements of the Company as of December 31, 2013 were authorized for issue by the Board of Trustees (BOT) on March 30, 2014. The Board of Trustees is still empowered to make revisions on financial statements even after the date of issue.

### 2 Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented unless otherwise stated.

#### Basis of Preparation

The accompanying financial statements of the Company have been prepared on a historical cost basis and are presented in Philippine peso, which is the Company's functional and presentation currency. All values are rounded to the nearest Philippine peso except when otherwise indicated.

The accompanying financial statements have been prepared on a going concern basis, which contemplate the realization of assets and settlement of liabilities in the normal course of business.

#### Statement of Compliance

The accompanying financial statements have been prepared in accordance with Philippine Financial Reporting Standards (PFRS).

#### Accounting Policies Adopted

The following sections that have been published by the International Accounting Standards Board (IASB) and adopted by the PFRS which became effective for accounting periods beginning on or after January 1, 2010 were adopted by the Company:

Section 3	- Financial Statement Preparation
Section 4	- Statement of Financial Position
Section 5	- Statement of Receipts and Disbursements and Income Statement
Section 6	- Statement of Changes in Equity
Section 7	- Statement of Cash Flows
Section 8	- Notes to the Financial Statements
Section 10	- Accounting Policies, Estimates, and Errors
Section 11	- Basic Financial Instruments
Section 22	- Liabilities and Equity
Section 23	- Revenue
Section 27	- Impairment of Assets
Section 28	- Employee Benefits
Section 32	- Events after the End of Accounting Period

The effects of these sections on the Company's accounting policies and on the amounts disclosed in the financial statements are summarized as follows:





Section 3, "Financial Statement Presentation," explains fair presentation of financial statements, what compliance with the PFRS requires, and what a complete set of financial statements is. This section prescribes the basis for presentation of general purpose financial statements to ensure comparability both with the entities financial statements of previous periods and with the financial statements of other entities. It sets out overall requirements for the preparation of financial statements, guidelines for their structure and minimum requirements for their content.

Section 4, "Statement of Financial Position," sets out the information that is to be presented in a statement of financial position and how to present it. The statement of financial position (sometimes called the balance sheet) presents an entity's assets, liabilities and equity as of a specific date—the end of the reporting period and provides the minimum line items that should be included in the statement of financial position, however, additional line items, heading and subtotals shall be presented if they will be relevant to an understanding of the entity's financial position.

Section 5, "Statement of Receipts and Disbursements and Income Statement," requires an entity to present its total receipts and disbursements for a period—i.e. its financial performance for the period—in one or two financial statements. It sets out the information that is to be presented in those statements and how to present it.

Section 6, "Statement of Changes in Equity," sets out requirements for presenting the changes in an entity's equity for a period, either in a statement of changes in equity or, if specified conditions are met and an entity chooses, in a statement of income and retained earnings.

Section 7, "Statement of Cash Flows," sets out the information that is to be presented in a statement of cash flows and how to present it. The statement of cash flows provides information about the changes in cash and cash equivalents of an entity for a reporting period, showing separately changes from operating activities, investing activities, and financing activities.

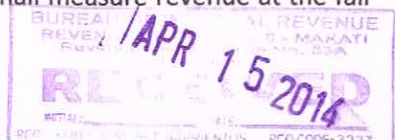
Section 8, "Notes to Financial Statements," sets out the principles underlying information that is to be presented in the notes to the financial statement and how to present it. Notes provide narrative descriptions or segregations of items presented in those statements and information about items that do not qualify for recognition in those statements. In addition to the requirements of this section, nearly every other section of this PFRS requires disclosures that are normally presented in the notes.

Section 10, "Accounting Policies, Estimates, and Errors," provides guidance for selecting and applying the accounting policies used in preparing financial statements. It also covers changes in accounting estimates and corrections of errors in prior period financial statements.

Section 11, "Basic Financial Instruments," deals with recognizing, measuring, and disclosing basic financial instruments and is relevant to all entities. An entity shall recognize a financial asset or a financial liability only when the entity becomes a party to the contractual provisions of the instrument. When a financial asset or financial liability is recognized initially, an entity shall measure it at the transaction price unless the arrangement constitutes, in effect, a financing transaction.

Section 22, "Liabilities and Equity," establishes principles for classifying financial instruments as either liabilities or equity and addresses accounting for equity instruments issued to individuals or other parties acting in their capacity as investors in equity instruments (i.e. in their capacity as owners).

Section 23, "Revenue," prescribes the accounting treatment of revenue arising from certain types of transactions and events. The primary issue in accounting for revenue is determining when to recognize revenue. Revenue is recognized when it is probable that future economic benefits will flow to the entity and these benefits can be measured reliably. This section identifies the circumstances in which these criteria will be met and, therefore, revenue will be recognized. It also provides guidance on the application of these criteria. An entity shall measure revenue at the fair value of the consideration received or receivable.





Section 27, "Impairment of Assets," prescribes the procedures that an entity applies to ensure that its assets are carried at no more than their recoverable amount if its carrying amount exceeds the amount to be recovered through use or sale of the asset. If this is the case, the asset is described to be impaired and the standard requires the entity to recognize an impairment loss.

Section 28, "Employee Benefits," deals with accounting and reporting by the plan to all participants as a group. It does not deal with reports to individual participants about their retirement benefit rights. An entity shall recognize the cost of all employee benefits to which its employees have become entitled as a result of service rendered to the entity during the reporting period: (a) as a liability, or (b) as an expense. This section shall be applied in the financial statements of retirement benefit plans where such financial statements are prepared.

Section 32, "Events after the End of the Reporting Period," defines events after the end of the reporting period and sets out principles for recognizing, measuring, and disclosing those events. Events after the end of the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Its objective is to prescribe: (a) when an entity should adjust its financial statements for events after the reporting period, and (b) the disclosure that an entity should give about the date when the financial statements were authorized for issue and about events after the reporting period. It also requires that an entity should not prepare its financial statements on a going concern basis if events after the reporting period indicate that the going concern assumption is not appropriate.

#### Financial Assets

Financial assets include cash and cash equivalents and other financial instruments.

#### Cash

Cash includes cash on hand and in banks, and petty cash. Cash in bank in savings accounts earn interest at the respective bank deposit rates and these are deposits held at call with banks. Petty cash fund is intended as working fund for a small amount of expenses such as periodicals, reproduction cost, transportation, etc. Cash equivalents if any may consist of short-term, highly liquid debt instruments that are readily convertible to known amounts of cash with original maturities of three months or less and that are subject to an insignificant risk of change in value.

#### Property, Plant, and Equipment

Property, plant and equipment, are stated at cost less accumulated depreciation and amortization, and any impairment in value.

The initial cost of property, plant and equipment consists of its purchase price, including any directly attributable costs in bringing the asset to its working condition and location for its intended use. Expenditures incurred after the item has been put into operation, such as repairs, maintenance and overhaul costs, are normally recognized as expense in the period the costs are incurred. In situations where it can be clearly demonstrated that the expenditures have improved the condition of the asset beyond the originally assessed standard of performance, the expenditures are capitalized as an additional cost of property, plant and equipment. When assets are sold or retired, their costs and accumulated depreciation, amortization and impairment losses, if any, are eliminated from the accounts and any gain or loss resulting from their disposal is included in the statement of operations of such period.





Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets.

The useful life of each of the property, plant and equipment is estimated based on the period over which the asset is expected to be available for use. Such estimation is based on a collective assessment of industry practice and experience with similar assets.

The assets' residual values, useful lives and depreciation and amortization method are reviewed, and adjusted if appropriate, at each financial year-end.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the statement of operations in the year the item is derecognized.

### **Financial Liabilities**

#### **Trade and Other Payables**

Trade payables are liabilities to pay for goods or services that have been received or supplied and have been invoiced or formally agreed with the supplier. Trade payables are non interest bearing and are stated at their nominal value.

Trade and other payables are measured initially at their nominal values and subsequently recognized at amortized costs less settlement payments.

Fund Balance is the residual interest in the assets of a company that remains after deducting its liabilities. It also includes cumulative earnings of current and prior results as disclosed in the statement of comprehensive income and changes in fund balances.

#### **Loans Payable**

Loans payable are measured at their nominal values and subsequently recognized at amortized costs less settlement payments, if any.

### **Financial Instruments**

#### **Date of Recognition**

The Company recognizes a financial asset or a financial liability in the balance sheets when the Company becomes a party to the contractual provisions of the instrument.

#### **Initial Recognition of Financial Instruments**

All financial assets are initially recognized at fair value.

#### **Determination of Fair Value**

For all financial instruments not listed in an active market, the fair value is determined by using appropriate valuation techniques. Valuation techniques include net present value techniques, comparison to similar instruments for which market observable prices exist, options pricing models, and other relevant valuation models.

The fair value for any financial instruments traded in active markets at the balance sheet date is based on their quoted market price or dealer price quotations (bid price for long positions and ask price for short positions), without any deduction for transaction costs. When current bid and asking prices are not available, the price of the most recent transaction provides evidence of the current





fair value as long as there has not been a significant change in economic circumstances since the time of the transaction.

#### Impairment of Financial Assets

The Company assesses at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that the borrower or a group of borrowers is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and where observable data indicate that there is measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

#### Derecognition of Financial Assets and Financial Liabilities

##### Financial Assets

A financial asset (or, where applicable a part of financial asset or part of a group of similar financial assets) is derecognized when:

- the rights to receive cash flows from the asset have expired;
- the Company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a pass-through arrangement; or
- the Company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

##### Financial Liabilities

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of income.

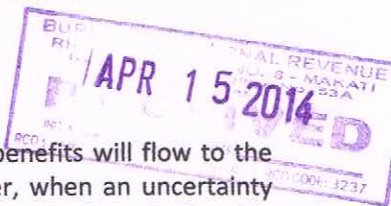
##### Offsetting Financial Instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

##### Gross Revenue/Receipts

Revenue is recognized to the extent that is probable that the economic benefits will flow to the Company and the amount of revenue can be reliably measured. However, when an uncertainty arises about the collectability of an amount already included in the revenue, the uncollectible amount, or the amount in respect of which recovery has ceased to be probable, is recognized as an expense, rather than as an adjustment of the amount of revenue originally recognized.

The following specific criteria must also be met before revenue is recognized:





- Tithes, offerings, donations, and other contributions are recognized as income when received.
- Registration fees and others are taken up as income upon collection.
- Miscellaneous income recognized when received.
- Interest income is recognized on a time proportion bases that reflects the effective yield of the interest.

#### **Expenses and Disbursements**

They are recognized in the income statement upon utilization of the service or at the date they are incurred. Finance costs are reported on an accrual basis.

#### **Revenue and Cost Recognition**

It is measured at the fair value of the consideration received or receivable. The measurement of revenue is affected by a variety of uncertainties that depend on the outcome of future events. The estimates often need to be revised as events occur and uncertainties are resolved. The following specific recognition criteria are used before revenue is recognized.

#### **Short-term Benefits**

The Company recognizes a liability net of amounts already paid and an expense for services rendered by employees during the accounting period. Short-term benefits given by the Company to its employees include salaries and wages, social security contributions, short-term compensated absences, bonuses and other non-monetary benefits.

#### **Tax Exemption**

The Foundation qualifies as donee institution in accordance with the provisions of Bureau of Internal Revenue (BIR) under Section 30 (E) of NIRC, As Amended.

The Foundation is not subject to income tax under Section 30 of the 1997 Tax Code with respect to income received by it. However, income of whatever kind and character from any of its properties, real or personal, or from any of its activities conducted for profit, regardless of the disposition made of such income, shall be subject to income tax.

#### **Fund Method of Accounting**

To ensure the observance of limitations and restrictions placed on the use of resources available to the Foundation, the accounts of the Foundation are maintained in accordance with the principles of fund accounting. This is a procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes. Separate accounts are maintained for each fund. In the accompanying financial statements, funds with similar characteristics have been combined into fund groups.

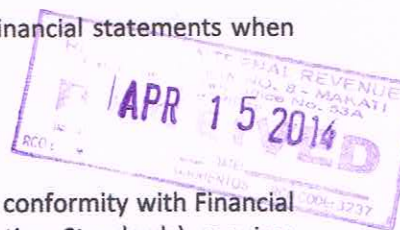
#### **Subsequent Events**

The Company identifies subsequent events as events that occurred after the balance sheet date but before the date when the financial statements were authorized for issue. Any subsequent events that provide additional information about the Company's financial position at the balance sheet date are reflected in the financial statements.

Events that are not adjusting events are disclosed in the notes to the financial statements when material.

### **3 Management's Significant Accounting Judgments and Estimates**

The preparation of the Company's accompanying financial statements in conformity with Financial Reporting Framework (in reference to the Philippine Financial Reporting Standards) requires





management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluations of relevant facts and circumstances as of the date of the financial statements. Actual results could differ from such estimates.

The estimates and underlying assumptions are reviewed ongoing basis. Revisions to accounting estimates are recognized in the period in which estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments are made by management on the development, selection, and disclosure of the Company's critical accounting policies and estimates and the application of these policies and estimates.

#### **Determining Functional Currency**

Based on economic substance of underlying circumstances relevant to the Company, the functional currency has been determined to be the Philippine peso. The Philippine peso is the currency of the primary economic environment in which the Company operates and it is the currency that mainly influences the prices of the products and services and the cost of providing such products and services

#### **Estimates**

In the application of the Company's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not easily apparent from other source. The estimates and associated assumption are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in period of revision and future periods if the revision affects both current and future periods.

*The following represents a summary of the significant estimates and judgments and related impact and associated risks in the Company's financial statements.*

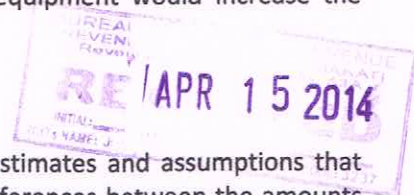
#### **Estimating useful lives of property and equipment**

The Company estimates the useful lives of its property and equipment based on the period over which these assets are expected to be available for use. The estimated useful lives of these assets are reviewed at least annually and are updated if expectations differ from previous estimates due to physical wear and tear and technical or commercial obsolescence on the use of these assets. It is possible that future results of operations could be materially affected by changes in estimates brought about by changes in factors mentioned above.

A reduction in the estimated useful lives of the property and equipment would increase the recorded expenses and decrease the non-current assets.

#### **Revenue Recognition**

The Company's revenue recognition policies require the use of estimates and assumptions that may affect the reported amounts of revenues and receivables. Differences between the amounts initially recognized and actual settlements are taken up in the accounts upon reconciliation. However, there is no assurance that such use of estimates may not result to material adjustments in future periods.





5. **CASH**

This account consists of:

		2013		2012
Cash on Hand and in Bank	P	598,091	P	2,729,776

6. **TITHES AND OFFERING**

This account consists of:

		2013		2010
Donations	P	10,835,436	P	13,504,046

7. **OPERATING EXPENSES**

This account consists of:

		2013		2012
Salaries and Wages	P	1,879,120.00	P	1,697,220.00
SSS/PHIC/HDMF Contribution Expense		598,752.00		582,625.00
Project Donation		3,675,825.00		2,153,428.00
Supplies		612,325.00		569,461.00
Representation		125,486.00		454,642.00
Acedamical Assistance		1,154,586.00		548,072.00
Communnication, Lights and Water		325,465.00		277,783.00
Managemet and legal Fee		36,000.00		20,254.00
Rental Expense		15,000.00		15,000.00
Dues And Subscription		5,500.00		5,430.00
Miscellaneous		2,321,498.00		2,432,423.00
Taxes and Licenses		165,468.00		116,141.00
Transportation and Travel		454,689.00		305,722.00
Uniform		78,954.00		49,159.00
Feeding Expenses		1,516,440.00		
<b>Total</b>	<b>P</b>	<b>12,967,121.00</b>	<b>P</b>	<b>9,227,360.00</b>

APR 15 2014

