



**STATEMENT OF MANAGEMENT'S RESPONSIBILITY  
FOR FINANCIAL STATEMENTS**

The management of **TSPI MUTUAL BENEFIT ASSOCIATION, INC.** (the "Association"), is responsible for the preparation and fair presentation of the financial statements as at and for the years ended December 31, 2014 and 2013, including the additional components attached therein, in accordance with the prescribed financial reporting framework indicated therein. This responsibility includes designing and implementing internal controls relevant to the preparation and fair presentation 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.

The Board of Trustees reviews and approves the financial statements and submits the same to the members.

R.G. Manabat & Co., the independent auditors appointed by the members, has audited the financial statements of the Association in accordance with Philippine Standards on Auditing, and in its report to the members, has expressed its opinion on the fairness of presentation upon completion of such audit.

Signature \_\_\_\_\_

  
**MA. LUZ A. PLANAS** – Chairman of the Board

Signature \_\_\_\_\_

  
**FLORENCIA G. TARRIELA** – Treasurer

Signature \_\_\_\_\_

  
**EDUARDO A. MENDOZA** – President & CEO

Signature \_\_\_\_\_

  
**NELIA A. NAYVE** – Deputy Director – Finance & Admin




**APR 17 2015**

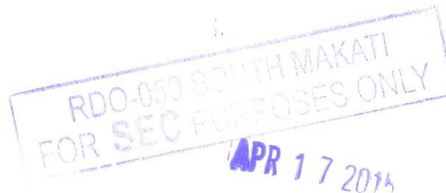
Signed this 10th day of April 2015

SUBSCRIBED AND SWORN TO BEFORE ME this APR 09 2015, at  
MAKATI CITY, affiants exhibiting the following:

- |                       |   |   |
|-----------------------|---|---|
| MA. LUZ A. PLANAS     | - | Passport #eb2288723<br>Manila<br>26 Apr 2011 to 25 Apr 2016 |
| FLORENCIA G. TARRIELA | - | Passport #EB6620757<br>Manila<br>23 Oct 2012 to 22 Oct 2017 |
| EDUARDO A. MENDOZA    | - | Passport #EB1906260<br>Manila<br>10 Feb 2011 to 09 Feb 2016 |
| NELIA A. NAYVE        | - | Passport #EC0997445<br>Manila<br>05 May 2014 to 04 May 2019 |

  
**ATTY. JUANCHO DAVID R. TABLANG**  
Notary Public for Makati City  
Commission Expires until December 31, 2016  
PTR No. 4750530: 1/05/2015 / Makati City  
IBP No. 0981941 : 1/05/2015 / Makati City  
Roll of Attorney No. 42002  
MCLE Compliance No. IV-0023768  
2016 Magsaysay St.,  
Brgy. Guadalupe Nuevo, Makati City

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Series of 2015.



**TSPI MUTUAL BENEFIT ASSOCIATION, INC.**  
(A Nonstock, Nonprofit Organization)

**FINANCIAL STATEMENTS**  
December 31, 2014 and 2013

RDO-050 SOUTH MAKATI  
FOR SEC PURPOSES ONLY

APR 17 2015



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Makati City 1226, Metro Manila, Philippines

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## REPORT OF INDEPENDENT AUDITORS

The Board of Trustees and Members  
TSPI Mutual Benefit Association, Inc.  
3<sup>rd</sup> Floor, TSPI Building, 2363 Antipolo St.  
Guadalupe Nuevo, Makati City

### Report on the Financial Statements

We have audited the accompanying financial statements of TSPI Mutual Benefit Association, Inc. (a nonstock, nonprofit organization), which comprise the statements of assets, liabilities and fund balance as at December 31, 2014 and 2013, and the statements of comprehensive income, statements of changes in fund balance and statements of cash flows for the years then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

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

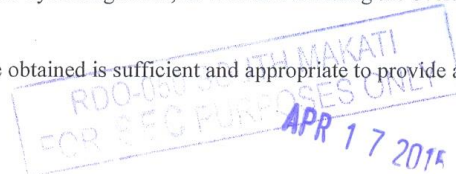
Management is responsible for the preparation and fair presentation of these financial statements in accordance with Philippine Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditors' Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Philippine Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditors' 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 auditors consider 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.

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





*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of TSPI Mutual Benefit Association, Inc. as at December 31, 2014 and 2013, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards.

**Report on the Supplementary Information Required Under Revenue Regulations No. 15-2010 of the Bureau of Internal Revenue**

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information in Note 22 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of management. The information has been subjected to the auditing procedures applied in our audits of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

**R.G. MANABAT & CO.**

DENNIS I. ILAN

Partner

CPA License No. 089564

IC Accreditation No. SP-2014/023-R, Group A, valid until August 26, 2017

SEC Accreditation No. 1182-A, Group A, valid until April 30, 2015

Tax Identification No. 161-313-405

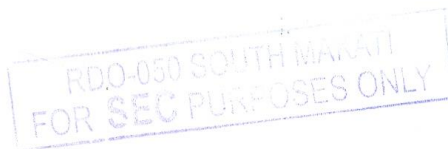
BIR Accreditation No. 08-001987-28-2014

Issued September 26, 2014; valid until September 25, 2017

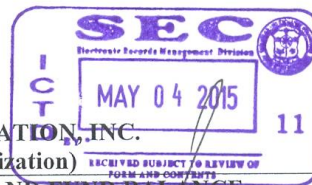
PTR No. 4748109MC

Issued January 5, 2015 at Makati City

April 10, 2015  
Makati City, Metro Manila



APR 17 2015



**TSPI MUTUAL BENEFIT ASSOCIATION, INC.**  
**(A Nonstock, Nonprofit Organization)**

**STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCE**

		<b>December 31</b>	
	<i>Note</i>	<b>2014</b>	<b>2013</b>
<b>ASSETS</b>			
Cash and cash equivalents	7	<b>P20,081,462</b>	P83,342,337
Short-term investments	8	<b>3,116,138</b>	3,098,101
Available-for-sale financial assets	9	<b>674,708,931</b>	537,020,073
Held-to-maturity investments	10, 19	<b>84,490,843</b>	69,261,548
Receivables	11	<b>17,448,885</b>	20,549,865
Property, equipment and computer software - net	13	<b>8,801,661</b>	3,960,533
Retirement asset	21	<b>4,017,003</b>	2,736,371
Other assets	14	<b>742,425</b>	1,272,111
		<b>P813,407,348</b>	P721,240,939
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Claims payable	15	<b>P3,631,544</b>	P5,036,733
Accrued expenses and other liabilities	16	<b>28,943,661</b>	21,493,912
Aggregate reserves	17	<b>12,328,295</b>	12,397,845
Equity value reserve	18	<b>295,023,168</b>	267,527,512
<b>Total Liabilities</b>		<b>339,926,668</b>	306,456,002
<b>Fund Balance</b>			
Guaranty fund reserve	19	<b>74,360,496</b>	65,401,559
General fund balance	20	<b>60,791,208</b>	334,057,218
Funds assigned for members' benefits	20	<b>214,938,570</b>	-
Funds assigned for capacity building	20	<b>92,116,530</b>	-
Employee benefit reserves	21	<b>2,203,855</b>	59,975
Fair value reserve on available-for-sale financial assets	9	<b>27,880,558</b>	13,979,586
Fair value reserve on HTM to be amortized in profit or loss	10	<b>1,189,463</b>	1,286,599
<b>Total Fund Balance</b>		<b>473,480,680</b>	414,784,937
		<b>P813,407,348</b>	P721,240,939

*See Notes to the Financial Statements*

