

TULAY SA PAG UNLAD, INC. (A MICROFINANCE NGO)
(Formerly Tulay Sa Pag-unlad, Inc.)

STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCE

		December 31	
	Note	2021	2020
ASSETS			
Current Assets			
Cash and cash equivalents	6	P90,373,142	P285,813,543
Reserved fund	7	296,410,837	-
Loans receivable	9	704,208,081	827,917,142
Other receivables	10	4,729,957	7,309,124
Due from related parties	19	7,364,731	7,252,905
Prepayments and other current assets		3,996,819	1,912,649
Total Current Assets		1,107,083,567	1,130,205,363
Noncurrent Assets			
Property and equipment	11	186,017,736	158,120,949
Right-of-use asset	13, 25	16,958,636	20,131,184
Intangible assets	12	81,077	1,163,397
Retirement asset	20	36,118,698	14,296,495
Restricted investments	8	-	55,685,618
Deferred tax asset - net	26	-	1,494,013
Other noncurrent assets	14	9,572,345	10,381,249
Total Noncurrent Assets		248,748,492	261,272,905
		P1,355,832,059	P1,391,478,268
LIABILITIES AND FUND BALANCE			
Current Liabilities			
Clients' capital build up	5, 15	P558,403,515	P556,055,174
Accounts payable and accrued expenses	16	146,193,459	164,536,755
Loans payable - current portion	17	5,500,000	6,100,000
Due to related parties	19	4,741,683	6,588,328
Funds held in trust	18	2,860,501	1,399,021
Accrued retirement liability	20	-	101,430,448
Current portion of lease liabilities	5,25	10,951,578	10,390,593
Total Current Liabilities		728,650,736	846,500,319
Noncurrent Liabilities			
Deferred tax liabilities - net	26	45,231,685	-
Lease liabilities - net of current portion	25	4,883,528	8,877,092
Total Noncurrent Liabilities		50,115,213	8,877,092
Total Liabilities		778,765,949	855,377,411
Fund Balance			
Accumulated net income		381,693,865	460,619,616
Employee benefit reserve	20	115,944,990	17,478,214
Revaluation increment on property	11	79,427,255	58,003,027
Total Fund Balance		577,066,110	536,100,857
		P1,355,832,059	P1,391,478,268

See Notes to the Financial Statements.

TULAY SA PAG-UNLAD, INC. (A MICROFINANCE NGO)
(Formerly Tulay Sa Pag-unlad, Inc.)

STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (LOSS)

	Note	2021	2020
REVENUES			
Interest income calculated using the effective interest method	9, 21	P395,398,709	P364,280,418
Service income	21	21,908,602	19,678,916
	21	417,307,311	383,959,334
EXPENSES			
Project and operational costs	22	303,497,527	326,283,214
Impairment losses on loans receivable and other receivables	9, 10	72,485,665	110,758,399
General and administrative expenses	23	62,713,050	67,970,538
Interest expense on client's capital build up	15, 21	3,834,805	9,050,236
		442,531,047	514,062,387
LOSS FROM OPERATIONS		(25,223,736)	(130,103,053)
FINANCE COST	25	(1,704,356)	(1,557,990)
FINANCE CHARGES	17	(418,176)	(3,365,226)
OTHER INCOME - Net	24	9,480,188	2,846,305
NET OPERATING LOSS		(17,866,080)	(132,179,964)
INCOME TAX COMPROMISE	4	52,725,622	
NET LOSS BEFORE INCOME TAX		(70,591,702)	(132,179,964)
INCOME TAX EXPENSE		8,334,049	7,697,425
NET LOSS		(78,925,751)	(139,877,389)
OTHER COMPREHENSIVE INCOME (LOSS)			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Remeasurement of defined benefit asset	20	138,051,064	(101,836,832)
Tax effect	20, 26	(39,584,288)	30,551,050
Net change in revaluation increment on property	11	28,565,638	-
Tax effect	26	(7,141,410)	-
		119,891,004	(71,285,782)
TOTAL COMPREHENSIVE INCOME (LOSS)		P40,965,253	(P211,163,171)

See Notes to the Financial Statements.

Tulay sa Pag-unlad, Inc. (A Microfinance NGO)
Financial Statements | December 31, 2021 and 2022

With Independent Auditors' Report

**TULAY SA PAG-UNLAD, INC. (A MICROFINANCE NGO)
(FORMERLY TULAY SA PAG-UNLAD, INC.)**

STATEMENTS OF CASH FLOWS

	Years Ended December 31		
	Note	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss before income tax expense		(P17,866,080)	(P132,179,964)
Adjustments for:			
Interest and service income	21	(417,307,311)	(383,959,334)
Impairment losses on loans receivable and other receivables	9, 10	(72,485,665)	(110,758,399)
Depreciation and amortization	11, 12, 13	25,417,736	27,858,417
Retirement expense	20	14,798,413	12,809,651
Recovery of previous impairment loss on PPE	11	(7,997,076)	-
Interest expense on client's capital build-up	15, 21	3,834,805	9,050,236
Interest expense on lease liability	25	1,704,356	1,557,990
Gain from disposal of property and equipment	11, 24	(330,669)	(17,133)
PFRS 16 adjustments		-	8,319,107
Operating loss before working capital changes		(470,231,491)	(567,319,429)
Changes in:			
Reserved fund	7	(296,410,837)	-
Loans receivable		196,194,726	475,648,837
Other receivables		2,579,168	(1,151,439)
Due from related parties		(111,826)	9,446,288
Prepayments and other current assets		(2,084,170)	659,683
Clients' capital build up		2,348,341	(95,208,440)
Accounts payable and accrued expenses		(18,298,362)	(1,566,139)
Due to related party		(1,846,645)	4,100,346
Funds held in trust		1,461,480	582,916
Cash used in operations		(586,399,616)	(174,807,377)
Interest received	21	417,307,311	387,070,159
Income tax compromise	28	(52,725,622)	-
Income tax paid		(8,356,984)	(7,668,573)
Interest paid		(3,856,805)	(9,697,861)
NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES		(234,031,716)	194,896,348
CASH FLOWS FROM INVESTING ACTIVITIES			
Decrease (increase) in restricted investments		55,685,618	(540,355)
Decrease in other noncurrent assets		2,041,434	2,139,708
Acquisitions of property and equipment	11	(679,745)	(625,023)
Proceeds from disposal of property and equipment and intangible assets		330,752	156,361
Net cash provided by investing activities		57,378,059	1,130,691
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of lease liability	25	(P18,186,744)	(P25,092,777)
Payments of loans payable		(6,100,000)	(146,693,767)
Proceeds from loans payable		5,500,000	6,100,000
Net cash used in investing activities		(18,786,744)	(165,686,544)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS			
		(195,440,401)	30,340,495
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR			
	6	285,813,543	255,473,048
CASH AND CASH EQUIVALENTS AT END OF YEAR			
	6	P90,373,142	P285,813,543

See Notes to the Financial Statements.

**TULAY SA PAG-UNLAD, INC. (A MICROFINANCE NGO)
(FORMERLY TULAY SA PAG-UNLAD, INC.)**

STATEMENTS OF CHANGES IN FUND BALANCE

	Years Ended December 31				
	Note	Accumulated Net Income	Employee Benefit Reserves	Revaluation Increment on Property	Total Fund Balance
Balance at January 1, 2021		P460,619,616	P17,478,214	P58,003,027	P536,100,857
Net loss		(78,925,751)	-	-	(78,925,751)
Other comprehensive income:					
Revaluation increment on property		-	-	28,565,638	28,565,638
Remeasurement of defined benefit asset		-	138,051,064	-	138,051,064
Tax effect	26	-	(39,584,288)	(7,141,410)	(46,725,698)
Total comprehensive income (loss)		(78,925,751)	98,466,776	21,424,228	40,965,253
Balance at December 31, 2021		P381,693,865	P115,944,990	P79,427,255	P577,066,110
Balance at January 1, 2020		P600,497,005	P88,763,996	P58,003,027	P747,264,028
Net loss		(139,877,389)	-	-	(139,877,389)
Other comprehensive loss:					
Remeasurement of defined benefit asset		-	(101,836,832)	-	(101,836,832)
Tax effect	26	-	30,551,050	-	30,551,050
Total comprehensive loss		(139,877,389)	(71,285,782)	-	(211,163,171)
Balance at December 31, 2020		P460,619,616	P17,478,214	P58,003,027	P536,100,857

See Notes to the Financial Statements.

Tulay sa Pag-unlad, Inc. (A Microfinance NGO)

**Financial Statements
December 31, 2021 and 2022**

Audited by: 