

**TRADE AND INVESTMENT DEVELOPMENT CORPORATION OF THE PHILIPPINES**  
**Philippine Export Import Credit Agency**  
**STATEMENTS OF FINANCIAL POSITION**  
As at December 31, 2017 and 2016  
(In Philippine Peso)

	Note	2017	2016 (As restated)
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	170,518,540	463,295,211
Short-term held-to-maturity investments	6	224,248,922	-
Available-for-sale (AFS) financial assets	7	465,844,614	476,953,000
Loans and receivables, net	8.1	28,375,784	45,159,483
Other current assets	13.1	525,851,546	18,097,285
		<b>1,414,839,406</b>	<b>1,003,504,979</b>
<b>NON-CURRENT ASSETS</b>			
Loans and receivables, net	8.2	322,760,862	349,874,793
Investment property, net	9	40,762,029	64,818,402
Property and equipment, net	10	64,268,450	69,839,808
Intangible assets, net	11	733,417	900,296
Deferred tax asset	12	288,564,775	221,742,026
Other non-current assets	13.2	35,417,567	48,811,181
		<b>752,507,100</b>	<b>755,986,506</b>
<b>TOTAL ASSETS</b>		<b>2,167,346,506</b>	<b>1,759,491,485</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable	14	500,077,859	374,554,193
Accrued expenses	15	12,605,982	5,388,695
Loans payable	16	812,250,000	855,000,000
Interest payable	17	4,613,781	4,133,767
Unearned income	18.1	23,263,724	28,647,188
Other payables	19	50,000,770	86,014,140
		<b>1,402,812,116</b>	<b>1,353,737,983</b>
<b>NON-CURRENT LIABILITIES</b>			
Unearned income	18.2	3,312,176	3,637,855
Deferred tax liability	12	535,088	521,178
		<b>3,847,264</b>	<b>4,159,033</b>
<b>TOTAL LIABILITIES</b>		<b>1,406,659,380</b>	<b>1,357,897,016</b>
<b>EQUITY</b>			
Capital stock	20.1	5,961,899,438	5,461,899,438
Deficit	20.2	(5,153,879,598)	(5,020,748,126)
Net unrealized gain (loss) on AFS financial assets	20.3	(47,332,714)	(39,556,843)
<b>TOTAL EQUITY</b>		<b>760,687,126</b>	<b>401,594,469</b>
<b>TOTAL EQUITY and LIABILITIES</b>		<b>2,167,346,506</b>	<b>1,759,491,485</b>

The Notes on pages 9 to 59 form part of these financial statements.

**TRADE AND INVESTMENT DEVELOPMENT CORPORATION OF THE PHILIPPINES**  
**Philippine Export-Import Credit Agency**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
For the Years Ended December 31, 2017 and 2016  
(In Philippine Peso)

	Note	2017	2016 (As restated)
<b>REVENUE</b>			
Operating income	22	151,701,137	172,555,101
Other income	22	228	89,675
		<b>151,701,365</b>	<b>172,644,776</b>
<b>EXPENSES</b>			
<b>Operating expenses:</b>			
Bad debts expense		145,810,361	354,743,434
Personal services	23	98,397,740	91,276,504
Licenses and taxes		8,547,179	2,425,279
Other services		8,264,495	8,670,292
Depreciation expense		7,810,926	11,336,940
Light and water		5,360,688	5,533,280
Audit fees and services		5,350,227	3,361,946
Communication expense		3,346,476	3,502,701
Repairs and maintenance		3,062,856	3,534,353
Insurance		1,965,422	2,081,447
Staff training and development		1,915,725	1,298,749
Business development expense		1,245,819	2,224,486
Travelling expense		952,695	1,067,206
Rent expense		855,224	1,039,049
Fuel, oil and lubricants		701,028	595,924
Administration expense		674,191	3,285,362
Supplies and materials		528,385	770,251
Representation expense		486,442	776,850
Miscellaneous expense		418,413	172,707
Dues and subscription		271,785	285,540
Amortization expense		166,879	120,880
Legal fees and other services		1,463	112,419
Consultancy expense		-	144,828
Donation and contribution		-	99,974
<b>Other expenses:</b>			
Interest and financial charges	24	45,795,160	49,810,725
		<b>341,929,579</b>	<b>548,271,126</b>
<b>INCOME BEFORE INCOME TAX</b>		<b>(190,228,214)</b>	<b>(375,626,350)</b>
<b>INCOME TAX EXPENSE (BENEFIT)</b>			
Current tax	12, 25	6,379,581	6,338,624
Deferred tax	12	(63,476,323)	(119,895,171)
		<b>(57,096,742)</b>	<b>(113,556,547)</b>
<b>NET INCOME (LOSS)</b>		<b>(133,131,472)</b>	<b>(262,069,803)</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>			
<b>Item that will be reclassified subsequently to profit or loss:</b>			
Unrealized gain (loss) on AFS financial assets		(11,108,386)	(4,283,615)
Reclassification adjustments		-	5,349,001
Unrealized gain (loss) on AFS financial assets, net		(11,108,386)	1,065,386
Tax expense		3,332,515	(319,616)
<b>NET OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>(7,775,871)</b>	<b>745,770</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>(140,907,343)</b>	<b>(261,324,033)</b>

The Notes on pages 9 to 59 form part of these financial statements.

**TRADE AND INVESTMENT DEVELOPMENT CORPORATION OF THE PHILIPPINES**  
**Philippine Export-Import Credit Agency**  
**STATEMENTS OF CHANGES IN EQUITY**  
For the Years Ended December 31, 2017 and 2016  
(In Philippine Peso)

	Note	Capital stock 20.1	Deficit 20.2	Net unrealized gains (losses) on AFS financial assets 20.3	Total
<b>Balance, January 1, 2016 as reported</b>		<b>5,461,899,438</b>	<b>(4,770,695,455)</b>	<b>(40,302,613)</b>	<b>650,901,370</b>
Add (Deduct):					
Prior period errors	26	-	12,042,570	-	12,042,570
<b>Balance, January 1, 2016, as restated</b>		<b>5,461,899,438</b>	<b>(4,758,652,885)</b>	<b>(40,302,613)</b>	<b>662,943,940</b>
Reversal of forex gains (losses)		-	(25,438)	-	(25,438)
Decrease in fair value adjustment		-	-	745,770	745,770
Net income (loss) for the year		-	(262,069,803)	-	(262,069,803)
<b>Balance, December 31, 2016</b>		<b>5,461,899,438</b>	<b>(5,020,748,126)</b>	<b>(39,556,843)</b>	<b>401,594,469</b>
Capital infusion	13.1	500,000,000	-	-	500,000,000
Increase in fair value adjustment		-	-	(7,775,871)	(7,775,871)
Net income (loss) for the year		-	(133,131,472)	-	(133,131,472)
<b>Balance, December 31, 2017</b>		<b>5,961,899,438</b>	<b>(5,153,879,598)</b>	<b>(47,332,714)</b>	<b>760,687,126</b>

The Notes on pages 9 to 59 form part of these financial statements.

**TRADE AND INVESTMENT DEVELOPMENT CORPORATION OF THE PHILIPPINES**  
**Philippine Export-Import Credit Agency**  
**STATEMENTS OF CASH FLOWS**  
For the Years Ended December 31, 2017 and 2016  
(In Philippine Peso)

	2017	2016 (As Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Guarantee, interest and premium receipts	44,500,526	103,671,672
Miscellaneous receipts	93,883,228	54,007,154
Cash payments to employees and suppliers	(131,162,686)	(130,639,721)
Collection of loans receivables	55,922,100	69,987,495
Loan releases	(37,213,823)	(69,007,101)
Collection of receivables from subrogated claims on default guaranteed accounts	-	88,169,374
Deposits from customers and contractors	8,143,393	48,170,041
Payment to clients/government agencies	(11,715,996)	(9,153,627)
Miscellaneous payments	(1,715,346)	(522,512)
<b>Net cash provided by operating activities</b>	<b>20,641,396</b>	<b>154,682,775</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net placements/proceeds of matured securities	(224,248,901)	94,553,020
Purchase of property, plant and equipment	(2,123,442)	(5,969,679)
<b>Net cash provided by (used in) investing activities</b>	<b>(226,372,343)</b>	<b>88,583,341</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of corporate borrowings	(42,750,000)	(45,000,000)
Payment of guarantee fee due to the National Government	(3,800,000)	(4,950,000)
Payment to lenders for interest and financial charges	(40,497,590)	(42,793,335)
<b>Net cash used in financing activities</b>	<b>(87,047,590)</b>	<b>(92,743,335)</b>
Effect of exchange rate changes on cash on hand and in banks	1,866	72,831
<b>NET INCREASE (DECREASE) IN CASH ON HAND AND IN BANKS</b>	<b>(292,776,671)</b>	<b>150,595,612</b>
Cash and cash equivalents at beginning of period	463,295,211	312,699,599
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>170,518,540</b>	<b>463,295,211</b>

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