

SMALL BUSINESS GUARANTEE AND FINANCE CORPORATION
STATEMENT OF FINANCIAL POSITION
As of June 30, 2018

ASSETS

Current Assets	
Cash on Hand and in Banks	392,147,399
Cash in Bank HYSA-SDA	1,803,598,601
Investments in Gov't Sec	313,821,553
Interest Receivable on Investments	14,640,761
Loans Receivable	3,688,789,601
Allowance for Doubtful Accounts	(757,029,438)
Interest Receivable on Loans	24,465,488
Sale Contract Receivable	31,066,985
Other Current Assets / Receivables	41,315,425
	<u>5,552,816,375</u>
Non-Current Assets	
Accounts Receivable, Others	26,177,741
Property and Equipment, Net	69,589,661
Real and Other Properties or Acquired, Net	55,353,315
Investments in Gov't Sec	1,472,177,856
Equity Investment	28,537,120
Allowance for Doubtful Accounts	(4,225,120)
Other Assets	5,295,951
Deferred Tax Asset	113,640,006
Guarantee Paid Loans	79,303,022
Allowance for Doubtful Accounts	(79,908,988)
Derivative with Positive Fair Value - ADB	136,993,736
	<u>1,902,934,300</u>
TOTAL ASSETS	<u><u>7,455,750,675</u></u>

LIABILITIES AND EQUITY

Current Liabilities	
Accounts Payable and Accrued Expenses	889,744,489
Interest Payable	10,190,803
Deferred Tax Liability	10,325,219
Undistributed Collections	5,027,886
Notes Payable	1,626,731,221
Long-Term Liabilities-Current Portion - ODA	136,751,671
	<u>2,678,771,289</u>
Non-Current Liabilities	
Notes Payable	98,146,647
Long-Term Liabilities - ODA	1,023,417,329
	<u>1,121,563,976</u>
Total Liabilities	<u><u>3,800,335,265</u></u>
Equity	
Capital Stock	1,919,902,000
Paid in Capital in Excess of par Value	79,510,460
Derivative Valuation Reserve	136,993,736
Retained Earnings	729,716,748
Add: Net Income from Continuing Operation	789,292,466
Total	<u><u>3,655,415,410</u></u>
TOTAL LIABILITIES AND EQUITY	<u><u>7,455,750,675</u></u>

Prepared by:

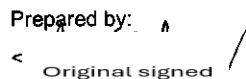
Original signed
MANUEL C. PELAYO
OIC, Manager-Accounting Dept.

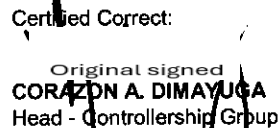
Certified by:

Original signed
CORAZON A. DIMAYUSA
Head - Controllership Group

SMALL BUSINESS GUARANTEE AND FINANCE CORPORATION
INCOME STATEMENT
For the Six Month Period Ending June 30, 2018

Operating Revenues	
Lending Operations	
Wholesale - SME	3,579,447
Wholesale - MICRO	23,597,498
RETAIL	63,024,310
P3	7,969,809
ERF	13,066,741
Sub-Total	<u>111,237,805</u>
Guarantee Operations	744,241
Treasury Operations	34,055,063
Other Operating Income	9,639,356
Total Operating Revenue	<u>155,676,465</u>
Operating Expenses	
Financing Cost	25,825,595
Credit Cost	9,711,105
Operating Cost	
Personal Services	77,842,650
MOOE	29,838,601
	<u>107,681,251</u>
Total Operating Expenses	<u>143,217,950</u>
Net Operating Income	<u>12,458,515</u>
Other Revenues	
Gain on sale of acquired assets	1,279,997
Miscellaneous	4,033,572
Gain/ (Loss) on Foreign Exchange-Realized	(1,077,835)
Total Other Revenues	<u>4,235,734</u>
Other Expenses	
Acquired Asset Expense	169,015
Litigation Expense	57,311
Provision for Probable Losses - ROPA	415,177
Total Other Expenses	<u>641,503</u>
Net Operating Income before Extra Ordinary Items	16,052,746
Add/(Deduct): Extra Ordinary Items	
Translation Adjustment - Net	(64,830,744)
Change in Derivative Valuation	85,604,357
	<u>20,773,613</u>
NET INCOME FROM CONTINUING OPERATION	<u>36,826,359</u>
Subsidy from National Government	
Pondo Sa Pagbabago at Pag-Asenso - P3	766,995,964
Total	<u>766,995,964</u>
Expenses	
Operating Cost	
P3 Expense	8,719,413
Total	<u>10,588,752</u>
Credit Cost	
Provision for Probable Losses - P3	3,941,105
Total	<u>3,941,105</u>
NET SUBSIDY	<u>752,466,107</u>
NET INCOME INCLUSIVE OF SUBSIDY	<u>789,292,466</u>

Prepared by: 
Original signed
MARIBEL C. PELAYO
OIC, Manager-Accounting Dept.

Certified Correct:

Original signed
CORAZON A. DIMAYUGA
Head - Controllorship Group