

**SMALL BUSINESS GUARANTEE AND FINANCE CORPORATION**  
**STATEMENT OF INCOME**  
**For the Twelve Month Period Ending December 31, 2019**

<b>Operating Revenues</b>	
Lending Operations	
Wholesale - SME	8,806,586
Wholesale - MICRO	51,600,887
RETAIL	112,671,256
ERF (Enterprise Rehabilitation Financing)	13,313,786
P3 (Pondo sa Pagbabago at Pag-asenso)	75,607,412
Sub-Total	<u>261,999,927</u>
Equity Ventures	3,313,412
Equity Financing Operations	500,000
Guarantee Operations	660,718
Treasury Operations	39,653,680
Other Operating Income	48,608,527
<b>Total Operating Revenue</b>	<b><u>354,736,264</u></b>
<b>Operating Expenses</b>	
Financing Cost	24,601,181
Credit Cost	30,000,000
Operating Cost	279,268,951
<b>Total Operating Expenses</b>	<b><u>333,870,132</u></b>
<b>Net Operating Income</b>	<b><u>20,866,131</u></b>
<b>Other Revenues</b>	
Gain on sale of acquired assets	5,968,000
Miscellaneous	7,616,899
Gain/ (Loss) on Foreign Exchange-Realized	5,710,195
<b>Total Other Revenues</b>	<b><u>19,295,093</u></b>
<b>Other Expenses</b>	
Acquired Asset Expense	830,639
Litigation Expense	432,236
Provision for Probable Losses - ROPA	399,946
P3 Expense	21,486,267
<b>Total Other Expenses</b>	<b><u>23,149,087</u></b>
<b>NET OPERATING INCOME BEFORE EXTRA ORDINARY ITEMS</b>	<b><u>71,840,876</u></b>
Add/(Deduct): Extra Ordinary Items	
Translation Adjustment - Net	39,935,041
Change in Derivative Valuation	(157,368,107)
	<u>(117,433,066)</u>
Net Income from Continuing Operation	<u>(45,592,190)</u>
<b>Subsidy from National Government</b>	
Pondo Sa Pagbabago at Pag-Asenso - P3	1,500,000,000
Total	<u>1,500,000,000</u>
<b>Expenses</b>	
MOOE - P3	52,298,713
Credit Cost	101,269,474
Total	<u>153,568,187</u>
<b>NET SUBSIDY</b>	<b><u>1,346,431,813</u></b>
<b>NET INCOME INCLUSIVE OF NET OF SUBSIDY</b>	<b><u>1,300,839,623</u></b>

Prepared by:

Original signed  
**MARIDEL C. PELAYO**  
 OIC, Manager-Accounting Dept.

Certified Correct:

Original signed  
**CORAZON A. DIMAYUGA**  
 Head - Controllership Group

**SMALL BUSINESS GUARANTEE AND FINANCE CORPORATION**  
**STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2019**

**ASSETS**

Current Assets	
Cash on Hand and in Banks	171,221,606
Cash in Bank HYSAs-SDA	54,999,549
Interest Receivable on Investments	4,232,007
Loans Receivable	5,845,319,661
Allowance for Doubtful Accounts	(952,438,114)
Interest Receivable on Loans	42,082,156
Sale Contract Receivable	17,674,655
Other Current Assets / Receivables	19,222,900
	<u>5,202,314,420</u>
Non-Current Assets	
Accounts Receivable, Others	37,286,260
Property and Equipment, Net	68,228,675
Real and Other Properties or Acquired, Net	67,545,205
Investments in Gov't Sec	590,006,393
Equity Investment	55,830,620
Allowance for Doubtful Accounts	(4,225,120)
Other Assets	4,281,774
Deferred Tax Asset	159,053,356
Derivative with Positive Fair Value	287,084,952
	<u>1,265,092,115</u>
<b>TOTAL ASSETS</b>	<u><u>6,467,406,535</u></u>

**LIABILITIES AND EQUITY**

Current Liabilities	
Accounts Payable and Accrued Expenses	100,231,637
Interest Payable	1,805,722
Deferred Tax Liability	12,149,813
Undistributed Collections	4,019,925
Notes Payable	89,431,738
Long-Term Liabilities-Current Portion - ODA	131,063,983
	<u>338,702,817</u>
Non-Current Liabilities	
Notes Payable	17,789,448
Long-Term Liabilities - ODA	759,105,296
Deferred Option Premium	246,585,575
	<u>1,023,480,320</u>
Total Liabilities	<u><u>1,362,183,136</u></u>
Equity	
Capital Stock	1,882,408,400
Paid in Capital in Excess of par Value	79,510,460
Retained Earnings	1,842,464,916
Add: Net Income from Continuing Operation	1,300,839,623
Total	<u><u>5,105,223,399</u></u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<u><u>6,467,406,535</u></u>

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