

PHILIPPINE POSTAL CORPORATION
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021 and 2020

	<u>NOTE</u>	<u>2021</u>	<u>2020</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	4	2,231,945,773	2,105,512,021
Receivables	5	2,976,766,342	2,628,913,517
Inventories	6	167,562,198	162,328,164
Other Investments	7	1,433,365,937	1,484,089,149
Other Current Assets	8b	144,567,736	151,845,067
Total Current Assets		<u>6,954,207,986</u>	<u>6,532,687,918</u>
Non-Current Assets			
Investment in Subsidiaries	7a	5,302,123	5,302,123
Financial Assets	7c	50,000,000	50,000,000
Property, Plant and Equipment	9	3,435,867,084	3,568,544,048
Intangible Assets	10	21,689,611	0
Deferred Tax Assets	11	155,552,195	152,659,907
Other Non-Current Assets	12	465,784,629	466,370,990
Total Non-Current Assets		<u>4,134,195,642</u>	<u>4,242,877,068</u>
Total Assets		<u>11,088,403,628</u>	<u>10,775,564,986</u>
LIABILITIES			
Current Liabilities			
Financial Liabilities	13	2,652,134,792	2,686,676,406
Inter-Agency Payables	14	582,259,975	567,196,707
Intra-Agency Payables	15	972,284,752	742,470,687
Trust Liabilities	16	844,475,786	730,085,903
Deferred Credits/Unearned Revenue	17	231,622,087	268,379,613
Provisions	18	319,419,113	302,811,356
Other Payables	19	63,190,299	133,574,972
Total Current Liabilities		<u>5,665,386,804</u>	<u>5,431,195,644</u>
Non-Current Liabilities			
Deferred Tax Liabilities	20	129,047,870	108,530,264
Other Payables	20	121,097,874	149,338,300
Total Non-Current Liabilities		<u>250,145,744</u>	<u>257,868,564</u>
Total Liabilities		<u>5,915,532,548</u>	<u>5,689,064,208</u>
Net Assets (Total Assets Less Total Liabilities)		<u>5,172,871,080</u>	<u>5,086,500,778</u>
NET ASSETS/EQUITY			
Government Equity	21	3,199,742,410	3,199,742,410
Contributed Capital		0	200,000
Accumulated Surplus	29	1,972,938,431	500,554,780
Revaluation Surplus	30	190,239	1,386,003,588
Total Net Assets/Equity		<u>5,172,871,080</u>	<u>5,086,500,778</u>

The notes on pages 11 to 49 form part of these statements.

PHILIPPINE POSTAL CORPORATION
STATEMENTS OF FINANCIAL PERFORMANCE
FOR THE YEARS ENDED DECEMBER 31, 2021 and 2020

	<u>NOTE</u>	<u>2021</u>	<u>2020</u>
Revenue			
Service and Business Income	22	2,872,071,613	2,158,194,210
Net Assistance/Subsidy	34a	520,256,000	500,256,000
Shares, Grants and Donations		2,595,000	31,776
Total Revenue		<u>3,394,922,613</u>	<u>2,658,481,986</u>
Current Operating Expense			
Personnel Services	24	(1,807,628,426)	(1,776,464,983)
Maintenance and Other Operating Expenses	25	(1,478,727,254)	(1,007,091,598)
Financial Expenses		(2,661,493)	(3,163,501)
Direct Costs		(1,948,639)	(2,761,650)
Non-Cash Expenses	26	(63,652,927)	(70,125,571)
Total Current Operating Expense		<u>(3,354,618,739)</u>	<u>(2,859,607,303)</u>
Surplus (Deficit) from Current Operations		<u>40,303,874</u>	<u>(201,125,317)</u>
Other Non-Operating Income	23	8,774,565	5,050,948
Gains	27	113,261,507	26,416,848
Losses	28	(49,741,433)	(70,489,551)
Surplus (Deficit) before Tax		<u>112,598,513</u>	<u>(240,147,072)</u>
Income Tax Expense	36e	(6,158,226)	0
Net Surplus (Deficit) for the Period		<u>106,440,287</u>	<u>(240,147,072)</u>

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PHILIPPINE POSTAL CORPORATION
STATEMENTS OF CHANGES IN NET ASSETS/EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2021 and 2020

	Accumulated Surplus/ (Deficit)	Government Equity	Contributed Capital	Revaluation Surplus	Total
BALANCE AT JANUARY 1, 2020	724,374,978	3,273,850,410	200,000	1,575,397,359	5,573,822,747
ADJUSTMENTS:					
Add (Deduct):					
Prior period errors	16,326,874	0	0	0	16,326,874
RESTATED BALANCE AT JANUARY 1, 2020	740,701,852	3,273,850,410	200,000	1,575,397,359	5,590,149,621
Changes in Net Assets/Equity for CY 2020					
Add (Deduct):					
Deficit for the Period	(240,147,072)	0	0	0	(240,147,072)
Other Adjustments	0	(74,108,000)	0	(189,393,771)	(263,501,771)
BALANCE AT DECEMBER 31, 2020	500,554,780	3,199,742,410	200,000	1,386,003,588	5,086,500,778
Changes in Net Assets/Equity for CY 2021					
Add (Deduct):					
Surplus for the Period	106,440,287	0	0	0	106,440,287
Other Adjustments	1,365,943,364	0	(200,000)	(1,385,813,349)	(20,069,985)
BALANCE AT DECEMBER 31, 2021	1,972,938,431	3,199,742,410	0	190,239	5,172,871,080

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PHILIPPINE POSTAL CORPORATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflows		
Collection of Revenue	2,164,674,767	1,570,268,316
Receipt of Assistance/Subsidy	520,256,000	500,256,000
Collection of Receivables	739,908,015	543,793,787
Receipts of Intra-Agency Fund Transfers	9,481,969,118	8,192,058,814
Trust Receipts	244,651,888	225,370,777
Other Receipts	14,936,125	17,071,725
Total Cash Inflows	13,166,395,913	11,048,819,419
Adjustments	1,526,560,699	36,671,549
Adjusted Cash Inflows	14,692,956,612	11,085,490,968
Cash Outflows		
Payment of Expenses	2,460,856,277	1,868,060,746
Purchase of Inventories	94,823,898	115,732,319
Grant of Cash Advances	125,387,080	98,012,275
Prepayments	4,551,695	11,215,850
Refund of Deposits	1,182,831	1,955,625
Payment of Accounts Payable	21,620,836	24,740,752
Remittance of Personnel Benefit Contributions and Mandatory Deductions	891,071,821	720,974,888
Release of Inter-Agency Fund Transfers	11,731,106	912,664
Release of Intra-Agency Fund Transfers	9,027,533,277	7,971,821,967
Other Disbursements	429,122,684	453,768,801
Total Cash Outflows	13,067,881,505	11,267,195,887
Adjustments	1,604,333,072	402,137,519
Adjusted Cash Inflows	14,672,214,577	11,669,333,406
Net Cash Provided by/(Used In) Operating Activities	20,742,035	(583,842,438)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Inflows		
Proceeds from Sale/Disposal of Property, Plant and Equipment	0	30,000
Receipts of Interest Earned	7,155,024	4,135,378
Proceeds from Matured Investments/Redemption of Long-Term Investments/Return of Investments	97,013,156	192,316,988
Total Cash Inflows	104,168,180	196,482,366
Cash Outflows		
Purchase/Construction of Property, Plant and Equipment	24,895,064	10,718,602
Purchase of Intangible Assets	10,351,670	0
Total Cash Outflows	35,246,734	10,718,602
Adjustments	0	50,000,000
Adjusted Cash Inflows	35,246,734	60,718,602
Net Cash Provided by Investing Activities	68,921,446	135,763,764
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash Outflows		
Payment of Long-Term Liabilities	43,490,426	39,740,426
Payment of Cash Dividends	82,400,000	85,686,313
Payment of Interest on Loans and other Financial Charges	1,250,000	5,000,000
Total Cash Outflows	127,140,426	130,426,739
Net Cash Used In Financing Activities	(127,140,426)	(130,426,739)
Net (Decrease) in Cash and Cash Equivalents	(37,476,945)	(578,505,413)
Effects of Exchange Rate Changes on Cash and Cash Equivalents	163,910,697	(27,466,234)
Cash and Cash Equivalents, January 1	2,105,512,021	2,711,483,668
Cash and Cash Equivalents, December 31	2,231,945,773	2,105,512,021

The notes on pages 11 to 49 form part of these statements.

PHILIPPINE POSTAL CORPORATION
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2021

Particulars	Budgeted Amounts		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
	Original	Final		
Note				
RECEIPTS				
Revenue				
Revenue	4,060,310,763	3,890,875,000	2,874,666,613	1,016,208,387
Subsidy from the National Government	34a 540,256,000	540,256,000	520,256,000	20,000,000
Other Non-Operating Income	23 0	0	8,774,565	(8,774,565)
Gains	27 0	0	113,261,507	(113,261,507)
Losses	28 0	0	(49,741,433)	49,741,433
Total Receipts	4,600,566,763	4,431,131,000	3,467,217,252	963,913,748
PAYMENTS				
Personnel Services	24 1,995,711,701	1,988,364,000	1,807,628,426	180,735,574
Maintenance and Other Operating Expenses	1,967,039,663	1,872,121,543	1,480,675,893	391,445,650
Financial Expenses	2,962,457	2,962,457	2,661,493	300,964
Capital Expenditures	465,417,475	465,107,000	16,516,845	448,590,155
Total Payments	4,431,131,296	4,328,555,000	3,307,482,657	1,021,072,343
NET RECEIPTS/PAYMENTS	169,435,467	102,576,000	159,734,595	(57,158,595)

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