

PHILIPPINE SUGAR CORPORATION**STATEMENT OF CASH FLOWS**

For the Year Ended December 31, 2011

(With comparative figures for the year ended December 31, 2010)

(In Philippine Peso)

	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from borrowers, tenants	78,229,053	135,703,079
Cash receipts from NFA	-	6,147,175
Loans granted to sugar mills/debtors	(160,750,000)	-
Cash paid to suppliers and employees	(12,124,366)	(15,006,022)
Remittance of documentary stamp tax to BIR	(250,000)	-
Net cash provided by (used in) operating activities	(94,895,313)	126,844,232
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from termination of investments	30,000,000	-
Interest received	20,577,402	17,721,462
Purchase of office equipment, furniture and fixtures	(10,183)	(246,956)
Net cash provided by (used in) investing activities	50,567,219	17,474,506
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(44,328,094)	144,318,738
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	473,058,871	328,740,133
CASH AND CASH EQUIVALENTS AT END OF YEAR	428,730,777	473,058,871

See accompanying Notes to Financial Statements.

PHILIPPINE SUGAR CORPORATION**STATEMENT OF CHANGES IN EQUITY**

For the Year Ended December 31, 2011

(With comparative figures for the year December 31, 2010)

(In Philippine Peso)

	Notes	Paid in Capital	Retained Earnings (As restated)	Total Equity
Balances as at January 1, 2010	18	125,000,000	228,926,976	353,926,976
Net profit		-	252,972,638	252,972,638
Balances as at December 31, 2010		125,000,000	481,899,614	606,899,614
Balances as at January 1, 2011	18	125,000,000	481,899,614	606,899,614
Net profit		-	221,553,584	221,553,584
Balances as at December 31, 2011		125,000,000	703,453,198	828,453,198

See accompanying Notes to Financial Statements.

PHILIPPINE SUGAR CORPORATION
STATEMENT OF COMPREHENSIVE INCOME

For the Year Ended December 31, 2011

(With comparative figures for the year ended December 31, 2010)

(In Philippine Peso)

	Notes	2011	2010
INCOME			
Interest on loans		23,754,193	22,747,985
		23,754,193	22,747,985
OPERATING EXPENSES			
Personal services	16	4,936,252	3,931,659
Maintenance and other operating expenses	17	8,484,636	8,106,986
		13,420,888	12,038,645
INCOME FROM OPERATION		10,333,305	10,709,340
OTHER INCOME (EXPENSE)			
Income on sinking fund		293,181,420	329,577,427
Interest on Bonds Payable		(105,540,217)	(105,540,217)
Interest on investments		20,392,927	18,018,427
Miscellaneous income		3,186,149	207,661
		211,220,279	242,263,298
NET PROFIT		221,553,584	252,972,638

See accompanying Notes to Financial Statements.

PHILIPPINE SUGAR CORPORATION**STATEMENT OF FINANCIAL POSITION**

December 31, 2011

(With comparative figures as of December 31, 2010)

(In Philippine Peso)

	Notes	2011	2010
ASSETS			
Current Assets			
Cash and cash equivalents	3	428,730,777	473,058,871
Short-term investments	4	85,518,497	115,873,857
Loans and interest receivable, net	5	289,587,804	77,191,021
Receivable- Disallowances	6	1,621,041	-
Deferred income tax	9	4,262,347	4,141,657
Prepayments		493,037	396,369
Total Current Assets		810,213,503	670,661,775
Non-Current Assets			
Loans receivable, net	5	169,766,793	274,342,984
Due from the Bureau of Treasury, net	10	136,396,991	136,396,991
Due from the Philippine National Bank	11	24,812,967	24,812,967
Property and equipment, net	12	14,883,598	15,780,682
Sinking fund	13	4,863,048,341	4,569,866,921
Total Non-Current Assets		5,208,908,690	5,021,200,545
TOTAL ASSETS		6,019,122,193	5,691,862,320
LIABILITIES AND EQUITY			
Current Liabilities			
Accrued expenses		915,294	749,222
Total Current Liabilities		915,294	749,222
Non-Current Liabilities			
Bonds payable	14	2,638,505,430	2,638,505,430
Bond interest payable		2,551,248,271	2,445,708,054
Total Non-Current Liabilities		5,189,753,701	5,084,213,484
Equity		828,453,198	606,899,614
TOTAL LIABILITIES AND EQUITY		6,019,122,193	5,691,862,320

See accompanying Notes to Financial Statements.