

NATIONAL DEVELOPMENT COMPANY
STATEMENTS OF INCOME & RETAINED EARNINGS - TENTATIVE
For the Period Ended December 31, 2014

INCOME

GAIN FROM SALE OF ASSETS		223,955
INCOME FROM INVESTMENTS		
INTEREST INCOME ON LOANS & OTHER RECEIVABLES	477,649,415	
DIVIDENDS	<u>160,175,601</u>	637,825,016
OPERATING AND SERVICE INCOME		
RENTAL INCOME	95,726,266	
INTEREST INCOME ON MMPS	29,242,046	
MANAGEMENT FEES	84,000	
GUARANTEE INCOME	36,150	
MISCELLANEOUS INCOME	<u>295,113</u>	125,383,575
SHARE IN NET EARNINGS FROM ASSOCIATES		26,492,828
FOREIGN EXCHANGE GAIN		<u>4,874</u>
TOTAL INCOME		<u>789,930,248</u>

EXPENSES

INTEREST EXPENSE		228,028,299
PERSONAL SERVICES		
SALARIES AND WAGES	15,438,195	
BONUS & INCENTIVES	3,369,110	
SOCIAL SECURITY	1,947,010	
NON-COMMUTABLE ALLOWANCES	390,000	
OVERTIME PAY	91,378	
OTHER BENEFITS	<u>1,773,398</u>	23,009,092
OCCUPANCY AND OTHER RELATED EXPENSES		
DEPRECIATION	11,431,116	
LIGHT AND WATER	3,306,310	
RENTALS	1,439,570	
REPAIRS AND MAINTENANCE OF MOTOR VEHICLES & FACILITIES	<u>426,005</u>	16,603,002
OTHER OPERATING EXPENSES		
PROVISION FOR DOUBTFUL ACCOUNTS	36,570,330	
OTHER SERVICES & LEGAL FEES	25,748,780	
TAXES AND LICENSES	21,491,686	
AUDITING SERVICES	3,923,798	
MEETINGS, PLANNINGS AND CONFERENCES	2,515,527	
CONSULTANCY SERVICES	2,365,297	
TRAVELLING EXPENSES	1,461,461	
COMMUNICATION SERVICES	1,218,319	
TRAINING & DEVELOPMENT	1,194,926	
SUPPLIES AND MATERIALS	656,951	
MISCELLANEOUS	<u>2,972,994</u>	<u>100,120,071</u>

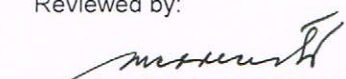
TOTAL EXPENSES	<u>367,760,464</u>
INCOME BEFORE INCOME TAX	422,169,784
INCOME TAX EXPENSE	<u>5,848,248</u>
NET INCOME	416,321,536
RETAINED EARNINGS (DEFICIT), BEGINNING	(6,181,210,878)
PRIOR PERIOD ADJUSTMENTS	132,198,501
SHARE IN PPA OF AFFILIATE	<u>(36,382,838)</u>
RETAINED EARNINGS (DEFICIT), END	<u><u>(5,669,073,679)</u></u>

Prepared by:



LAYLORD XR TAGANAS
Accountant V

Reviewed by:



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OIC - Finance and Admin