

NATIONAL DEVELOPMENT COMPANY
BALANCE SHEET - TENTATIVE
As of December 31, 2015

A S S E T S

CURRENT ASSETS			
CASH AND CASH EQUIVALENTS	532,354,550		
SHORT TERM INVESTMENTS	788,411,333		
RECEIVABLES	108,157,522		
OTHER CURRENT ASSETS	<u>95,824,293</u>		1,524,747,698
NON-CURRENT ASSETS			
RECEIVABLES	6,006,780,277		
INVESTMENTS	1,426,564,505		
PROPERTY AND EQUIPMENT	2,064,964,018		
OTHER ASSETS & DEFERRED CHARGES	<u>1,362,994,908</u>		<u>10,861,303,708</u>
TOTAL ASSETS			<u><u>12,386,051,406</u></u>

LIABILITIES & STOCKHOLDERS' EQUITY

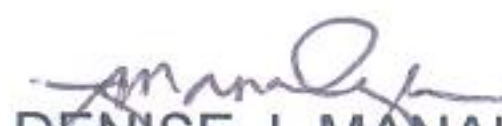
LIABILITIES

CURRENT LIABILITIES			
ACCOUNTS PAYABLE AND ACCRUED EXPENSES	462,449,008		
LOANS PAYABLE	4,653,224,400		
OTHER PAYABLES	<u>37,446,223</u>		5,153,119,631
LONG-TERM LIABILITIES			
LOANS PAYABLE			
MISCELLANEOUS LONG-TERM OBLIGATIONS	<u>34,220,791</u>		34,220,791
DIVIDENDS PAYABLE			<u>0</u>
TOTAL LIABILITIES			<u><u>5,187,340,422</u></u>

STOCKHOLDERS' EQUITY

COMMON STOCK			8,602,803,483
DONATED CAPITAL			112,739,868
SHARE IN REVAL INCREMENT OF AFFILIATE			28,883,100
RETAINED EARNINGS (DEFICIT)			<u>(1,545,715,468)</u>
TOTAL STOCKHOLDERS' EQUITY			<u><u>7,198,710,983</u></u>
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY			<u><u>12,386,051,406</u></u>

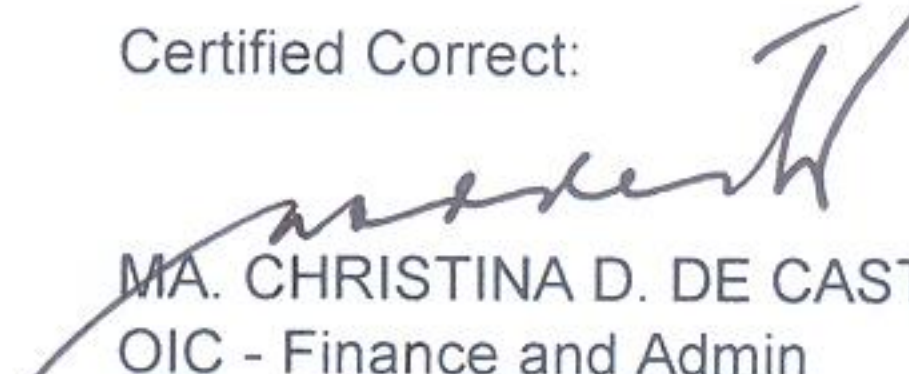
Prepared by:


DENISE J. MANALANSAN
Accountant III

Reviewed by:


RIZA R. CABILES
Accountant IV

Certified Correct:


MA. CHRISTINA D. DE CASTRO
OIC - Finance and Admin

NATIONAL DEVELOPMENT COMPANY
STATEMENTS OF INCOME & RETAINED EARNINGS - TENTATIVE
For the Period Ended December 31, 2015

INCOME

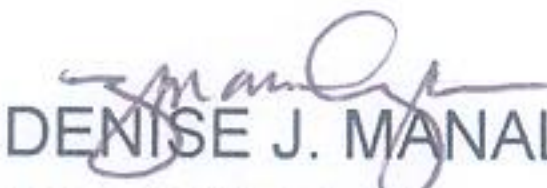
GAIN FROM SALE OF ASSETS		1,944,150
INCOME FROM INVESTMENTS		
INTEREST INCOME ON LOANS & OTHER RECEIVABLES		173,250,897
OPERATING AND SERVICE INCOME		
INCOME FROM DEBT EXTINGUISHMENT	4,325,388,837	
RENTAL INCOME	123,838,053	
INTEREST INCOME ON MMPS	34,823,412	
MANAGEMENT FEES	84,000	
MISCELLANEOUS INCOME	5,986	
		4,484,140,288
FOREIGN EXCHANGE GAIN		47,359
		47,359
TOTAL INCOME		4,659,382,693

EXPENSES

INTEREST EXPENSE		134,040,262
PERSONAL SERVICES		
SALARIES AND WAGES	14,262,658	
BONUS & INCENTIVES	4,145,170	
SOCIAL SECURITY	1,805,017	
NON-COMMUTABLE ALLOWANCES	469,602	
OVERTIME PAY	91,392	
OTHER BENEFITS	1,507,630	
		22,281,469
OCCUPANCY AND OTHER RELATED EXPENSES		
DEPRECIATION	10,867,679	
LIGHT AND WATER	2,652,866	
RENTALS	1,312,390	
REPAIRS AND MAINTENANCE OF MOTOR VEHICLES & FACILITIES	471,131	
		15,304,065
OTHER OPERATING EXPENSES		
TAXES AND LICENSES	44,362,564	
OTHER SERVICES & LEGAL FEES	21,283,090	
AUDITING SERVICES	3,802,940	
COMMUNICATION SERVICES	1,271,445	
MEETINGS, PLANNINGS AND CONFERENCES	1,770,497	
TRAINING & DEVELOPMENT	1,111,656	
TRAVELLING EXPENSES	745,122	
CONSULTANCY SERVICES	2,265,556	
SUPPLIES AND MATERIALS	535,760	
MISCELLANEOUS	13,240,495	
		90,389,123
TOTAL EXPENSES		262,014,920

INCOME BEFORE INCOME TAX	4,397,367,773
PROVISION FOR INCOME TAX	(77,910,337)
INCOME TAX EXPENSE	<u>8,142,345</u>
NET INCOME	4,467,135,764
RETAINED EARNINGS (DEFICIT), BEGINNING	(5,898,027,058)
PRIOR PERIOD ADJUSTMENTS	<u>(114,824,173)</u>
RETAINED EARNINGS (DEFICIT), END	<u><u>(1,545,715,467)</u></u>

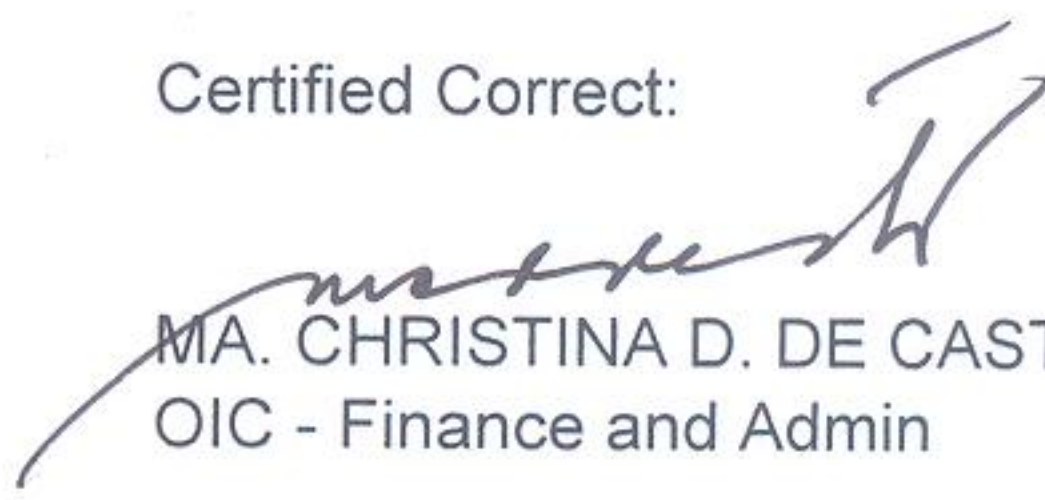
Prepared by:


DENISE J. MANALANSAN
Accountant III

Reviewed by:


RIZA R. CABILES
Accountant IV

Certified Correct:


MA. CHRISTINA D. DE CASTRO
OIC - Finance and Admin

**NATIONAL DEVELOPMENT COMPANY
STATEMENT OF CASH FLOWS- TENTATIVE
DECEMBER 31, 2015**

CASH FLOWS FROM OPERATING ACTIVITIES

Collection of loans	995,474,495
Collection of interest	633,679,178
Dividends received	159,734,214
Collection of rentals	106,997,445
Collection of receivables	13,581,331
Miscellaneous collections	974,710
Loans granted	(1,156,068)
Payment to officers and employees	(17,274,492)
Payment for taxes and licenses	(158,485,911)
Payment to suppliers and service providers	(66,358,089)
Net cash provided from operating activities	1,667,166,814

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from disposal of assets	4,367,224,969
Acquisition of assets	(76,850)
Short-term investments	(4,857,448,668)
Net cash provided used in investing activities	(490,300,550)

CASH FLOWS FROM FINANCING ACTIVITIES

Payment of advances	(711,635,291)
Net cash used in financing activities	(711,635,291)

**EFFECT OF CHANGE IN EXCHANGE RATES ON
CASH AND CASH EQUIVALENTS**

40,555

NET INCREASE IN CASH AND CASH EQUIVALENTS

465,271,527


CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR

67,083,023

CASH AND CASH EQUIVALENTS, DECEMBER 31, 2015

532,354,550

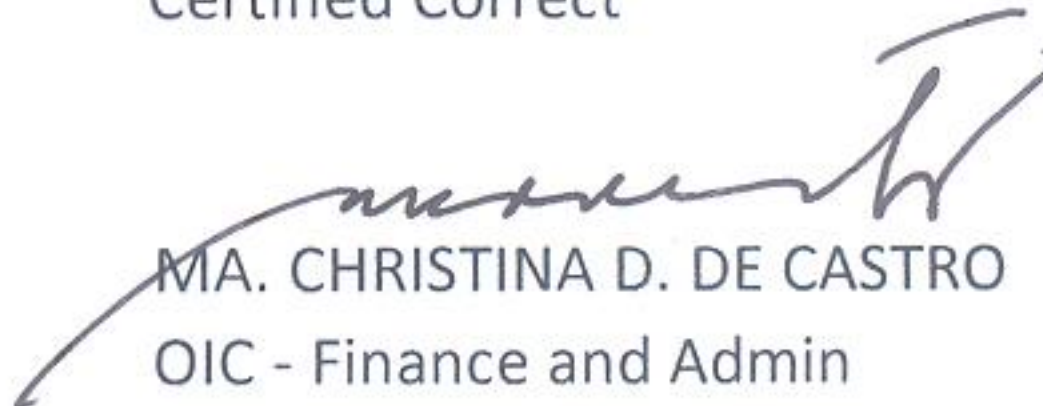
Prepared by:


DENISE J. MANALANSAN
Accountant III

Reviewed by :


RIZA R. CABILES
Accountant IV

Certified Correct


MA. CHRISTINA D. DE CASTRO
OIC - Finance and Admin