



103312010000440



SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA, Greenhills, Mandaluyong City, Metro Manila, Philippines
Tel: (632) 726-0931 to 39 Fax: (632) 725-5293 Email: mis@sec.gov.ph

Barcode Page

The following document has been received:

Receiving Officer/Encoder : Julius N. Salustiano
Receiving Branch : SEC Head Office
Receipt Date and Time : March 31, 2010 11:15:27 AM
Received From : Head Office

Company Representative

Doc Source

Company Information

SEC Registration No. CN200409459
Company Name ASA PHILIPPINES FOUNDATION INC.
Industry Classification FOUNDATION
Company Type Non-stock Corporation

Document Information

Document ID 103312010000440
Document Type FINANCIAL STATEMENT-ANNUAL
Document Code FS
Period Covered December 31, 2009
No. of Days Late 0
Department CED/CRMD
Remarks



STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS

The management of ASA Philippines Foundation, Inc. is responsible for all information and representations contained in the financial statements for the year ended December 31, 2009. The financial statements have been prepared in conformity with generally accepted accounting principles and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.

The President and the Treasurer reviews the financial statements before such statements are approved and submitted to the Board of Trustees.

Punongbayan & Araullo, a member firm of Grant Thornton International, the independent auditors and appointed by the Board of Trustees, have examined the financial statements of the company in accordance with generally accepted auditing standards and has expressed its opinion on the fairness of presentation upon completion of such examination, in its report to Board of Trustees.

KAMRUL H. TARAFDER
President

VICTORIA A. DEE
Treasurer

EDWARD S. GO
Chairman

SUBSCRIBED AND SWORN to before me this _____ day of _____ 2010 in Pasig City affiant exhibited to me their Community Tax Certificate (CTC) No. 31121327 issued at Pasig city on February 19, 2010, CTC No. 27525562 issued at Quezon City on January 18, 2010, and CTC No. 15514731 issued at Taguig City on January 4, 2010.

Doc. No. _____
Page No. _____
Book No. _____
Series of 2010

COVER SHEET

2 0 0 4 - 0 9 4 5 9

S.E.C. Registration Number

| | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|--|--|--|
| A | S | A | | P | H | I | L | P | P | I | N | E | S | | F | O | U | N | D | A | T | I | O | N | , | | | |
| I | N | C | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

(Company's Full Name)

| | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|--|---|---|---|---|---|---|
| U | N | I | T | - | 5 | 0 | 9 | | P | R | E | S | T | I | G | E | | T | O | W | E | R | | | | | | | |
| F | . | O | R | T | I | G | A | S | | J | R | . | S | T | . | O | R | T | I | G | A | S | | C | E | N | T | E | R |
| P | A | S | I | G | | C | I | T | Y | | | | | | | | | | | | | | | | | | | | |

(Business Address : No. Street City / Town / Province)

FLORINDA M. LACANLALAY

Contact Person

(+632) 687 7558

Company Telephone Number

| | |
|---|---|
| 1 | 2 |
|---|---|

| | |
|---|---|
| 3 | 1 |
|---|---|

Month Day
Fiscal Year

A F S

FORM TYPE

| | |
|--|--|
| | |
|--|--|

| | |
|--|--|
| | |
|--|--|

Month Day
Annual Meeting

Secondary License Type, If Applicable

Dept. Requiring this Doc.

Amended Articles Number/Section

Total No. of Stockholders

Total Amount of **Borrowings**

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier

STAMPS

Remarks = pls. use black ink for scanning purposes



Punongbayan & Araullo

Member firm within Grant Thornton International Ltd

Financial Statements and
Independent Auditors' Report

ASA Philippines Foundation, Inc.

December 31, 2009 and 2008



Report of Independent Auditors

20th Floor, Tower 1
The Enterprise Center
8768 Ayala Avenue
1200 Makati City
Philippines

T +63 2 886-5511
F +63 2 886-5506; +63 2 886-5507
www.punongbayan-araullo.com

The Board of Trustees
ASA Philippines Foundation, Inc.
(A Nonstock, Nonprofit Organization)
Unit 509 Prestige Tower, F. Ortigas Jr. Street
Ortigas Center, Pasig City

We have audited the accompanying financial statements of ASA Philippines Foundation, Inc., which comprise the statements of assets, liabilities and fund balance as at December 31, 2009 and 2008, and the statements of comprehensive income, changes in fund balance and cash flows for the years then ended, and notes to financial statements comprising of a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Philippine Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statements based on our audits. We conducted our audits in accordance with Philippine Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.



MAR 29 2010

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the assets, liabilities, and fund balance of ASA Philippines Foundation, Inc. as of December 31, 2009 and 2008, and of its statements of comprehensive income and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards.

PUNONGBAYAN & ARAULLO



By: **Ramilito L. Nañola**
Partner
CPA Reg. No. 0090741
TIN 109-228-427
PTR No. 2087618, January 4, 2010, Makati City
Partner's SEC Accreditation No. 0395-AR-1
BIR AN 08-002511-19-2009 (Sept. 16, 2009 to 2012)

Firm BOA/PRC Cert. of Reg. No. 0002
Firm SEC Accreditation No. 0002-FR-2

February 17, 2010



MAR 2 2010

ASA PHILIPPINES FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)
STATEMENTS OF ASSETS, LIABILITIES AND FUND BALANCE
DECEMBER 31, 2009 and 2008
(Amounts in Philippine Pesos)

| | <u>Notes</u> | <u>2009</u> | <u>2008</u> |
|--|--------------|-----------------------------|-----------------------------|
| <u>A S S E T S</u> | | | |
| CASH AND CASH EQUIVALENTS | 5 | P 54,759,980 | P 33,932,438 |
| LOANS RECEIVABLE - Net | 6 | 501,604,579 | 293,778,076 |
| OTHER RECEIVABLES | 6 | 17,943,688 | 12,503,942 |
| PROPERTY AND EQUIPMENT - Net | 7 | 12,394,440 | 2,580,250 |
| OTHER ASSETS | | <u>2,334,941</u> | <u>1,389,400</u> |
| TOTAL ASSETS | | <u>P 589,037,628</u> | <u>P 344,184,106</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | | |
| LOANS PAYABLE | 9 | P 74,436,265 | P 21,616,116 |
| CAPITAL BUILD-UP AND LOCKED IN CAPITAL BUILD-UP | 8 | 329,887,952 | 196,155,024 |
| OTHER LIABILITIES | 0 | <u>71,042,936</u> | <u>45,118,601</u> |
| TOTAL LIABILITIES | | 475,367,153 | 262,889,741 |
| FUND BALANCE | | <u>113,670,475</u> | <u>81,294,365</u> |
| TOTAL LIABILITIES AND FUND BALANCE | | <u>P 589,037,628</u> | <u>P 344,184,106</u> |

BUREAU OF INTERNAL REVENUE
 REVENUE DISTRICT NO. 43A
 EAST PASIG CITY

CERTIFIED TRUE COPY

ADELADA L. DAVID
 Chief, Document Processing Section

ROR No.: _____
 Date: _____
 Amount: _____

See Notes to Financial Statements.



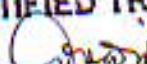
ASA PHILIPPINES FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2009 and 2008
(Amounts in Philippine Pesos)

| | <u>Notes</u> | <u>2009</u> | <u>2008</u> |
|---|--------------|---------------------|---------------------|
| REVENUES | | | |
| Service fees | 6 | P 240,331,747 | P 147,524,450 |
| Admission fees | | 12,244,850 | 6,212,650 |
| Others | 11 | <u>7,265,491</u> | <u>4,498,028</u> |
| | | <u>259,842,088</u> | <u>158,235,128</u> |
| OPERATING EXPENSES | | | |
| Project cost | 12 | 206,127,527 | 128,064,626 |
| General and administrative expenses | 13 | <u>21,338,451</u> | <u>14,671,046</u> |
| | | <u>227,465,978</u> | <u>142,735,672</u> |
| EXCESS OF REVENUES OVER EXPENSES | | 32,376,110 | 15,499,456 |
| OTHER COMPREHENSIVE INCOME | | - | - |
| TOTAL COMPREHENSIVE INCOME | | <u>P 32,376,110</u> | <u>P 15,499,456</u> |

See Notes to Financial Statements.

BUREAU OF INTERNAL REVENUE
REVENUE DISTRICT NO. 43A
EAST PASIG CITY

CERTIFIED TRUE COPY


ADELAIDA L. DAVID
Chief, Document Processing Section

Doc. Loc. No.: _____
ROR No.: _____
Date: _____
Amount: _____



MAR 29 2010

ASA PHILIPPINES FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)
STATEMENTS OF CHANGES IN FUND BALANCE
FOR THE YEARS ENDED DECEMBER 31, 2009 and 2008
(Amounts in Philippine Pesos)

| | 2009 | 2008 |
|---------------------------------|---------------|--------------|
| GRANTS AND CONTRIBUTIONS | P 41,360,000 | P 41,360,000 |
| RESULTS OF OPERATIONS | | |
| Balance at beginning of year | 39,934,365 | 24,434,909 |
| Total comprehensive income | 32,376,110 | 15,499,456 |
| Balance at end of year | 72,310,475 | 39,934,365 |
| TOTAL FUND BALANCE | P 113,670,475 | P 81,294,365 |

See Notes to Financial Statements.



ASA PHILIPPINES FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2009 and 2008
(Amounts in Philippine Pesos)

| | Notes | 2009 | 2008 |
|---|-------|-----------------------|-----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Excess of revenues over expenses | | P 32,376,310 | P 15,499,456 |
| Adjustments for: | | | |
| Impairment loss | 6 | 30,951,720 | 25,403,900 |
| Fair value gain on interest free loans | 11 | (4,832,771) | (927,515) |
| Depreciation | 7 | 3,797,543 | 2,097,382 |
| Interest on borrowed funds | 12 | 3,651,391 | 4,784,180 |
| Interest income | 5 | (552,835) | (1,556,505) |
| Operating excess of revenues over expenses before working capital changes | | 65,391,158 | 45,200,898 |
| Increase in loans receivable | | (238,446,922) | (57,506,224) |
| Increase in other receivables | | (5,439,746) | (5,991,991) |
| Increase in other assets | | (945,541) | (392,552) |
| Increase in capital build-up and locked in capital build-up | | 133,732,928 | 43,369,714 |
| Increase in other liabilities | | 25,731,243 | 18,082,742 |
| Cash generated from (used in) operations | | (19,976,880) | 42,762,587 |
| Cash paid for income taxes | | (138,209) | (331,391) |
| Net Cash From (Used in) Operating Activities | | (20,115,089) | 42,431,286 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Acquisitions of property and equipment | 7 | (13,611,733) | (2,287,552) |
| Interest received | | 552,835 | 1,656,505 |
| Net Cash Used in Investing Activities | | (13,058,898) | (631,047) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from loan availments | 9 | 72,500,000 | 5,000,000 |
| Payment of loans | | (16,423,960) | (49,882,864) |
| Interest paid | | (2,074,511) | (3,247,778) |
| Net Cash From (Used in) Financing Activities | | 54,001,529 | (48,130,642) |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | | 20,927,542 | (6,330,403) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | | 33,932,438 | 40,262,841 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | | P 54,759,980 | P 33,932,438 |

See Notes to Financial Statements.



ASA PHILIPPINES FOUNDATION, INC.
(A Nonstock, Nonprofit Organization)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009 and 2008
(Amounts in Philippine Pesos)

1. CORPORATE INFORMATION

1.1 Foundation Information

ASA Philippines Foundation, Inc. (the Foundation or ASA) was incorporated and registered with the Philippine Securities and Exchange Commission (SEC) on July 9, 2004 with Registration Certificate No. CN2004-09459, and with the objectives to (a) provide efficient and affordable financial services to the poor for their income-generating activities; (b) build an effective and efficient microfinance institution for sustainable delivery of microfinance services to the entrepreneurial poor; and (c) facilitate the convergence and provision of other social services for the poor.

The ASA Program provides:

- (a) Microfinance services to qualified poor, low-income women engaged in micro and small scale enterprises.
- (b) Financial and other forms of assistance to its member clients in case of death and calamities and college scholarship for deserving children of member clients, as part of social services to the poor.
- (c) Business development services for the member clients to improve efficiency in enterprise management.

The Foundation's registered office, which is also its principal place of business, is located at Unit 509 Prestige Tower, F. Ortigas Jr. Street, Ortigas Center, Pasig City.

1.2 Authorization for the Issuance of Financial Statements

The financial statements of the Foundation for the year ended December 31, 2009 (including the comparatives for the year ended December 31, 2008) were authorized for issue by the Foundation's Board of Trustees on February 17, 2010.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies that have been used in the preparation of these financial statements are summarized below. The policies have been consistently applied to all years presented, unless otherwise stated.

2.1 Basis of Preparation of Financial Statements

(a) Statement of Compliance with Philippine Financial Reporting Standards

The financial statements of the Foundation have been prepared in accordance with Philippine Financial Reporting Standards (PFRS). PFRS are adopted by the Financial Reporting Standards Council from the pronouncements issued by the International Accounting Standards Board (IASB).

These financial statements have been prepared using the measurement bases specified by PFRS for each type of asset, liability, income and expense. These financial statements have been prepared on the historical cost basis. The measurement bases are more fully described in the accounting policies that follow.

(b) Presentation of Financial Statements

The financial statements are presented in accordance with PAS 1 (Revised 2007), *Presentation of Financial Statements*. The Foundation presents all items of income and expenses in a single statement of comprehensive income. Two comparative periods are presented for the statement of financial position (statement of assets, liabilities and fund balance) when the Foundation applies an accounting policy retrospectively or makes a retrospective restatement of items in its financial statements, or reclassifies items in the financial statements (see Note 2.2).

(c) Functional and Presentation Currency

These financial statements are presented in Philippine pesos, the Foundation's functional currency, and all values represent absolute amounts except when otherwise indicated (see Note 2.9).

2.2 Adoption of New Interpretations, Revisions and Amendments to PFRS

(a) Effective in 2009 that is Relevant to the Foundation

In 2009, the Foundation adopted for the first time PAS 1 (Revised 2007), *Presentation of Financial Statements*, which became effective for financial statements for the annual period on or after January 1, 2009. The amendment requires entity to present all items of income and expense recognized in the period in a single statement of comprehensive income or in two statements: a separate income statement and a statement of comprehensive income. The statement of comprehensive income shall disclose income and expense recognized in profit and loss in the same way as the current version of PAS 1. The statement of comprehensive income shall disclose profit or loss for the period, plus each component of income and expense recognized outside of profit and loss classified by nature. Changes in the fund balance arising from transaction with owners are excluded from the statement of comprehensive income (e.g., contributions).

A statement showing an entity's financial position at the beginning of the previous period is required when the entity retrospectively applies an accounting policy or makes a retrospective restatement when it reclassifies items in its financial statements.

The Foundation's adoption of PAS 1 (Revised 2007) did not result in any material adjustments in its financial statements as the change in accounting policy only affects presentation aspects. The Foundation has elected to present single statement of comprehensive income (see Note 2.1).

(b) Effective in 2009 but are not Relevant to the Foundation

The following amendments, interpretations and improvements to published standards are mandatory for accounting periods beginning on or after January 1, 2009 but are not relevant to the Foundation's financial statements:

| | | |
|----------------------------------|---|--|
| PFRS 1 and PAS 27 (Amendment) | : | PFRS 1 – First Time Adoption of PFRS and PAS 27 – Consolidated and Separate Financial Statements |
| PAS 32 and PAS 1 (Amendments) | : | PAS 32 – Financial Instruments: Presentation and PAS 1 – Presentation of Financial Statements – Puttable Financial Instruments and Obligations Arising on Liquidation |
| PFRS 8 | : | Operating Segments |
| PAS 23 (Revised 2007) | : | Borrowing Costs |
| PFRS 2 (Amendment) | : | Share-based Payment |
| Philippine Interpretations | : | |
| IFRIC 13 | : | Customer Loyalty Programmes |
| IFRIC 16 | : | Hedges of a Net Investment in a Foreign Operation |
| 2008 Annual Improvements | : | |
| PAS 16 (Amendment) | : | Property, Plant and Equipment |
| PAS 19 (Amendment) | : | Employee Benefits |
| PAS 20 (Amendment) | : | Accounting for Government Grants and Disclosure of Government Assistance |
| PAS 23 (Amendment) | : | Borrowing Costs |
| PAS 27 (Amendment) | : | Consolidated and Separate Financial Statements |
| PAS 28 (Amendment) | : | Investments in Associates |
| PAS 29 (Amendment) | : | Financial Reporting in Hyperinflationary Economies |
| PAS 31 (Amendment) | : | Interest in Joint Ventures |
| PAS 38 (Amendment) | : | Intangible Assets |
| PAS 40 (Amendment) | : | Investment Property |
| PAS 41 (Amendment) | : | Agriculture |
| PFRS 5 (Amendment) | : | Non-current Assets Held-for-Sale and Discontinued Operations |