

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY  
FOR FINANCIAL STATEMENTS**

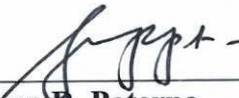
The management of The Philippine Stock Index Fund Corporation is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended 31 December 2021 and 2022, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.


In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.


The Board of Directors is responsible for overseeing the Company's financial reporting process.

The Board of Directors reviews and approves the financial statements including the schedules attached therein, and submits the same to the stockholders.

Isla Lipana & Co., the independent auditor, appointed by the stockholders, has audited the financial statements of the company in accordance with Philippine Standards on Auditing, and in its report to the stockholders, has expressed its opinion on the fairness of presentation upon completion of such audit.

  
\_\_\_\_\_  
**Simon R. Paterno**  
President

  
\_\_\_\_\_  
**Romeo L. Bernardo**  
Chairman of the Board

  
\_\_\_\_\_  
**Fernando J. Sison III**  
Treasurer

APR 17 2023

City of Manila

Signed this \_\_\_\_ day of \_\_\_\_\_

ACKNOWLEDGEMENT

REPUBLIC OF THE PHILIPPINES  
MAKATI, METRO MANILA


BEFORE ME, a Notary Public for and in the above jurisdiction, personally appeared:

Name	Tax Identification No.
ROMEO L. BERNARDO	124-135-087
SIMON R. PATERNO	203-010-472
FERNANDO J. SISON III	135-565-275

Known to me to be the same persons who executed the foregoing CERTIFICATE, consisting of 2 pages including this page wherefore this Acknowledgement is written and they acknowledge to me that the same is their voluntary act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal on the date and place first above written.

Doc. No. 278  
Page No. 52  
Book No. 39  
Series of 2013

  
**HENRY D. ADASA**  
NOTARY PUBLIC OF MANILA  
APPOINTMENT 07/12/91/2023 MANILA  
IBP NO. 181139 / 01/03/2023  
PTR N. 0861145 / 01/03/2023  
ROLL NO. 29679, TIN NO. 172-528-620  
MCLE COMP. NO. VII-0000165 VALID UNTIL APRIL 14, 2025  
1711 TAYUMAN ST., STA. CRUZ, MANILA

# COVER SHEET

for  
AUDITED FINANCIAL STATEMENTS

SEC Registration Number

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Company Name

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Principal Office (No./Street/Barangay/City/Town/Province)

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S	E	N	.	G	I	L	J	.	P	U	Y	A	T	A	V	E	.		
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M	A	K	A	T	I	C	I	T	Y										
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Form Type

A	F	S
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Department requiring the report

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Secondary License Type, if applicable

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### COMPANY INFORMATION

Company's Email Address

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Company's Telephone Number(s)

(632) 8580-0900
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Mobile Number

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No. of Stockholders

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Annual Meeting (Month/Day)

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Fiscal Year (Month/Day)

12/31
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### CONTACT PERSON INFORMATION

The designated contact person **MUST** be an Officer of the Corporation

Name of Contact Person

Marcelo M. Verdillo
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Email Address

--

Telephone Number(s)

(632) 8580-3573
-----------------

Mobile Number

--

Contact Person's Address

--

**Note:** In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.



## **Independent Auditor's Report**

To the Board of Directors, Shareholders and Unit Holders of  
**Philippine Stock Index Fund Corp.**  
19th Floor, BPI Buendia Center  
Sen. Gil J. Puyat Avenue  
Makati City

## **Report on the Audits of the Financial Statements**

### ***Our Opinion***

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Philippine Stock Index Fund Corp. (the "Fund") as at December 31, 2022 and 2021, and its financial performance and its cash flows for each of the three years in the period ended December 31, 2022 in accordance with Philippine Financial Reporting Standards (PFRS).

### *What we have audited*

The financial statements of the Fund comprise:

- the statements of financial position as at December 31, 2022 and 2021;
- the statements of comprehensive income for each of the three years in the period ended December 31, 2022;
- the statements of changes in equity for each of the three years in the period ended December 31, 2022;
- the statements of cash flows for each of the three years in the period ended December 31, 2022; and
- the notes to the financial statements, which include a summary of significant accounting policies.

### ***Basis for Opinion***

We conducted our audits in accordance with Philippine Standards on Auditing (PSA). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

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

### ***Independence***

We are independent of the Fund in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics), together with the ethical requirements that are relevant to our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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Independent Auditor's Report  
To the Board of Directors, Shareholders and Unit Holders of  
**Philippine Stock Index Fund Corp.**  
Page 2

***Other Information***

Management is responsible for the other information. The other information comprises the information included in the SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report, but does not include the financial statements and our auditor's report thereon. The SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report are expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

***Responsibilities of Management and Those Charged with Governance for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



Independent Auditor's Report  
To the Board of Directors, Shareholders and Unit Holders of  
**Philippine Stock Index Fund Corp.**  
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As part of an audit in accordance with PSA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Isla Lipana & Co.

Independent Auditor's Report  
To the Board of Directors, Shareholders and Unit Holders of  
**Philippine Stock Index Fund Corp.**  
Page 4

**Report on the Bureau of Internal Revenue Requirement**

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information in Note 15 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in our audits of the basic financial statements. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

**Isla Lipana & Co.**

A handwritten signature in black ink, appearing to read 'Zaldy D. Aguirre', is written over a horizontal line.

Zaldy D. Aguirre  
Partner

CPA Cert No. 0105660

P.T.R. No. 0024447, issued on January 9, 2023, Makati City

SEC A.N. (individual) as general auditors 105660-SEC, Category A; valid to audit 2020 to 2024 financial statements

SEC A.N. (firm) as general auditors 0142-SEC, Category A; valid to audit 2020 to 2024 financial statements

TIN 221-755-698

BIR A.N. 08-000745-077-2020, issued on December 14, 2020; effective until December 13, 2023

BOA/PRC Reg. No. 0142, effective until November 14, 2025

Makati City  
April 13, 2023



Isla Lipana & Co.

Statements Required by Rule 68,  
Securities Regulation Code (SRC)

To the Board of Directors, Shareholders and Unit Holders of  
**Philippine Stock Index Fund Corp.**  
19th Floor, BPI Buendia Center  
Sen. Gil J. Puyat Avenue  
Makati City

We have audited the financial statements of Philippine Stock Index Fund Corp. as at and for the year ended December 31, 2022, on which we have rendered the attached report dated April 13, 2023. The supplementary information shown in the Reconciliation of Retained Earnings Available for Dividend Declaration as at December 31, 2022, and Schedules A,B,C,D,E,F and G, as required by Rule 68 of the Securities Regulation Code, is presented for purposes of filing with the Securities and Exchange Commission and is not a required part of the basic financial statements. Such supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in the audit of the basic financial statements. In our opinion, the supplementary information has been prepared in accordance with Rule 68 of the Securities Regulation Code.

**Isla Lipana & Co.**

Zaldy D. Aguirre  
Partner

CPA Cert No. 0105660

P.T.R. No. 0024447, issued on January 9, 2023, Makati City

SEC A.N. (individual) as general auditors 105660-SEC, Category A; valid to audit 2020 to 2024  
financial statements

SEC A.N. (firm) as general auditors 0142-SEC, Category A; valid to audit 2020 to 2024  
financial statements

TIN 221-755-698

BIR A.N. 08-000745-077-2020, issued on December 14, 2020; effective until December 13, 2023

BOA/PRC Reg. No. 0142, effective until November 14, 2025

Makati City  
April 13, 2023

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**Philippine Stock Index Fund Corp.**

Statements of Financial Position  
December 31, 2022 and 2021  
(All amounts in thousands of Philippine Peso)

	Notes	2022	2021
<u>ASSETS</u>			
<b>ASSETS</b>			
Cash and cash equivalents	2	53,193	114,473
Financial assets at fair value through profit or loss	3	9,517,928	10,943,102
Other receivables	4	19,513	3,902
<b>Total assets</b>		<b>9,590,634</b>	<b>11,061,477</b>
<u>LIABILITIES AND EQUITY</u>			
<b>LIABILITIES</b>			
Management and distribution fees payable	5	7,141	8,303
Other liabilities	6	11,610	24,069
<b>Total liabilities</b>		<b>18,751</b>	<b>32,372</b>
<b>EQUITY</b>			
Redeemable shares and units	9	1,711,167	1,439,290
Share premium		4,504,445	5,489,134
Retained earnings		3,356,271	4,100,681
<b>Total equity</b>	10	<b>9,571,883</b>	<b>11,029,105</b>
<b>Total liabilities and equity</b>		<b>9,590,634</b>	<b>11,061,477</b>

(The notes on pages 1 to 24 are integral part of these financial statements.)

**Philippine Stock Index Fund Corp.**

Statements of Comprehensive Income  
For each of the three years in the period ended December 31, 2022  
(All amounts in thousands of Philippine Peso)

	Notes	2022	2021	2020
<b>(LOSS) INCOME</b>				
Net losses on financial assets at fair value				
through profit or loss	3	(860,192)	(29,100)	(921,163)
Dividend income	3	223,272	191,218	172,142
Interest income	2	657	379	1,240
Other income		1	248	140
		<b>(636,262)</b>	<b>162,745</b>	<b>(747,641)</b>
<b>EXPENSES</b>				
Management and distribution fees	7	100,079	108,357	99,618
Custodian fees	12	4,783	3,207	1,736
Taxes and licenses		2,337	2,807	2,852
Professional fees		1,123	547	751
Others		1,199	763	696
		<b>109,521</b>	<b>115,681</b>	<b>105,653</b>
<b>INCOME (LOSS) BEFORE INCOME TAX</b>		<b>(745,783)</b>	<b>47,064</b>	<b>(853,294)</b>
<b>INCOME TAX EXPENSE</b>	8	-	-	-
<b>NET INCOME (LOSS) FOR THE YEAR</b>		<b>(745,783)</b>	<b>47,064</b>	<b>(853,294)</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		-	-	-
<b>TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR</b>		<b>(745,783)</b>	<b>47,064</b>	<b>(853,294)</b>
<b>BASIC AND DILUTED (LOSS) EARNINGS</b>	9			
<b>PER SHARE</b>		<b>(49.90)</b>	<b>3.04</b>	<b>(60.96)</b>
<b>PER UNIT</b>		<b>(15.53)</b>	<b>(186.04)</b>	<b>-</b>

(The notes on pages 1 to 24 are integral part of these financial statements.)

**Philippine Stock Index Fund Corp.**

Statements of Changes in Equity  
For each of the three years in the period ended December 31, 2022  
(All amounts in thousands of Philippine Peso)

	Redeemable shares and units (Note 9)	Share Premium	Retained earnings (Deficit)	Total equity (Note 10)
Balances as at January 1, 2020	1,372,632	5,588,618	5,007,871	11,969,121
Comprehensive loss				
Net loss for the year	-	-	(853,294)	(853,294)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the year	-	-	(853,294)	(853,294)
Transactions with owners				
Issuance of shares	210,876	1,262,994	-	1,473,870
Redemption of shares	(181,710)	(1,088,308)	(82,790)	(1,352,808)
Total transactions with owners	29,166	174,686	(82,790)	121,062
Balance at December 31, 2020	1,401,798	5,763,304	4,071,787	11,236,889
Comprehensive income				
Net income for the year	-	-	47,064	47,064
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	-	47,064	47,064
Transactions with owners				
Issuance of shares and units	242,190	1,090,486	-	1,332,676
Redemption of shares and units	(204,698)	(1,364,656)	(18,170)	(1,587,524)
Total transactions with owners	37,492	(274,170)	(18,170)	(254,848)
Balance at December 31, 2021	1,439,290	5,489,134	4,100,681	11,029,105
Comprehensive loss				
Net loss for the year	-	-	(745,783)	(745,783)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the year	-	-	(745,783)	(745,783)
Transactions with owners				
Issuance of shares and units	624,088	49,799	-	673,887
Redemption of shares and units	(352,211)	(1,034,489)	1,372	(1,385,328)
Total transactions with owners	271,877	(984,690)	1,372	(711,441)
Balance at December 31, 2022	1,711,167	4,504,444	3,356,270	9,571,881

(The notes on pages 1 to 24 are integral part of these financial statements.)

**Philippine Stock Index Fund Corp.**

Statements of Cash Flows  
For each of the three years in the period ended December 31, 2022  
(All amounts in thousands of Philippine Peso)

	Notes	2022	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
(Loss) income before income tax		(745,783)	47,064	(853,294)
Adjustments for:				
Unrealized fair value losses, net	3	851,725	4,649	867,682
Dividend income	3	(223,272)	(191,218)	(172,142)
Dividend received	3,4	207,800	192,441	172,324
Interest income	2	(657)	(379)	(1,240)
Operating income before changes in operating assets and liabilities		89,813	52,557	13,330
Changes in operating assets and liabilities				
Decrease (increase) in financial assets at fair value through profit or loss		569,642	210,718	(89,727)
(Decrease) increase in:				
Management and distribution fees payable		(1,162)	(286)	(518)
Other liabilities		(895)	6,015	(46)
Cash generated from (absorbed by) operations		657,398	269,004	(76,961)
Interest received	2,4	646	508	1,136
Net cash from (used in) operating activities		658,044	269,512	(75,825)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from issuance of shares and units	9	673,887	1,332,676	1,473,870
Redemptions of shares and units		(1,393,211)	(1,596,765)	(1,345,425)
Net cash (used in) from financing activities		(719,324)	(264,089)	128,445
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>				
		(61,280)	5,423	52,620
CASH AND CASH EQUIVALENTS	2			
January 1		114,473	109,050	56,430
December 31		53,193	114,473	109,050

(The notes on pages 1 to 24 are integral part of these financial statements.)

## Philippine Stock Index Fund Corp.

### Notes to Financial Statements

As at December 31, 2022 and 2021 and

for each of the three years in the period ended December 31, 2022

(All amounts are in thousands of Philippine Peso, except for number of shares and units and per share/unit amounts)

#### Note 1 - General information

Philippine Stock Index Fund Corp. (the "Fund") was incorporated in the Philippines primarily to establish and carry on the business of an open-end investment company. It was registered on December 11, 2002 with the Securities and Exchange Commission (SEC) under the Investment Company Act of 1960 (Republic Act No. 2629) and the Securities Regulation Code (Republic Act No. 8799).

The Fund aims to provide the Fund's investors with a return that tracks the performance of the Philippine Stock Exchange (PSE) index (PSEi), the main stock index of the PSE, through investments in the component stocks of PSEi. As an open-end investment company, the Fund stands ready at any time to redeem its outstanding shares at a value determined under the Fund's prospectus (Note 10).

The Fund is considered to be an issuer of securities that are registered with the SEC under Section 12 of the Securities Regulation Code (SRC). In compliance with the SRC, the Fund is required to file registration statements for each instance of increase in authorized shares. The last registration statement filed by the Fund for an increase in authorized shares and permit to offer securities for sale was approved by the SEC on February 28, 2017 and August 4, 2017, respectively (Note 9).

The Fund's registered and principal place of business is at 19th Floor, BPI Buendia Center, Sen. Gil J. Puyat Avenue, Makati City.

The Fund has no employees. The principal management and administration functions of the Fund are outsourced from BPI Investment Management, Inc. (the "Fund Manager" or "BIMI") (Note 11).

On September 30, 2022, the shareholders approved the planned merger of the Fund and PAMI Equity Index Fund, Inc., with the Fund as the surviving entity, subject to regulatory approvals.

#### *Approval of the financial statements*

The financial statements have been approved and authorized for issue by the Fund's Board of Directors (BOD) on April 12, 2023. There are no material events that occurred from April 12, 2023 to April 13, 2023.

#### Note 2 - Cash and cash equivalents

The account at December 31 consists of:

	2022			2021		
	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total
Regular savings deposit	1,179	969	2,148	1,238	3,235	4,473
Short-term time deposits	46,043	5,002	51,045	104,500	5,500	110,000
	47,222	5,971	53,193	105,738	8,735	114,473

Short-term time deposits have maturity period of less than three (3) months and bear interest at prevailing market rates.

Interest income earned from cash and cash equivalents during the year amounts to P657 (2021 - P379; 2020 - P1,240).

### Note 3 - Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss consist of investments in listed equity securities listed in the PSE. Financial assets at fair value through profit or loss are considered held for trading.

The account at December 31 consists of investments in:

	2022			2021		
	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total
Listed equity securities	9,042,555	475,373	9,517,928	10,868,192	74,910	10,943,102

Dividend income arising from investments in listed equity securities recognized in the statement of comprehensive income for the year ended December 31, 2022 amounts to P223,272 (2021 - P191,218; 2020 - P172,142).

Net (losses) gains in fair value of financial assets at fair value through profit or loss for the years ended December 31 are summarized as follows:

	2022	2021	2020
Unrealized fair value (losses) gains, net			
Shareholders	(836,715)	4,812	(867,682)
Unit Holders	(15,010)	(163)	-
	(851,725)	4,649	(867,682)
Realized (losses) gains, net			
Shareholders	(3,214)	(33,807)	(53,481)
Unit Holders	(5,253)	58	-
	(8,467)	(33,749)	(53,481)
	(860,192)	(29,100)	(921,163)

### Note 4 - Other receivables

The account at December 31 consists of:

	2022			2021		
	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total
Dividend income receivable	18,753	621	19,374	3,896	6	3,902
Securities sold receivable	-	127	127	-	-	-
Accrued interest receivable	11	1	12	3,896	6	-
	18,764	749	19,513	3,896	6	3,902

Other receivables are considered current as at December 31, 2022 and 2021.

**Note 5 - Management and distribution fees payable**

The account at December 31 consists of:

	2022			
	Note	Shareholders	Unit Holders	Total
Management and distribution fees payable				
Related parties	11	4,789	319	5,108
Third parties		2,033	-	2,033
		6,822	319	7,141

	2021			
	Note	Shareholders	Unit Holders	Total
Management and distribution fees payable				
Related parties	11	7,881	14	7,895
Third parties		408	-	408
		8,289	14	8,303

Management and distribution fees payable is considered current as at December 31, 2022 and 2021.

**Note 6 - Other liabilities**

The account at December 31 consists of:

2022	Shareholders	Unit Holders	Total
Capital shares redeemed payable	5,761	3,386	9,147
Securities purchased payable	-	1,235	1,235
Withholding tax payable on management and distribution fees	908	82	990
Other payables	9	229	238
	6,678	4,932	11,610

2021	Shareholders	Unit Holders	Total
Capital shares redeemed payable	16,544	487	17,031
Securities purchased payable	-	4,917	4,917
Withholding tax payable on management and distribution fees	1,137	36	1,173
Other payables	154	794	948
	17,835	6,234	24,069

Capital shares redeemed payable represents amounts due to investors arising from share and unit redemptions as at reporting. The amounts have been paid in the subsequent month after the reporting date.

Securities purchased payable represents amounts due to brokers for purchases of securities not yet paid as at reporting period. The amounts have been paid in the subsequent month after the reporting date.

**Note 7 - Management and distribution fees**

The account for the years ended December 31 consists of:

2022	Shareholders	Unit Holders	Total
Management and distribution fees to:			
Related parties	70,371	3,291	73,662
Third parties	26,417	-	26,417
	96,788	3,291	100,079

2021	Shareholders	Unit Holders	Total
Management and distribution fees to:			
Related parties	84,555	50	84,605
Third parties	23,752	-	23,752
	108,307	50	108,357

2020	Shareholders	Unit Holders	Total
Management and distribution fees to:			
Related parties	67,123	-	67,123
Third parties	32,495	-	32,495
	99,618	-	99,618

**Note 8 - Income taxes**

The reconciliation between income tax expense at the statutory rate and the actual income tax expense presented in the statement of comprehensive income for the years ended December 31 follows:

	2022	2021	2020
Statutory income tax	(186,446)	11,766	(255,988)
Effect of items not subject to statutory tax rate			
Income subjected to lower tax rates, net	(164)	(95)	15,672
Tax-exempt income	(55,818)	(47,804)	(51,643)
NOLCO	27,380	28,858	31,654
Unrealized fair value losses	215,048	7,275	260,305
Effective income tax expense	-	-	-

The Corporate Recovery and Tax Incentives for Enterprises (CREATE) Act which provides for lower corporate income tax rates and rationalizes fiscal incentives had been signed into law by the President of the Philippines in 2021 but with an effective date of July 1, 2020. The CREATE Act has no significant impact on the Fund as it did not recognize the related deferred income tax asset on the net operating loss carryover (NOLCO) in view of the Fund's limited capacity to generate sufficient taxable income to allow the utilization of NOLCO since the bulk of the Fund's income is tax-exempt or subject to final tax or other percentage tax.



The details of the Fund's unused NOLCO at December 31 are as follows:

Year of Incurrence	Year of Expiration	2022	2021
2022	2025	109,520	-
2021	2026	115,431	115,431
2020	2025	105,513	105,513
2019	2022	133,892	133,892
2018	2021	-	130,428
		464,356	485,264
Expired NOLCO		(133,892)	(130,428)
		330,464	354,836
Income tax rate		25%	25%
Unrecognized deferred income tax asset		82,616	88,709

On September 30, 2020, the Bureau of Internal Revenue (BIR) issued Revenue Regulations (RR) No. 25-2020, Rules and Regulations Implementing Section 4 (bbbb) of Republic Act No. 11494 (Bayanihan to Recover as One Act) relative to NOLCO under Section 34 (D)(3) of the National Internal Revenue Code, as amended, allowing qualified businesses or enterprises which incurred net operating loss for taxable years 2020 and 2021 to carry over the same as a deduction from its gross income for the next five (5) consecutive taxable years immediately following the year of such loss. Ordinarily, NOLCO can be carried over as deduction from gross income for the next three (3) consecutive years only. Accordingly, the NOLCO incurred by the Fund in 2021 and 2020 shall be carried over for the next five years until 2026 and 2025, respectively.

#### Note 9 - Redeemable shares and units

The details of the Fund's authorized number of shares and units are as follows:

	Number of shares or units	Par value per share or unit	Amount
Shareholders	26.4 million	100	2.64 billion
Unit Holders	50.0 billion	1,000	5.00 trillion

The movement in the Fund's redeemable shares and units for the years ended December 31 follow:

##### (a) Shareholders

	2022	2021	2020
Issued and outstanding shares, January 1	13,609,557	14,017,986	13,726,321
Issuance of shares	74,180	1,624,490	2,108,762
Redemptions of shares	(1,540,990)	(2,032,919)	(1,817,097)
Issued and outstanding shares, December 31	12,142,747	13,609,557	14,017,986

##### (b) Unit Holders

	2022	2021	2020
Issued and outstanding units, January 1	77,844	-	-
Issuance of units	662,764	77,844	-
Redemptions of units	(216,160)	-	-
Issued and outstanding units, December 31	524,448	77,844	-

Details of issuances and redemptions of the Fund's redeemable shares and units for the years ended December 31 follow:

(a) Issuance of shares/units

	2022	2021	2020
Shareholders	57,217	1,252,935	1,473,870
Unit Holders	616,670	79,741	-
	673,887	1,332,676	1,473,870

(b) Redemption of shares/units

	2022	2021	2020
Shareholders	1,187,216	1,586,118	1,352,808
Unit Holders	198,112	1,406	-
	1,385,328	1,587,524	1,352,808

As at December 31, 2022, the Fund has 14,453 shareholders and 304,649 unit holders (2021 - 15,237 shareholders and 73,028 unit holders).

On February 20, 2006, the shareholders approved to increase the Fund's authorized shares from 5 million shares to 500 million shares with par value of P100 per share, which will be applied in tranches.

The summary of the Funds' track record of registration of authorized shares follows:

Shares		Date of SEC Approval	
From	To	Increase in Authorized Shares	Permit to Offer Securities for Sale
2,000,000	5,000,000	February 15, 2003	June 17, 2003
5,000,000	6,800,000	September 5, 2006	October 17, 2006
6,800,000	14,680,000	September 13, 2007	April 3, 2008
14,680,000	20,000,000	July 12, 2013	October 11, 2013
20,000,000	22,400,000	May 6, 2015	November 16, 2015
22,400,000	26,400,000	February 28, 2017	August 4, 2017

On September 26, 2019, the Board of Directors approved to offer and register 50 billion units with par value of P1 per unit. The SEC approved the Fund's application to offer and sell to the public 50 billion units of participation with par value of P1 per unit on December 22, 2020. On December 3, 2021, SEC approved to increase the par value per unit from P1 to P1,000.

*Earnings (loss) per share and unit*

Basic earnings (loss) per share and unit are calculated by the dividing the net income (loss) by the weighted average number of outstanding redeemable shares and units and the corresponding shares and units for the amount of deposit for future subscriptions received during the year, if any.

The information used in the computation of basic and diluted (loss) earnings per share and per unit for the years ended December 31 follow:

(a) Shareholders

	2022	2021	2020
Net (loss) income for the year	(726,663)	47,996	(853,294)
Weighted average number of shares outstanding during the year (in thousands)	14,563	15,807	13,998
Basic and diluted (loss) earnings per share	(49.90)	3.04	(60.96)

(b) Unit Holders

	2022	2021	2020
Net loss for the year	(19,120)	(932)	-
Weighted average number of units outstanding during the year (in thousands)	1,231	5	-
Basic and diluted loss per unit	(15.53)	(186.40)	-

The following are the features of shares:

- i. The shares have identical rights and privileges, including voting rights. Each share entitles the holder thereof to one vote at any meeting of shareholders of the Fund. Shareholders shall have cumulative voting rights for the election of the Fund's directors.
- ii. Each shareholder of the Fund shall be entitled to require the Fund to purchase, but not in the event and to the extent that the Fund has no assets legally available for such purpose whether arising out of capital, paid-in surplus or other surplus, net profits or otherwise, all or any part of the shares outstanding in the name of such shareholder in the books of the Fund, but only at the redemption price as of the valuation day on which a redemption order is made.
- iii. Shareholders have no pre-emptive right.
- iv. Dividends payable out of the surplus profits of the Fund may be declared at such time as the Board of Directors shall determine. No dividend shall be declared which shall impair the capital of the Fund. Stock dividends may be declared in accordance with law. The Fund may pay dividends in cash, property or in additional shares.
- v. Shareholders have appraisal right.

The following are the features of units:

- i. Unit Holders are not entitled to any vote at any meeting of Shareholders of the Fund but are entitled to be notified of any material change to the Registration Statement and the subscription agreement.
- ii. Investors in redeemable units issued by the fund shall have the right to have the securities redeemed in accordance with the terms if the issue thereof.
- iii. Unit Holders have no pre-emptive right.
- iv. The board of directors of the Fund may declare dividends out of the unrestricted retained earnings which shall be payable in cash or units to all unit holders on the basis of outstanding units held by them.
- v. The loss to the unit holders is limited to their investments to the Fund.

**Note 10 - Net Asset Value (NAV) for share and unit subscriptions and redemptions**

The consideration received or paid for ordinary shares and units issued or re-purchased, respectively, is based on the value of the Fund's NAV per share and per unit at the date of the transaction. The total equity as shown in the statement of financial position represents the Fund's NAV based on PFRS ("PFRS NAV").

In accordance with the provisions of the Fund's prospectus, financial assets at fair value through profit or loss are valued based on the last traded market prices in the computation of the NAV for purposes of share and unit issuances and redemptions ("trading NAV").

The Fund computes its trading NAV per share and per unit by dividing the trading net asset value as at reporting date by the number of issued and outstanding shares and units during the year including shares and units for issuances covered by deposits for future subscriptions, if any.

Reconciliation of the Fund's PFRS NAV to its trading NAV at December 31 is provided below:

2022	Shareholders	Unit Holders	Total
PFRS NAV	9,095,041	476,842	9,571,883
Recognition of documentary stamp tax	(182)	183	1
Others	(827)	(26)	(853)
Trading NAV	9,094,032	476,999	9,571,031

2021	Shareholders	Unit Holders	Total
PFRS NAV	10,951,702	77,404	11,029,106
Recognition of documentary stamp tax	33	714	747
Others	-	-	-
Trading NAV	10,951,735	78,118	11,029,853

The trading NAV per share/unit at December 31 is calculated as follows:

	Note	2022		2021	
		Shareholders	Unit Holders	Shareholders	Unit Holders
Trading NAV		9,094,032	476,999	10,951,735	78,118
Total number of shares and units issued and outstanding	9	12,142,747	524,448	13,609,557	77,844
Trading NAV per share		748.93	909.53	804.71	1,003.52

As disclosed in Note 1, the Fund is an open-end investment company which stands ready at any time to redeem its outstanding shares or units at a value defined under its prospectus (trading NAV). Any changes in the value of the shareholders' or unit holders' investment are reflected in the increase or decrease in the Fund's trading NAV.

#### Note 11 - Related party transactions

BIMI, as a fund manager, shall formulate and implement the investment strategy, provide and render management, technical, and administrative services, whereby authorizing BIMI to purchase and sell investment securities for the account of the Fund. As investment advisor, BIMI is tasked to render services which include investment research and advice; the preparation of economic, industry, market, corporate, and security analyses; and assistance and recommendations in the formulation of investment guidelines. In consideration for the above management, distribution, administration and advisory services, the Fund pays BIMI a fee of not more than 1% p.a. of the Fund's average daily trading NAV.

The Fund has distribution agreements with subsidiaries of BPI, namely, BIMI and BPI Capital Corporation (BPI Capital). Under the terms of the agreement, BIMI and BPI Capital are appointed as co-distributors to perform principally all related daily functions in connection with the marketing and the growth of the level of assets of the Fund for a fee of 0.50% p.a. based on the outstanding daily balance of the Fund's shares distributed. Such agreements are effective year after year unless terminated by each party.

The table below summarizes the Fund's transactions and balances with its related parties.

Shareholders			
December 31, 2022	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	70,371	4,789	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	-	-	
	70,371	4,789	

Unit Holders			
December 31, 2022	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	3,291	319	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	-	-	
	3,291	319	

Shareholders			
December 31, 2021	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	84,549	7,880	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	6	1	
	84,555	7,881	

Unit Holders			
December 31, 2021	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	50	14	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	-	-	
	50	14	

Shareholders			
December 31, 2020	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	67,112	5,541	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	11	1	
	67,123	5,542	

There were no related party transactions related to unit holders in 2020.

The directors and officers of the Fund are entitled to receive a per diem allowance in the amount of P10,000 (in absolute amount) for every Board meeting attended. Excluded in the payment of per diem allowances are directors and officers of the Fund who are also officers of the Fund Manager. For the year ended December 31, 2022, total remunerations paid to directors and officers amount to P583 (2021 - P205; 2020 - P245) and is presented as part of professional fees in the statement of comprehensive income. As at reporting date, there were no outstanding balances related to these fees.

#### Note 12 - Custodian agreements

The Fund has an existing custodian agreement with Citibank N.A. - Philippine Branch (Citibank) for custodial services of the Fund's proprietary assets and/or assets owned in the Philippines. Relative to this, the Fund pays monthly custodian fees of not more than 2% of the average daily market value of the assets. As at December 31, 2022, the market value of securities in custody of Citibank amounts to P9,533,354,514 (2021 - P10,943,101).

Custodian fees for the year ended December 31, 2022 amount to P4,783 (2021 - P3,207; 2020 - P1,736).

## Note 13 - Financial risk and capital management

### 13.1 Strategy in using financial instruments

The Fund's activities expose it to financial risks, mainly market price risk, credit risk and liquidity risk. The Fund has minimal exposures on interest rate risk and foreign exchange risk. The Fund's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Fund's financial performance.

The management of financial risks is carried out by the Fund Manager under policies approved by the BOD of the Fund. The BOD approves written principles for overall risk management as well as written policies covering specific areas. Any prospective investment is limited to the type of investments described in the prospectus of the Fund thereby limiting the exposure of the Fund to the risk inherent on investments approved by the investors. The Fund also monitors and adheres to regulatory limits and restrictions to mitigate risks.

The Fund has established risk management functions with clear terms of reference and with the responsibility for developing policies on financial risks. It also supports the effective implementation of policies. The policies define the Fund's identification of risk and its interpretation, limit structure to ensure the appropriate quality and diversification of assets to the corporate goals and specify reporting requirements.

The Fund's objective is to provide investment returns that track the performance of the PSEi through investing in equity securities comprising the PSEi.

### 13.2 Price risk

The net asset value (NAV) per share or per unit of the Fund will behave depending on the movement of the shares included in the PSEi. There is a possibility that when stock prices go down, the market value of the stock will be less than its purchase price. As a result, an investor might incur losses when stock prices fall. The Fund's price risk exposure principally relates to financial assets at fair value through profit or loss whose values fluctuate as a result of changes in market prices.

Below is a summary of the significant sector concentrations within the portfolio at December 31:

	2022	2021
Holdings	35%	35%
Property	19%	19%
Banks	16%	17%
Food	10%	6%
Communications	6%	8%
Transportation	6%	6%
Power and energy	5%	5%
Others	2%	4%
Mining	1%	0%
	100%	100%

The primary responsibility of the Fund Manager is to reflect changes in the allocation and composition of the shares comprising the PSEi in the Fund's net asset value by adjusting and re-balancing the shares that make up the portfolio. The Fund's risk policy requires daily tracking of the movement of the PSEi with the intention of limiting the deviation from the movement of the index. Tracking errors are monitored and reported by the risk manager on a daily basis to ensure that the Fund closely mimics the movement of the PSEi. The lower number means that the Fund's return is closely aligned with the benchmark. The tracking error percentage of the Fund as at December 31, 2022 is 0.34% (2021 - 0.03%).

If the PSEi has strengthened/weakened by 20.85% (2021 - 22.31% ) based on the volatility of PSEi for the past one year with all other variables held constant, net income and equity would have been approximately P2,326,540 (2021 - P1,842,805 ) higher/lower mainly due to mark-to-market fluctuations of financial assets at fair value through profit or loss.

### 13.3 Credit risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Fund manages the level of credit risk it accepts through setting up of exposure limits by each counterparty or group of counterparties. The maximum investment of the Fund in any single enterprise shall not exceed an amount equivalent to fifteen percent (15%) of the Fund's net asset value except obligations of the Philippine government or its instrumentalities, provided that in no case shall the total investment of the Fund exceeds ten percent (10%) of the outstanding securities of any one investee company. Credit risk is also minimized through diversification or by investing in a variety of investments belonging to different sectors or industries.

The maximum exposure to credit risk before any credit enhancements at December 31 is the carrying amount of the financial assets as set out below:

	2022		
	Shareholders	Unit Holders	Total
Cash and cash equivalents	47,222	5,971	53,193
Other receivables	18,764	749	19,513
	65,986	6,720	72,706

	2021		
	Shareholders	Unit Holders	Total
Cash and cash equivalents	105,738	8,735	114,473
Other receivables	3,896	6	3,902
	109,634	8,741	118,375

As at December 31, 2022 and 2021, the Fund's financial assets as shown in the table above are fully performing.

The Fund's cash and cash equivalents as at December 31, 2022 and 2021 are placed with a reputable local universal bank with solid financial standing.

All transactions in listed securities are settled or paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The Fund's other receivables are primarily composed of dividend income receivable from its investments in listed securities and accrued interest receivable from its cash and cash equivalents.



### **13.4 Liquidity risk**

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable shares and units. In accordance with the Fund's policy, the Fund Manager monitors the Fund's liquidity position on a daily basis to ensure that excess cash positions are invested in equity securities and redemptions are funded within the prescribed period indicated in the Fund's prospectus.

The Fund also manages its liquidity by investing predominantly in securities that it expects to be able to liquidate within 7 days or less. It therefore invests the majority of its assets in investments that are traded in an active market. The Fund's investments in listed equity securities classified as financial assets at fair value through profit or loss are considered readily realizable as they are listed in the PSE and are heavily traded being component stocks of the PSE's main index. The Fund's financial assets at fair value through profit or loss can be liquidated within 7 days from transaction date.

Furthermore, the Fund has the ability to borrow in the short term to settle its obligations when necessary. No such borrowings have arisen in 2022 and 2021.

The Fund's financial liabilities pertain to management and distribution fees payable and capital shares and units redeemed payable which are contractually due in less than one (1) month. The Fund expects to settle its obligations in accordance with their contractual maturity dates.

### **13.5 Capital management**

The capital of the Fund is represented by total equity as shown in the statement of financial position. The BOD and the Fund Manager monitor capital on the basis of the Fund's total net asset value or total equity. The Fund's total net asset value or total equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of shareholders and unit holders.

The Fund's objectives when managing capital are as follows:

- (i) Safeguard the Fund's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders;
- (ii) Maintain a strong capital base to support the development of the investment activities of the Fund; and
- (iii) Comply with the minimum subscribed and paid-in capital of P50 million required for investment companies under the Investment Company Act of 1960.

As at December 31, 2022 and 2021, the Fund is in compliance with the minimum required capital for investment companies.

In order to maintain or adjust the capital structure, the Fund's policies consist of the following:

- (i) Monitor the level of daily subscriptions and redemptions relative to the assets it expects to be able to liquidate within 7 days; and
- (ii) Redeem and issue new shares in accordance with the Fund's prospectus, which include the ability to restrict redemptions and require certain minimum holdings and subscriptions.

### 13.6 Fair value estimation

The following table presents the fair value hierarchy of the Fund's assets and liabilities measured at fair value as at December 31:

#### *Recurring fair value measurements*

December 31, 2022	Shareholders			Unit Holders		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss						
Listed equity securities	9,042,555	-	-	475,373	-	-
	9,042,555	-	-	475,373	-	-

December 31, 2021	Shareholders			Unit Holders		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss						
Listed equity securities	10,868,192	-	-	74,910	-	-
	10,868,192	-	-	74,910	-	-

The carrying amounts of the Fund's other financial assets and financial liabilities at reporting periods approximate their fair values considering that these have short-term maturities.

There were no transfers between the fair value hierarchy categories during 2022 and 2021.

#### **Note 14 - Summary of significant accounting policies**

The principal accounting policies applied in the preparation of the Fund's financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **14.1 Basis of preparation**

The financial statements of the Fund have been prepared in accordance with Philippine Financial Reporting Standards (PFRS). The term PFRS in general includes all applicable PFRS, Philippine Accounting Standards (PAS), and interpretations of the Philippine Interpretations Committee (PIC), Standing Interpretations Committee (SIC) and International Financial Reporting Interpretations Committee (IFRIC) which have been approved by the Financial Reporting Standards Council (FRSC) and adopted by the SEC.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss. There are currently no areas involving higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the Fund's financial statements.

##### **Changes in accounting policy and disclosures**

- (a) *New standards, amendments to existing standards and Conceptual Framework and interpretations adopted by the Fund*

The following new standards have been adopted by the Fund effective January 1, 2022:

- *Interest rate benchmark reform – Amendment to PFRS 7, PFRS 9 and PAS 39*

The amendments modify some specific hedge accounting requirements to provide certain reliefs in connection with interest rate benchmark reform. The reliefs relate to hedge accounting and have the effect that IBOR reform should not generally cause hedge accounting to terminate. However, any hedge ineffectiveness should continue to be recorded in the income statement. Given the pervasive nature of hedges involving IBOR-based contracts, the reliefs will affect companies in all industries.

- *Amendment to PAS 37, 'Provisions, Contingent Liabilities and Contingent Assets'*

The amendment clarifies that the direct costs of fulfilling a contract include both the incremental costs of fulfilling the contract and an allocation of other costs directly related to fulfilling the contract. Before recognising a separate provision for an onerous contract, the entity recognises any impairment loss that has occurred on assets used in fulfilling the contract.

The said amendments did not have an impact on the Fund's financial statements.

#### *New standards, interpretations and amendments not yet adopted*

The following amendments to existing standard are not mandatory for December 31, 2022 reporting period and have not been early adopted by the Fund:

- *Amendments to PAS 1, 'Presentation of Financial Statements' (effective for annual periods beginning on or after January 1, 2023)*

The amendments clarify that liabilities are classified as either current or noncurrent, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (e.g. the receipt of a waiver or a breach of covenant). The amendments also clarify what PAS 1 means when it refers to the 'settlement' of a liability.

In addition, PAS 1 requires entities to disclose their material rather than their significant accounting policies. The amendments define what is 'material accounting policy information' and explain how to identify when accounting policy information is material. They further clarify that immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.

- *Amendment to PAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors'*

The amendment clarifies how companies should distinguish changes in accounting policies from changes in accounting estimates. The distinction is important, because changes in accounting estimates are applied prospectively to future transactions and other future events, but changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period.

- Amendments to PAS 12, 'Income Taxes'

The amendments require entities to recognise deferred tax on transactions that, on initial recognition, give rise to equal amounts of taxable and deductible temporary differences. They will typically apply to transactions such as leases of lessees and decommissioning obligations and will require the recognition of additional deferred tax assets and liabilities. The amendment should be applied to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, entities should recognise deferred tax assets (to the extent that it is probable that they can be utilised) and deferred tax liabilities at the beginning of the earliest comparative period for all deductible and taxable temporary differences associated with (a) right-of-use assets and lease liabilities, and (b) decommissioning, restoration and similar liabilities, and the corresponding amounts recognised as part of the cost of the related assets. The cumulative effect of recognising these adjustments is recognised in retained earnings, or another component of equity, as appropriate.

The adoption of the above amendments is not expected to have a material impact on the financial statements of the Fund.

There are no other new standards, amendments to existing standards, or interpretations that are effective for annual periods beginning on or after January 1, 2023 that are considered relevant and have a material effect on the financial statement of the Fund.

## **14.2 Financial assets**

### *14.2.1.1 Recognition and initial measurement*

Financial assets are recognized in the statement of financial position when the Fund becomes a party to the contractual provisions of the instrument. Regular-way purchases and sales of financial assets are recognized on trade date, the date on which the Fund commits to purchase or sell the asset. Financial assets are initially recognized at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Transaction costs that are directly attributable to the acquisition of financial assets at fair value through profit or loss are expensed immediately at initial recognition.

### *14.2.1.2 Classification and subsequent measurement*

The Fund classifies its financial assets in the following measurement categories: at fair value through profit or loss (FVTPL), fair value through other comprehensive income (FVOCI) and at amortized cost.

The classification requirements for debt and equity instruments are described below:

#### *Debt instruments*

Debt instruments are those instruments that meet the definition of a financial liability from the issuer's perspective, such as loans, government and corporate bonds and trade receivables purchased from clients in factoring arrangements without recourse.

Classification and subsequent measurement of debt instruments depend on the Fund's business model for managing the asset and the cash flow characteristics of the asset.

Based on these factors, the Fund classifies its debt instruments into one of the following measurement categories:

- *Amortized cost*

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest ('SPPI'), and that are not designated at fair value through profit or loss, are measured at amortized cost. The carrying amount of these assets is adjusted by any expected credit loss allowance recognized and measured. Interest income from these financial assets is included in 'Interest income' using the effective interest rate method. Amortized cost financial assets include cash and cash equivalents and other receivables.

Cash and cash equivalents include deposits held at call with banks and short-term highly liquid investments with maturities of three months or less from the date of acquisition.

- *Fair value through other comprehensive income (FVOCI)*

Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated at FVTPL, are measured at fair value through other comprehensive income. Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses on the instrument's amortized cost which are recognized in the statement of total comprehensive income. When the financial asset is derecognized, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss. As at December 31, 2022 and 2021, the Fund has no financial assets under FVOCI category.

- *Fair value through profit or loss (FVTPL)*

Assets that do not meet the criteria for amortized cost or FVOCI and the collection of contractual cash flows is only incidental to achieving the Fund's business model objective are measured at fair value through profit or loss. A gain or loss on a debt security that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognized in profit or loss and presented in the statement of total comprehensive income under 'Net gains (losses) from financial assets at fair value through profit or loss' in the period in which it arises. As at December 31, 2022 and 2021, the Fund has no investments in debt securities classified under the FVTPL category.

*Business model:* The business model reflects how the Fund manages the assets in order to generate cash flows. That is, whether the Fund's objective is solely to collect the contractual cash flows from the assets or is to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable, then the financial assets are classified as part of 'other' business model and measured at fair value through profit or loss. Factors considered by the Fund in determining the business model for a group of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

*SPPI:* Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the Fund assesses whether the financial instruments' cash flows represent solely payments of principal and interest (the 'SPPI test'). In making this assessment, the Fund considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

The Fund reclassifies debt investments when and only when its business model for managing those assets changes. The reclassification takes place from the start of the first reporting period following the change. Such changes are expected to be very infrequent, and none occurred during the period.

### *Equity investments*

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

The Fund subsequently measures all equity investments at fair value through profit or loss, except where the Fund's management has elected, at initial recognition, to irrevocably designate an equity investment at fair value through other comprehensive income. When this election is used, fair value gains and losses are recognized in other comprehensive income and are not subsequently reclassified to profit or loss, even on disposal. Impairment losses (and reversal of impairment losses) are not reported separately from other changes in fair value. Dividends, when representing a return on such investments, continue to be recognized in profit or loss as other income when the Fund's right to receive payments is established. Gains and losses on equity investments at fair value through profit or loss are included in 'Net gains (losses) from financial assets at fair value through profit or loss' in the statement of total comprehensive income.

#### *14.2.1.3 Impairment*

The Fund assesses on a forward-looking basis the expected credit losses ('ECL') associated with its debt instrument assets carried at amortized cost. The Fund recognizes a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

#### *Credit impaired financial assets*

Financial assets are assessed for credit impairment at each balance sheet date and more frequently when circumstances warrant further assessment. Evidence of credit-impairment may include indications that the debtor is experiencing significant financial difficulty, probability of bankruptcy or other financial reorganization, as well as measurable decrease in the estimated future cash flows evidenced by the adverse changes in the payment status of the debtor or economic conditions that correlate with defaults. An asset that is in Stage 3 (nonperforming) will move back to Stage 2 (under performing) when, as at reporting date, it is no longer considered to be credit impaired. The asset will transfer back to Stage 1 (fully performing) when its credit risk at the reporting date is no longer considered to have increased significantly from initial recognition, and when there is sufficient evidence to support full collection of principal and interest due. Prior to the transfer to Stage 1, the asset should have exhibited both the quantitative and qualitative indicators of probable collection.

When a financial asset has been identified as credit-impaired, expected credit losses are measured as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the instrument's original effective interest rate. For impaired financial assets with drawn and undrawn components, expected credit losses also reflect any credit losses related to the portion of the loan commitment that is expected to be drawn down over the remaining life of the instrument.

When a financial asset is credit impaired, interest ceases to be recognized on the regular accrual basis, which accrues income based on gross carrying amount of the asset. Rather, interest income is calculated by applying the original effective interest rate to the amortized cost of the asset, which is the gross carrying amount less related allowance for impairment. Following impairment, interest income is recognized on the unwinding of the discount from the initial recognition of impairment.

### *Impairment of other financial assets*

The Fund applies the PFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for other financial assets.

To measure the expected credit losses, other financial assets have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the payment profiles of receivables over a period of 36 months before reporting dates and corresponding historical credit losses experienced within this period. The forward-looking information on macroeconomic factors are considered insignificant in calculating impairment of other financial assets.

#### *14.2.1.4 Derecognition*

Financial assets, or a portion thereof, are derecognized when the contractual rights to receive the cash flows from the assets have ceased, or when they have been transferred and either (i) the Fund transfers substantially all the risks and rewards of ownership, or (ii) the Fund neither transfers nor retains substantially all the risks and rewards of ownership and the Fund has not retained control. Related gains and losses realized at the time of derecognition are recognized within 'Income (losses) on financial assets' in the statement of total comprehensive income.

### **14.3 Financial liabilities**

#### *Classification and measurement*

The Fund classifies its financial liabilities in the following categories: financial liabilities at fair value through profit or loss and financial liabilities at amortized cost.

Financial liabilities at fair value through profit or loss comprises two sub-categories: financial liabilities classified as held for trading and financial liabilities designated by the Fund as at fair value through profit or loss upon initial recognition.

A financial liability is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term or if it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking. Financial liabilities designated at fair value through profit or loss are those that are not classified as held-for-trading but are managed and their performance is evaluated on a fair value basis. Gains and losses arising from changes in fair value are included in profit or loss. The Fund has no financial liabilities that are classified at fair value through profit or loss as at December 31, 2022 and 2021.

Financial liabilities that are not classified as at fair value through profit or loss fall into the second category and are initially recognized at fair value plus transaction costs. After initial measurement, these financial liabilities are measured at amortized cost using the effective interest method. Financial liabilities measured at amortized cost include management and distribution fees payable and capital shares redeemed payable.

#### *Derecognition of financial liabilities*

Financial liabilities are derecognized when they have been redeemed or otherwise extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in profit or loss.

#### **14.4 Offsetting of financial instruments**

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

#### **14.5 Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded equity and debt securities) are based on quoted market prices at the close of trading on the reporting date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The quoted market price used for financial assets held by the Fund is the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, management determines the point within the bid-ask spread that is most representative of fair value.

The Fund classifies its fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities. This level includes listed equity securities and debt instruments on exchanges (for example, Philippine Stock Exchange, Inc., Philippine Dealing and Exchange Corp., etc.).
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). The primary source of input parameters like counterparty credit risk is Bloomberg.
- Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components. This hierarchy requires the use of observable market data when available. The Fund considers relevant and observable market prices in its valuations where possible.

#### **14.6 Redeemable shares and units**

The shares and units issued by the Fund are redeemable at the holder's option and are classified as equity. The consideration received for the issuance of shares and units is based on net asset value per share at the transaction date. The amount of consideration pertaining to the par value of the shares issued is recognized as redeemable shares and the excess of the consideration received over the par value is recognized as share premium. The amount of consideration received for the issuance of units is recognized as redeemable units.

The Fund classifies puttable financial instruments that meet the definition of a financial liability as equity where certain strict criteria are met. Those criteria include: the puttable instruments must entitle the holder to a pro-rata share of net assets; the puttable instruments must be the most subordinated class and the features of that class must be identical; there must be no contractual obligations to deliver cash or another financial asset other than the obligation on the issuer to repurchase; and the total expected cash flows from the puttable instrument over its life must be based substantially on the profit or loss of the issuer. Should the redeemable shares' terms or conditions change such that they do not comply with those criteria, the redeemable shares would be reclassified to a financial liability from the date the instrument ceases to meet the criteria. The financial liability would be measured at the instrument's fair



value at the date of reclassification. Any difference between the carrying value of the equity instrument and fair value of the liability on the date of reclassification would be recognized in equity.

Redeemable shares and units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's trading net asset value (Note 10) calculated in accordance with the Fund's prospectus. Any excess of subscriptions over the par value of shares issued is shown as share premium. The excess of redemption amount over the par value of shares redeemed are first applied against the related share premium and then to the related retained earnings. For units, the excess of redemption amount over the amount of received upon issuance of units are applied against related retained earnings (deficit).

#### **14.7 Deposits for future subscriptions**

Deposits for future subscriptions represent funds received by the Fund with a view to applying the same as payment for a future additional issuance of shares and units either from its authorized but unissued shares and units, from a proposed increase in authorized share capital and units, or as share premium.

Under the Corporation Code, a stock corporation is empowered to issue or sell stocks to subscribers. Such issuance should only be to the extent of the capital stock approved or authorized by the SEC. If there is no more authorized capital stock, an increase thereof for the purpose of issuing additional stocks may be made by the entity subject to the approval by its Board of Directors, stockholders and the SEC.

Based on the Financial Reporting Bulletin (FRB) No.006 revised on January 6, 2022:

An entity shall classify a contract to deliver its own equity instruments under equity as a separate account (e.g., Deposit for Stock Subscription) from "Outstanding Capital Stock" if and only if, all of the following elements are present as of the end of the reporting period:

- (i) The unissued authorized capital stock of the entity is insufficient to cover the amount of shares indicated in the contract;
- (ii) There is Board of Directors' approval on the proposed increase in authorized capital stock (for which a deposit was received by the corporation);
- (iii) There is stockholders' approval of said proposed increase; and
- (iv) The application for the approval of the proposed increase has been presented for filing or has been filed with the Commission. (emphasis supplied)

To deter abuse of the Rule, it is expected that the approval of the application to increase ACS be obtained within one (1) year from the date the said application was presented to the Commission through Company Registration and Monitoring Department.

Following the issuance of SEC Memorandum Circular No. 33, series of 2020, which took effect on December 20, 2020, an investment company is no longer required to comply with the minimum subscribed and paid-up capital relative to the increase in its authorized capital stock. Thus, an investment company is no longer allowed to accept any deposits for future stock subscription starting December 20, 2020.

Any DFFS recognized as equity in the financial statements are still acceptable provided that all the elements above are present as of the end of the reporting period and the application for an increase in authorized capital stock has been filed with the Commission prior to December 20, 2020.

Deposits for future subscriptions are initially recognized at fair value of the consideration received. Deposits for future subscriptions can be redeemed for cash equal to a proportionate share of the Fund's trading net asset value. Upon approval, the amount will be credited to share capital for the par value of the shares and to share premium for the amount in excess of the par value, and amount received for subscriptions of units will be credited to redeemable units.

Subscribers for a future additional issuance of shares and units are entitled at any time to redeem for cash equal to a proportionate share of the Fund's trading net asset value (Note 10) calculated in accordance with the Fund's prospectus.

The Fund has no outstanding deposits for future subscriptions as at December 31, 2022 and 2021.

#### **14.8 Income and expense recognition**

Net gains (losses) on financial assets at fair value through profit or loss includes all realized and unrealized fair value changes.

Dividend and other income are recognized when the Fund's right to receive payment is established.

Interest income is recognized on a time-proportion basis using the effective interest method.

When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Expenses are recognized when incurred.

#### **14.9 Functional and presentation currency**

Subscriptions and redemptions of the Fund's redeemable shares are denominated in Philippine Peso ("Peso"). The primary activity of the Fund is to invest in equity securities comprising the PSEi to track the performance of the PSEi. Such securities are denominated in Peso. The performance of the Fund is measured and reported to the investors in Peso. The Board of Directors considers the Peso as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions of the Fund. The financial statements are presented in Peso, which is the Fund's functional and presentation currency.

#### **14.10 Earnings (loss) per share**

Basic earnings (loss) per share and unit is calculated by dividing the net income (loss) attributable to shareholders and unit holders, respectively, over weighted average number of outstanding redeemable shares and units, including the corresponding shares and units for the amount of deposit for future subscriptions received during the year, if any. Diluted earnings (loss) per share and unit is computed in the same manner as basic earnings (loss) per share and unit, however, profit (loss) attributable to shareholders and unit holders and the number of outstanding redeemable shares and units, including the corresponding shares and units for the amount of deposit for future subscriptions received are adjusted for the effects of all dilutive potential redeemable shares and units.

There are no dilutive potential redeemable shares and units as at December 31, 2022 and 2021.

#### **14.11 Current and deferred income tax**

##### *Current income tax*

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the reporting date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

The Fund primarily earns dividend income from its investments in equity securities which is tax-exempt. Sale of financial assets at fair value through profit or loss is subject to other percentage tax while interest income from bank deposits is subject to final withholding tax. Such income is presented net of taxes paid or withheld.

#### *Deferred income tax*

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. The deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction, other than a business combination, that at the time of the transaction affects neither the accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the reporting date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognized for all deductible temporary differences and carry-forward of unused tax losses (net operating loss carryover or NOLCO) to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

The Fund reassesses at each reporting date the need to recognize a previously unrecognized deferred income tax asset.

Deferred income tax liabilities are provided on taxable temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements, except where the timing of the reversal of the temporary differences is controlled by the Fund and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority and where there is an intention to settle the balances on a net basis.

#### **14.12 Related party relationships and transactions**

Related party relationship exists when one party has the ability to control, directly, or indirectly through one or more intermediaries, the other party or exercises significant influence over the other party in making financial and operating decisions. Such relationship also exists between and/or among entities which are under common control with the reporting enterprise, or between, and/or among the reporting enterprise and its key management personnel, directors, shareholders or unitholders. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

#### **14.13 Comparatives**

Except when a standard or an interpretation permits or requires otherwise, all amounts are reported or disclosed with comparative information.

Where PAS 8 applies, comparative figures have been adjusted to conform with changes in presentation in the current year. There were no changes to the presentation made during the year.

**Note 15 - Supplementary information required by the Bureau of Internal Revenue**

Below is the additional information required by RR No. 15-2010 that is relevant to the Fund. This information is presented for purposes of filing with the BIR and is not a required part of the basic financial statements.

*Documentary stamp tax*

Total documentary stamp taxes on share subscriptions for the year ended December 31, 2022 amount to P1,916,889 of which P54,390 is outstanding as at December 31, 2022 and is lodged under other liabilities in the statement of financial position.

*Withholding taxes*

Withholding taxes for the year ended December 31, 2022 amount to P12,567,514 of which P989,733 is outstanding as at December 31, 2022 and is lodged under other liabilities in the statement of financial position.

*All other local and national taxes*

All other local and national taxes paid for the year ended December 31, 2022 consist of:

	Amount
Municipal and other related taxes	409,348
Community tax	10,500
	<u>419,848</u>

The above local and national taxes, including the documentary stamp tax, are lodged under taxes and licenses in expenses in the statement of total comprehensive income.

There are no other local and national taxes accrued as at December 31, 2022.

*Tax cases and assessments*

As at December 31, 2022, open taxable years are 2021, 2020 and 2019. The Fund has not received any Final Assessment Notice from the BIR. The Fund is also not a party to any outstanding tax case with the BIR.

*Others*

The Fund did not have transactions that are subject to value added tax, excise taxes, and customer duties and tariff.

**Philippine Stock Index Fund Corp.**  
Reconciliation of Retained Earnings Available for Dividend Declaration  
As of December 31, 2022  
(All amounts in thousands of Philippine Peso)

Items	Amount
<b>Unappropriated Retained Earnings, as adjusted to available for dividend distribution, beginning of the year</b>	4,097,195
Add: <b>Net income actually incurred during the year</b>	
Net income during the year closed to retained earnings	(745,783)
Less: <b>Non-actual/unrealized income net of tax</b>	
• Equity in net income of associate/joint venture	-
• Unrealized foreign exchange gain - net (except those attributable to Cash and Cash Equivalents)	-
• Unrealized actuarial gain	-
• Fair value adjustment (mark-to-market gains)	-
• Fair value adjustment of Investment Property resulting to gain	-
• Adjustment due to deviation from PFRS - gain	-
• Other unrealized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS	-
Sub-total	-
Add: <b>Non-actual losses</b>	
• Depreciation on revaluation increment (after tax)	-
• Adjustment due to deviation from PFRS – loss	-
• Loss on fair value adjustment of investment property (after tax)	-
Sub-total	-
<b>Net loss actually incurred during the period</b>	(745,783)
Add (Less):	
• Dividend declarations during the period	-
• Appropriations of retained earnings during the period	-
• Reversals of appropriations	-
• Effects of prior period adjustments	-
• Treasury shares	-
• Redemption of redeemable shares and units	1,372
Sub-total	1,372
<b>Total Retained Earnings, end of the year</b>	<b>3,352,784</b>

**Philippine Stock Index Fund Corp.**

As at December 31, 2022

Annex A - Financial Assets

(All amounts in thousands of Philippine Peso, except for number of shares and units)

Shareholders				
Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statement of financial position	Value based on market quotation	Income received and accrued
<b><i>Cash and cash equivalents</i></b>				
<i>Short-term time deposits</i>				
RCBC-TDT 20230103	40,542,992	40,543	40,543	
BPIB-XTDT 20230103	5,500,000	5,500	5,500	
	46,042,992	46,043	46,043	
<i>Regular savings deposit</i>	-	1,179	1,179	
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>46,042,992</b>	<b>47,222</b>	<b>47,222</b>	<b>581</b>
<b><i>Fair value through profit or loss (FVTPL)</i></b>				
<i>Listed equity securities</i>				
SM	1,486,144	1,337,530	1,337,530	
SMPH	27,072,498	961,074	961,074	
BDO	5,868,111	620,259	620,259	
ALI	19,816,269	610,341	610,341	
BPI	5,602,921	571,498	571,498	
AC	800,020	556,015	556,015	
ICT	2,623,489	524,698	524,698	
AEV	6,704,460	386,847	386,847	
JGS	7,622,115	383,392	383,392	
URC	2,428,580	330,287	330,287	
MBT	5,469,465	295,351	295,351	
JFC	1,218,799	280,324	280,324	
TEL	208,012	273,952	273,952	
MER	713,905	213,315	213,315	
MONDE	18,210,200	201,769	201,769	
GLO	80,300	175,054	175,054	
ACEN	21,357,680	130,567	130,567	
AP	3,728,820	126,966	126,966	
EMI	5,980,500	123,198	123,198	
GTCAP	239,996	104,398	104,398	
WLCON	3,531,600	104,182	104,182	
MPI	27,628,019	94,488	94,488	
AGI	7,637,164	90,882	90,882	
CNVRG	5,707,300	90,632	90,632	
SMC	964,200	89,622	89,622	
SCC	2,584,600	89,169	89,169	
PGOLD	2,554,050	89,136	89,136	
RLC	4,743,949	70,969	70,969	
LTG	7,128,470	65,582	65,582	
MEG	25,528,839	51,058	51,058	
<b>TOTAL FVTPL</b>	<b>225,240,475</b>	<b>9,042,555</b>	<b>9,042,555</b>	<b>623,389</b>
<b><i>Other receivables</i></b>				
Dividend income receivable	-	18,754	18,754	
Accrued interest receivable	-	10	10	
<b>TOTAL OTHER RECEIVABLES</b>	<b>-</b>	<b>18,764</b>	<b>18,764</b>	<b>-</b>

**Philippine Stock Index Fund Corp.**

As at December 31, 2022

Annex A - Financial Assets

(All amounts in thousands of Philippine Peso)

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Unit Holders				
Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statement of financial position	Value based on market quotation	Income received and accrued
<b><i>Cash and cash equivalents</i></b>				
<i>Short-term time deposits</i>				
RCBC-TDT 20230103	2,502,070	2,502	2,502	
BPIB-XTDT 20230103	2,500,000	2,500	2,500	
	5,002,070	5,002	5,002	
<i>Regular savings deposit</i>	-	969	969	
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>5,002,070</b>	<b>5,971</b>	<b>5,971</b>	<b>76</b>
<i>Listed equity securities</i>				
SM	78,100	70,290	70,290	
SMPH	1,422,600	50,503	50,503	
BDO	308,358	32,593	32,593	
ALI	1,041,300	32,072	32,072	
BPI	294,430	30,032	30,032	
AC	42,040	29,218	29,218	
ICT	137,860	27,572	27,572	
AEV	352,310	20,328	20,328	
JGS	400,530	20,147	20,147	
URC	127,620	17,356	17,356	
MBT	287,410	15,520	15,520	
JFC	64,050	14,732	14,732	
TEL	10,930	14,395	14,395	
MER	37,520	11,211	11,211	
MONDE	956,900	10,602	10,602	
GLO	4,220	9,200	9,200	
ACEN	1,071,780	7,198	7,198	
AP	195,900	6,670	6,670	
EMI	314,300	6,475	6,475	
GTCAP	12,610	5,485	5,485	
WLCON	185,600	5,475	5,475	
MPI	1,452,100	4,966	4,966	
CNVRG	299,900	4,762	4,762	
SMC	50,670	4,710	4,710	
SCC	135,800	4,685	4,685	
PGOLD	134,200	4,684	4,684	
AGI	389,700	4,637	4,637	
RLC	249,100	3,727	3,727	
LTG	374,600	3,446	3,446	
MEG	1,341,000	2,682	2,682	
<b>TOTAL FVTPL</b>	<b>11,773,438</b>	<b>475,373</b>	<b>13,530</b>	

**Philippine Stock Index Fund Corp.**

As at December 31, 2022

Annex A - Financial Assets

(All amounts in thousands of Philippine Peso)

Page 3

Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statement of financial position	Value based on market quotation	Income received and accrued
<b><i>Other receivables</i></b>				
Securities sold receivable	-	621	621	
Accrued interest receivable	-	127	127	
<b>TOTAL OTHER RECEIVABLES</b>	-	<b>748</b>	<b>748</b>	-



**Philippine Stock Index Fund Corp.**

As at December 31, 2022

Annex B - Amounts Receivable from Directors, Officers, Employees, Related Parties, and Principal Stockholders (Other than Related parties)

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Name and designation of debtor	Balance at beginning of period	Additions	Amounts collected	Amounts written off	Current	Not current	Balance at end of the period
NOTHING TO REPORT							

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**Philippine Stock Index Fund Corp.**

As at December 31, 2022

Annex C - Amounts Receivable from Related Parties which are Eliminated  
during the Consolidation of Financial Statements

Name and designation of debtor	Balance at beginning of period	Additions	Amounts collected	Amounts written off	Current	Not current	Balance at end of the period
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NOT APPLICABLE

**Philippine Stock Index Fund Corp.**  
As at December 31, 2022  
Annex D - Long-Term Debt

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Title of issue and type of obligation	Amount authorized by indenture	Amount shown under caption "Current portion of long-term debt" in the related statement of financial position	Amount shown under caption "long-term debt" in the related statement of financial position
NOTHING TO REPORT			

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**Philippine Stock Index Fund Corp.**

As at December 31, 2022

Annex E - Indebtedness to Related Parties (Long-Term Loans from Related Companies)

(All amounts in thousands of Philippine Peso)

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Name of related party	Balance at beginning of period	Balance at end of period
NOTHING TO REPORT		

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**Philippine Stock Index Fund Corp.**

As at December 31, 2022

Annex F - Guarantees of Securities of Other Issuers

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Name of issuing entity of securities guaranteed by the Fund for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount guaranteed and outstanding	Amount owned by person for which statement is filed	Nature of guarantee
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NOTHING TO REPORT

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**Philippine Stock Index Fund Corp.**  
As at December 31, 2022  
Annex G - Capital Stock

Title of issue	Number of shares authorized	Shareholders and Unit Holders				
		Number of shares issued and outstanding as shown under related caption in the statement of financial position	Number of shares reserved for options, warrants, conversion and other rights	Number of shares held by related parties	Directors, officers and employees	Others
Redeemable shares	26,400,000	12,142,740	-	-	250	12,142,490
Redeemable units	50,000,000,000	524,448	-	50,000	-	474,448

## SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: PHILIPPINE STOCK INDEX FUND CORP.  
 CURRENT ADDRESS: 19TH FLOOR, BPI BUENDIA CENTER, SEN. GIL J. PUYAT AVE., MAKATI CITY  
 TEL. NO.: (632) 588-3573 FAX NO.: (632) 588-4682  
 COMPANY TYPE: INVESTMENT COMPANY

PSIC:

6691

Table 1. Balance Sheet

FINANCIAL DATA	2022			2021		
	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)
<b>A. ASSETS (A.1 + A.2 + A.3 + A.4 + A.5 + A.6)</b>	<b>9,108,541</b>	<b>482,093</b>	<b>9,590,634</b>	<b>10,977,826</b>	<b>83,651</b>	<b>11,061,477</b>
A.1 Current Assets (A.1.1 + A.1.2 + A.1.3 + A.1.4 + A.1.5)	9,108,541	482,093	9,590,634	10,977,826	83,651	11,061,477
A.1.1 Cash and cash equivalents (A.1.1.1 + A.1.1.2 + A.1.1.3)	47,222	5,971	53,193	105,738	8,735	114,473
A.1.1.1 On hand			0			0
A.1.1.2 In domestic banks/entities	47,222	5,971	53,193	105,738	8,735	114,473
A.1.1.3 In foreign banks/entities			0			0
A.1.2 Financial Assets other than Cash/Trade Receivables/Investments accounted for using the Equity Method (A.1.2.1 + A.1.2.2 + A.1.2.3 + A.1.2.4)	9,042,555	475,373	9,517,928	10,868,192	74,910	10,943,102
A.1.2.1 Short-term placements or investments in securities issued by domestic entities: (A.1.2.1.1 + A.1.2.1.2 + A.1.2.1.3 + A.1.2.1.4 + A.1.2.1.5)	0	0	0	0	0	0
A.1.2.1.1 National Government			0			0
A.1.2.1.2 Public Financial Institutions			0			0
A.1.2.1.3 Public Non-Financial Institutions			0			0
A.1.2.1.4 Private Financial Institutions			0			0
A.1.2.1.5 Private Non-Financial Institutions			0			0
A.1.2.2 Short-term placements or investments in securities issued by foreign entities			0			0
A.1.2.3 Others, specify	9,042,555	475,373	9,517,928	10,868,192	74,910	10,943,102
Financial assets at fair value through profit or loss	9,042,555	475,373	9,517,928	10,868,192	74,910	10,943,102
Others, specify			0			0
A.1.2.4 Allowance for decline in market value (negative entry)	0		0	0		0
A.1.3 Trade and Other Receivables (A.1.3.1 + A.1.3.2)	18,764	749	19,513	3,896	6	3,902
A.1.3.1 Due from domestic entities (A.1.3.1.1 + A.1.3.1.2 + A.1.3.1.3 + A.1.3.1.4)	18,764	749	19,513	3,896	6	3,902
A.1.3.1.1 Due from customers (trade)			0			0
A.1.3.1.2 Due from related parties			0			0
A.1.3.1.3 Others, specify	18,764	749	19,513	3,896	6	3,902
Dividend income receivable	18,753	621	19,374	3,896	6	3,902
Accrued interest receivable	11	1	12			0
Securities Sold Receivable		127	127			0
A.1.3.1.4 Allowance for doubtful accounts/bad debts/probable losses (negative entry)			0			0
A.1.3.2 Due from foreign entities, specify (A.1.3.2.1 + A.1.3.2.2 + A.1.3.2.3 + A.1.3.2.4 + A.1.3.2.5)			0			0
A.1.3.2.1			0			0
A.1.3.2.2			0			0
A.1.3.2.3			0			0
A.1.3.2.4			0			0
A.1.3.2.5 Allowance for doubtful accounts/bad debts/probable losses (negative entry)			0			0
A.1.4 Inventories (A.1.4.1 + A.1.4.2 + A.1.4.3 + A.1.4.4 + A.1.4.5 + A.1.4.6)	0		0	0		0
A.1.4.1 Raw materials and supplies			0			0
A.1.4.2 Goods in process (including unfinished goods, growing crops, unfinished seeds)			0			0
A.1.4.3 Finished goods/factory supplies			0			0
A.1.4.4 Merchandise/Goods in transit			0			0
A.1.4.5 Labor and other costs of personnel (in case of service providers)			0			0
A.1.4.6 Revaluation surplus (includes spoilage, losses due to fire and changes in prices)			0			0
A.1.5 Other Current Assets			0			0

## NOTE:

This special form is applicable to Investment Companies and Publicly-held Companies enumerated in Section 17.2 of the Securities Regulation Code (SRC), except banks, insurance, and public utility companies. Parent Companies shall submit their individual Audited Financial Statements and Consolidated Financial Statements using supplemental form PHFS2.

Domestic corporations are those which are incorporated under Philippine laws or branches/subsidiaries of foreign corporations that are licensed to do business in the Philippines where the center of economic interest or activity is within the Philippines. On the other hand, foreign corporations are those that are incorporated abroad, including branches of Philippine corporations operating abroad.

Financial Institutions are corporations principally engaged in financial intermediation, facilitating financial intermediation, or auxiliary financial services. Non-Financial institutions refer to corporations that are primarily engaged in the production of market goods and non-financial services.

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: PHILIPPINE STOCK INDEX FUND CORP.  
 CURRENT ADDRESS: 19TH FLOOR, BPI BUENDIA CENTER, SEN. GIL J. PUYAT AVE., MAKATI CITY  
 TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682  
 COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 1. Balance Sheet

FINANCIAL DATA	2022			2021		
	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)
A.2 Property, plant, and equipment (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5 + A.2.6 + A.2.7)	0		0	0		0
A.2.1 Land (incl. land for future plant expansion, unused land and improvements)						
A.2.2 Building and improvements including leasehold improvement						
A.2.3 Machinery and equipment (on hand and in transit)						
A.2.4 Transportation/motor vehicles, automotive equipment, autos and trucks, and delivery equipment						
A.2.5 Others, specify						
Fixed assets, property, or equipment used for education purposes						
Construction in progress						
A.2.6 Appraisal increase, specify						
A.2.7 Accumulated Depreciation (negative entry)						
A.3 Investments excluding that which is recorded in current assets (net of allowance for decline in value) (A.3.1 + A.3.2 + A.3.3 + A.3.4)	0		0	0		0
A.3.1 Equity in domestic subsidiaries/affiliates						
A.3.2 Equity in foreign branches/subsidiaries/affiliates						
A.3.3 Others, specify						
A.3.4 Allowance for decline in market value (negative entry)						
A.4 Intangible Assets	0		0	0		0
A.5 Long-term receivables						
A.5.1 Long-term receivables (net of current portion) (A.5.1 + A.5.2 + A.5.3)						
A.5.1.1 From domestic entities, specify						
A.5.1.2 From foreign entities, specify						
A.5.1.3 Allowance for doubtful accounts, net of current portion (negative entry)						
A.6 Other Assets (A.6.1 + A.6.2 + A.6.3 + A.6.4)	0		0	0		0
A.6.1 Deferred charges - net of amortization						
A.6.2 Advance/Miscellaneous deposits						
A.6.3 Others, specify						
Reserve for dividend declaration						
A.6.4 Allowance for write-down of deferred charges (negative entry)						
<b>B. LIABILITIES (B.1 + B.2 + B.3 + B.4 + B.5 + B.6)</b>	<b>13,500</b>	<b>5,251</b>	<b>18,751</b>	<b>26,124</b>	<b>6,248</b>	<b>32,372</b>
B.1 Current Liabilities (B.1.1 + B.1.2 + B.1.3)	13,500	5,251	18,751	26,124	6,248	32,372
B.1.1 Trade and Other Payables to Domestic Entities (B.1.1.1 + B.1.1.2 + B.1.1.3 + B.1.1.4 + B.1.1.5 + B.1.1.6)	13,500	5,251	18,751	26,124	6,248	32,372
B.1.1.1 Trade Payables		1,235				
B.1.1.2 Payables to Subsidiaries						
B.1.1.3 Payables to Related Parties	4,789	319	5,108	7,881	14	7,895
B.1.1.4 Advances from Directors, Officers, Employees and Principal Stockholders						
B.1.1.5 Accruals	908	82	990	1,137	36	1,173



SPECIAL FORM FOR CONSOLIDATED FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: PHILIPPINE STOCK INDEX FUND CORP.  
CURRENT ADDRESS: 19TH FLOOR, BPI BUENDIA CENTER, SEN. GIL J. PUYAT AVE., MAKATI CITY  
TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682  
COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 1. Balance Sheet

FINANCIAL DATA	2022			2021		
	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)
B.1.1.6 Others, specify	7,803	3,615	11,418	17,106	6,198	23,304
Management and distribution fees payable to third parties	2,033		2,033	408		408
Capital shares redeemed payable	5,761	3,386	9,147	16,544	487	17,031
Other Payable	9	229	238	154	794	948
			0		4,917	4,917
B.1.2 Trade and Other Payables to Foreign Entities, specify						
B.1.3 Others, specify (If material, state separately; indicate if the item is payable to public/private or financial/non-financial institutions)						
Dividends declared and not paid at balance sheet date						
Acceptances Payable						
Liabilities under Trust Receipts						
Portion of Long-term Debt Due within one year						
Deferred Income						
Any other current liability in excess of 5% of Total Current Liabilities, specify:						
B.2 Tax Liabilities and Assets						
B.3 Provisions						
B.4 Long-term Debt - Non-current Interest-bearing Liabilities (B.4.1 + B.4.2 + B.4.3 + B.4.4 + B.4.5)						
B.4.1 Domestic Public Financial Institutions						
B.4.2 Domestic Public Non-Financial Institutions						
B.4.3 Domestic Private Financial Institutions						
B.4.4 Domestic Private Non-Financial Institutions						
B.4.5 Foreign Financial Institutions						
B.5 Indebtedness to Affiliates and Related Parties (Non-Current)						
B.6 Other Liabilities (B.6.1 + B.6.2)						
B.6.1 Deferred Income Tax						
B.6.2 Others, specify						
C. MINORITY INTEREST	0			0		
D. EQUITY (D.3 + D.4 + D.5 + D.6 + D.7 + D.8 + D.9)	9,095,041	476,842	9,571,883	10,951,702	77,403	11,029,105
D.1 Authorized Capital Stock (no. of shares, par value and total value; show details) (D.1.1+D.1.2+D.1.3)	2,640,000	52,445	2,692,445	2,640,000	7,784	2,647,784
D.1.1 Common shares 26,400,000; P100	2,640,000		2,640,000	2,640,000		2,640,000
D.1.2 Preferred Shares						
D.1.3 Others 50,000,000,000.00 Units		52,445	52,445		7,784	7,784
D.2 Subscribed Capital Stock (no. of shares, par value and total value) (D.2.1 + D.2.2 + D.2.3)						
D.2.1 Common shares						
D.2.2 Preferred Shares						
D.2.3 Others						
D.3 Paid-up Capital Stock (D.3.1 + D.3.2)	1,214,274	496,893	1,711,167	1,360,955	78,335	1,439,290
D.3.1 Common shares	1,214,274		1,214,274	1,360,955		1,360,955
D.3.2 Preferred Shares						
D.3.3 Others: Units 524,447.78		496,893	496,893		78,335	78,335
D.4 Additional Paid-in Capital / Capital in excess of par value / Paid-in Surplus	4,504,445		4,504,445	5,489,134		5,489,134
D.5 Others, specify	0		0	0		0
Net increase in assets resulting from operations						
Net investment income						
Deposit for future subscriptions	0		0	0		0
D.6 Appraisal Surplus/Revaluation Increment in Property/Revaluation Surplus						
D.7 Retained Earnings (D.7.1 + D.7.2)	3,376,322	(20,051)	3,356,271	4,101,613	(932)	4,100,681
D.7.1 Appropriated						
D.7.2 Unappropriated	3,376,322	(20,051)	3,356,271	4,101,613	(932)	4,100,681
D.8 Head / Home Office Account (for Foreign Branches only)						
D.9 Cost of Stocks Held in Treasury (negative entry)						
TOTAL LIABILITIES AND EQUITY (B + C + D)	9,108,541	482,093	9,590,634	10,977,826	83,651	11,061,477

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: PHILIPPINE STOCK INDEX FUND CORP.  
 CURRENT ADDRESS: 19TH FLOOR, BPI BUENDIA CENTER, SEN. GIL J. PUYAT AVE., MAKATI CITY  
 TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682  
 COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 2. Income Statement

FINANCIAL DATA	2022			2021			2020		
	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)
<b>A. REVENUE / INCOME (A.1 + A.2 + A.3)</b>	<b>(622,809)</b>	<b>(13,454)</b>	<b>(636,263)</b>	<b>162,833</b>	<b>(88)</b>	<b>162,745</b>	<b>(747,641)</b>	<b>0</b>	<b>(747,641)</b>
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining, utilities, trade, services, etc.) (from Primary Activity)									
A.2 Other Revenue (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5)									
A.2.1 Rental Income from Land and Buildings									
A.2.2 Receipts from Sale of Merchandise (trading) (from Secondary Activity)									
A.2.3 Sale of Real Estate									
A.2.4 Royalties, Franchise Fees, Copyrights (books, films, records, etc.)									
A.2.5 Others, specify									
Rental Income, Equipment									
A.3 Other Income (non-operating) (A.3.1 + A.3.2 + A.3.3 + A.3.4)	(622,809)	(13,454)	(636,263)	162,833	(88)	162,745	(747,641)	0	(747,641)
A.3.1 Interest Income	581	76	657	378	1	379	1,240		1,240
A.3.2 Dividend Income	216,539	6,732	223,271	191,202	16	191,218	172,142		172,142
A.3.3 Gain / (Loss) from selling of Assets, specify	(839,929)	(20,262)	(860,191)	(28,995)	(105)	(29,100)	(921,153)	0	(921,153)
Net gains (losses) on financial assets at fair value through profit or loss	(839,929)	(20,262)	(860,191)	(28,995)	(105)	(29,100)	(921,153)		(921,153)
A.3.4 Others, specify	0	1	1	248		248	140		140
Gain / (Loss) on Foreign Exchange									
Other Income		1	1	248		248	140		140
<b>B. COST OF GOODS SOLD (B.1 + B.2 + B.3)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
B.1 Cost of Goods Manufactured (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5)									
B.1.1 Direct Material Used									
B.1.2 Direct Labor									
B.1.3 Other Manufacturing Cost / Overhead									
B.1.4 Goods in Process, Beginning									
B.1.5 Goods in Process, End (negative entry)									
B.2 Finished Goods, Beginning									
B.3 Finished Goods, End (negative entry)									
<b>C. COST OF SALES (C.1 + C.2 + C.3)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
C.1 Purchases									
C.2 Merchandise Inventory, Beginning									
C.3 Merchandise Inventory, End (negative entry)									
<b>D. GROSS PROFIT (A - B - C)</b>	<b>(622,809)</b>	<b>(13,454)</b>	<b>(636,263)</b>	<b>162,833</b>	<b>(88)</b>	<b>162,745</b>	<b>(747,641)</b>	<b>0</b>	<b>(747,641)</b>

## SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: PHILIPPINE STOCK INDEX FUND CORP.

CURRENT ADDRESS: 19TH FLOOR, BPI BUENDIA CENTER, SEN. GIL J. PUYAT AVE., MAKATI CITY

TEL. NO.: (632) 580-3573

FAX NO.: (632) 580-4682

COMPANY TYPE: INVESTMENT COMPANY

PSIC:

6691

Table 2. Income Statement

FINANCIAL DATA	2022			2021			2020		
	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total
	(in P'000)	(in P'000)	(in P'000)	(in P'000)	(in P'000)	(in P'000)	(in P'000)	(in P'000)	(in P'000)
<b>E. OPERATING EXPENSES (E.1 + E.2 + E.3 + E.4)</b>	<b>103,854</b>	<b>5,666</b>	<b>109,521</b>	<b>114,837</b>	<b>844</b>	<b>115,681</b>	<b>105,653</b>	<b>0</b>	<b>105,653</b>
E.1 Selling or Marketing Expenses									
E.2 Administrative Expenses									
E.3 General Expenses									
E.4 Other Expenses, specify	103,854	5,666	109,521	114,837	844	115,681	105,653	0	105,653
Management and distribution fees	96,788	3,291	100,079	108,307	50	108,357	99,618		99,618
Taxes and licenses	312	2,025	2,337	2,015	792	2,807	2,852		2,852
Custodian fees	4,482	301	4,783	3,207		3,207	1,736		1,736
Professional fees	1,094	29	1,123	547		547	751		751
Others	1,178	20	1,199	761	2	763	696		696
<b>F. FINANCE COSTS (F.1 + F.2 + F.3)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
F.1 Interest									
F.2 Amortization									
F.3 Other interests, specify									
<b>G. Share of Income (Losses) of Associates and Joint Ventures accounted for using the Equity Method</b>	<b>0</b>		<b>0</b>	<b>0</b>		<b>0</b>	<b>0</b>		<b>0</b>
<b>H. Net Income (Loss) Before Tax (D - E - F + G)</b>	<b>(726,663)</b>	<b>(19,120)</b>	<b>(745,784)</b>	<b>47,996</b>	<b>(932)</b>	<b>47,064</b>	<b>(853,294)</b>	<b>0</b>	<b>(853,294)</b>
<b>I. Income Tax Expense (negative entry)</b>	<b>0</b>			<b>0</b>			<b>0</b>		
<b>J. Income After Tax</b>	<b>(726,663)</b>	<b>(19,120)</b>	<b>(745,784)</b>	<b>47,996</b>	<b>(932)</b>	<b>47,064</b>	<b>(853,294)</b>	<b>0</b>	<b>(853,294)</b>
<b>K. Minority Interest (negative entry)</b>	<b>0</b>			<b>0</b>			<b>0</b>		
<b>L. Net Income (Loss - negative entry) from Ordinary Activities (J - K)</b>	<b>(726,663)</b>	<b>(19,120)</b>	<b>(745,784)</b>	<b>47,996</b>	<b>(932)</b>	<b>47,064</b>	<b>(853,294)</b>	<b>0</b>	<b>(853,294)</b>
<b>M. Extraordinary Items</b>	<b>0</b>			<b>0</b>			<b>0</b>		
<b>N. Net Income (Loss - negative entry) for the Year (L + M)</b>	<b>(726,663)</b>	<b>(19,120)</b>	<b>(745,784)</b>	<b>47,996</b>	<b>(932)</b>	<b>47,064</b>	<b>(853,294)</b>		<b>(853,294)</b>
<b>0 Earnings (Loss) Per Share/Unit</b>									
O.1 Basic	(49.90)	(186.40)		3.04	(186.40)		(60.96)		
O.2 Diluted	(15.54)	(186.40)		3.04	(186.40)		(60.96)		

## SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: PHILIPPINE STOCK INDEX FUND CORP.

CURRENT ADDRESS: 19TH FLOOR, BPI BUENDIA CENTER, SEN. GIL J. PUYAT AVE., MAKATI CITY

TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682

COMPANY TYPE: INVESTMENT COMPANY

PSIC:

6691

Table 3. Cash Flow Statements

FINANCIAL DATA	2022			2021			2020		
	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)	Shareholders (in P'000)	Unit Holders (in P'000)	Total (in P'000)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>									
Net Income (Loss) Before Tax and Extraordinary Items	(726,663)	(19,120)	(745,784)	47,996	(932)	47,064	(853,294)	0	(853,294)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities									
Depreciation									
Amortization, specify: Unrealized fair value losses (gains), net	836,715	15,010	851,725	4,812	(163)	4,649	867,682		867,682
Others, specify:									
Dividend income	(216,540)	(6,732)	(223,272)	(191,202)	(16)	(191,218)	(172,142)		(172,142)
Dividend received	201,683	6,117	207,800	192,430	10	192,440	172,324		172,324
Interest income	(581)	(76)	(657)	(378)	(1)	(379)	(1,240)		(1,240)
Interest received	571	75	646	508	1	509	1,136		1,136
Write-down of Property, Plant, and Equipment									
Changes in Assets and Liabilities:									
Decrease (Increase) in:									
Investments, net									
Financial assets at fair value through profit or loss	988,922	(419,279)	569,642	285,464	(74,746)	210,718	(89,727)		(89,727)
Receivables	0		0	0		0	0		0
Others, specify:									
Increase (Decrease) in:									
Trade and Other Payables									
Income and Other Taxes Payable									
Others, specify: Management and distribution fees payable	(1,467)	305	(1,162)	(300)	14	(286)	(518)		(518)
Other liabilities	(376)	(519)	(895)	9,719,231	(481,140)	9,238,091	(46)		(46)
<b>A. Net Cash Provided by (Used in) Operating Activities (sum of above rows)</b>	<b>1,082,263</b>	<b>(424,219)</b>	<b>658,044</b>	<b>10,058,561</b>	<b>(556,973)</b>	<b>9,501,588</b>	<b>(75,825)</b>	<b>0</b>	<b>(75,825)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
(Increase) Decrease in Long-Term Receivables									
(Increase) Decrease in Investment									
Reductions/(Additions) to Property, Plant, and Equipment									
Others, specify: Cash Dividends									
<b>B. Net Cash Provided by (Used in) Investing Activities (sum of above rows)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
Proceeds from:									
Loans									
Long-term Debt									
Issuance of Shares	57,217		57,217	1,252,935		1,252,935	1,473,870		1,473,870
Others, specify: Deposit for future subscriptions	0		0	0		0	0		0
Issuance of Units		616,670	616,670		79,741	79,741			
Payments of:									
(Loans)									
(Long-term Debt)									
(Stock Subscriptions)									
Others, specify (negative entry):									
Redemption of shares	(1,197,998)		(1,197,998)	(11,314,808)		(11,314,808)	(1,345,425)		(1,345,425)
Redemption of Units		(195,213)	(195,213)		485,967	485,967			
<b>C. Net Cash Provided by (Used in) Financing Activities (sum of above rows)</b>	<b>(1,140,780)</b>	<b>421,457</b>	<b>(719,324)</b>	<b>(10,061,873)</b>	<b>565,708</b>	<b>(9,496,165)</b>	<b>128,445</b>	<b>0</b>	<b>128,445</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A + B + C)</b>	<b>(58,516)</b>	<b>(2,764)</b>	<b>(61,280)</b>	<b>(3,312)</b>	<b>8,735</b>	<b>5,423</b>	<b>52,620</b>	<b>0</b>	<b>52,620</b>
<b>D. Effects of Exchange Rate Changes on Cash &amp; Cah Equivalents</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Cash and Cash Equivalents									
Beginning of year	105,738	8,735	114,473	109,050		109,050	56,430		56,430
End of year	47,222	5,971	53,193	105,738	8,735	114,473	109,050		109,050

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PHILIPPINE STOCK INDEX FUND CORP.  
CURRENT ADDRESS: 19TH FLOOR, BPI BUENDIA CENTER, SEN. GIL J. PUYAT AVE., MAKATI CITY  
TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682  
COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

**Table 4. Statement of Changes in Equity**

FINANCIAL DATA	Shareholders (Amount in P'000)						Unit Holders (Amount in P'000)					
	Capital Stock	Additional Paid-in Capital	Revaluation Increment	Deposits for future subscriptions	Retained Earnings	TOTAL	Capital Stock	Additional Paid-in Capital	Revaluation Increment	Deposits for future subscriptions	Retained Earnings	TOTAL
<b>A. Balance, 2020</b>	1,401,798	5,763,304	0	0	4,071,787	11,236,889	0	0	0	0	0	0
A.1 Correction of Fundamental Error												
A.2 Changes in Accounting Policy												
<b>B. Restated Balance</b>	1,401,798	5,763,304	0	0	4,071,787	11,236,889	0	0	0	0	0	0
B.1 Surplus (Deficit) on Revaluation of Properties												
B.2 Surplus (Deficit) on Revaluation of Investments												
B.3 Currency Translation Differences (negative entry)												
<b>C. Net Gains (Losses) not recognized in the income</b>	(40,843)	(274,170)	0	0	29,826	(285,187)	78,335	0	0	0	(932)	77,403
C.1 Net Income (Loss) for the Period	0	0	0	0	47,996	47,996	0	0	0	0	(932)	(932)
C.2 Dividends (negative entry)												
C.3 Current Appropriation for Contingencies												
C.4 Issuance/Redemption of Capital												
C.4.1 Common Stock	(40,843)	(274,170)	0	0	(18,170)	(333,183)	78,335	0	0	0		78,335
C.4.2 Preferred Stock						0						0
C.4.3 Deposits for future subscriptions						0						0
<b>D. Balance, 2021</b>	1,360,955	5,489,134	0	0	4,101,613	10,951,702	78,335	0	0	0	(932)	77,403
D.1 Correction of Fundamental Error												
D.2 Changes in Accounting Policy												
<b>E. Restated Balance</b>	1,360,955	5,489,134	0	0	4,101,613	10,951,702	78,335	0	0	0	(932)	77,403
E.1 Surplus (Deficit) on Revaluation of Properties												
E.2 Surplus (Deficit) on Revaluation of Investments												
E.3 Currency Translation Differences (negative entry)												
<b>F. Net Gains (Losses) not recognized in the income</b>	(146,681)	(984,690)	0	0	(725,291)	(1,856,662)	418,558	0	0	0	(19,120)	399,438
F.1 Net Income (Loss) for the Period	0	0	0	0	(726,663)	(726,663)	0	0	0	0	(19,120)	(19,120)
F.2 Dividends (negative entry)												
F.3 Current Appropriation for Contingencies												
F.4 Issuance/Redemption of Capital												
F.4.1 Common Stock	(146,681)	(984,690)	0	0	1,372	(1,129,999)	418,558	0	0	0		418,558
F.4.2 Preferred Stock						0						0
F.4.3 Others- DFFS						0						0
<b>F. Balance, 2022</b>	1,214,274	4,504,444	0	0	3,376,322	9,095,040	496,893	0	0	0	(20,052)	476,841

**Table 4a. Statement of Recognized Gains and Losses**

FINANCIAL DATA	(Amount in P'000)								
	2022			2021			2020		
	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total
A. Surplus (Deficit) on Revaluation of Properties									
B. Surplus (Deficit) on Revaluation of Investments									
C. Exchange Differences on Translation of the Financial Statements of Foreign Entities									
D. Net Gains (Losses) not recognized in the Income Statement									
E. Net Income for the Period	(726,663)	(19,120)	(745,784)	47,996	(932)	47,064	(853,294)	0	(853,294)
<b>Total Recognized Gains (Losses) (A + B + C + D + E)</b>	<b>(726,663)</b>	<b>(19,120)</b>	<b>(745,784)</b>	<b>47,996</b>	<b>(932)</b>	<b>47,064</b>	<b>(853,294)</b>	<b>0</b>	<b>(853,294)</b>
Effect of Changes in Accounting Policy									

PHILIPPINE STOCK INDEX FUND  
ATTACHMENT TO FINANCIAL STATEMENTS  
(In Thousands)

TOTAL ASSETS-January 1 to December 31, 2022 9,590,634  
NET ASSET VALUE-January 1 to December 31, 2022 9,095,041

SECURITY NAME		MARKET VALUE	PERCENTAGE TO NET ASSET VALUE	PERCENTAGE TO TOTAL ASSETS	NO. OF SHARES	OUTSTANDING SECURITIES OF AN INVESTEES CO.	PERCENTAGE TO OUTSTANDING SECURITIES OF AN INVESTEES CO.
<b>EQUITIES :</b>							
AYALA CORP	AC	556,014	6.11%	5.80%	800	619,704	0.13%
AC ENERGY	ACEN	145,543	1.60%	1.52%	19,100	38,315,838	0.05%
ABOITIZ EQUITY VENTURES	AEV	386,847	4.25%	4.03%	6,704	5,630,225	0.12%
ALLIANCE GLOBAL INC	AGI	90,882	1.00%	0.95%	7,637	9,465,965	0.08%
AYALA LAND INC	ALI	610,341	6.71%	6.36%	19,816	14,795,595	0.13%
ABOITIZ POWER	AP	126,966	1.40%	1.32%	3,729	7,358,604	0.05%
BANCO DE ORO UNIV. BANK	BDO	620,259	6.82%	6.47%	5,868	4,385,915	0.13%
BANK OF THE PHIL ISLANDS	BPI	571,498	6.28%	5.96%	5,603	4,513,128	0.12%
CONVERGE INFORMATION & COMMUNICATION	CNVRG	90,632	1.00%	0.95%	5,707	7,526,294	0.08%
EMPERADOR INC	EMI	123,198	1.35%	1.28%	5,981	16,242,391	0.08%
GLOBE TELECOM GMCR	GLO	175,054	1.92%	1.83%	80	133,619	0.00%
GT CAPITAL HOLDINGS INC.	GTCAP	104,398	1.15%	1.09%	240	215,285	0.18%
INTL CONT TERM SVC INC	ICT	524,698	5.77%	5.47%	2,623	2,039,880	1.22%
JOLLIBEE FOODS CORP	JFC	280,324	3.08%	2.92%	1,219	1,110,769	0.06%
JG SUMMIT HOLDINGS INC	JGS	383,392	4.22%	4.00%	7,622	7,520,984	0.69%
LT GROUP INC	LTG	65,582	0.72%	0.68%	7,128	10,821,389	0.09%
METROPOLITAN BANK & TRUST	MBT	295,351	3.25%	3.08%	5,469	4,497,416	0.05%
MEGAWORLD PROP & HOLDINGS	MEG	51,058	0.56%	0.53%	25,529	31,840,893	0.57%
MANILA ELECTRIC CO	MER	213,315	2.35%	2.22%	714	1,127,099	0.00%
MONDE NISSIN CORP	MONDE	201,769	2.22%	2.10%	18,210	17,968,611	1.62%
METRO PACIFIC INVESTMENTS	MPI	94,488	1.04%	0.99%	27,628	29,554,783	0.09%
PUREGOLD	PGOLD	89,136	0.98%	0.93%	2,554	2,881,638	0.09%
ROBINSONS LAND CORP	RLC	70,989	0.78%	0.74%	4,744	5,106,789	0.09%
SEMIRARA MINING AND POWER CORP	SCC	89,169	0.98%	0.93%	2,585	4,250,547	0.06%
SM INVESTMENTS CORP.	SM	1,337,530	14.71%	13.95%	1,486	1,204,583	0.12%
SAN MIGUEL CORP	SMC	89,622	0.99%	0.93%	964	2,378,525	0.04%
SM PRIME HOLDINGS	SMPH	961,074	10.57%	10.02%	27,072	28,879,232	0.09%
PHIL LONG DIS TEL CO	TEL	273,952	3.01%	2.86%	208	216,056	0.10%
UNIVERSAL ROBINA CORP	URC	330,287	3.63%	3.44%	2,429	2,190,165	0.11%
WILCON DEPOT INC	WLCON	104,182.2	1.15%	1.09%	3,532	4,099,724	0.09%

TOTAL FAIR VALUE THROUGH PROFIT OR LOSS 9,057,531

INVESTMENT IN LIQUID OR SEMI-LIQUID ASSETS

CASH AND CASH EQUIVALENTS 47,222 0.52% 0.49% n/a n/a n/a

TOTAL OPERATING EXPENSES

AVERAGE NET ASSET VALUE-January 1 to December 31, 2022 9,673,721

	AMOUNT	PERCENTAGE TO NET ASSET VALUE
MANAGEMENT AND DISTRIBUTION FEES	96,788	1.00%
TAXES AND LICENSES	312	0.00%
CUSTODIAN FEES	4,482	0.05%
PROFESSIONAL FEES	1,094	0.01%
OTHERS	1,178	0.01%
	<u>103,854</u>	

TOTAL ASSETS TO TOTAL BORROWINGS:

NO BORROWINGS FOR THE YEAR

PHILIPPINE STOCK INDEX FUND  
ATTACHMENT TO FINANCIAL STATEMENTS  
(In Thousands)

TOTAL ASSETS-January 1 to December 31, 2021 11,061,477  
NET ASSET VALUE-January 1 to December 31, 2021 10,951,702

SECURITY NAME	MARKET VALUE	PERCENTAGE TO NET ASSET VALUE	PERCENTAGE TO TOTAL ASSETS	NO. OF SHARES	OUTSTANDING SECURITIES OF AN INVESTEE CO.	PERCENTAGE TO OUTSTANDING SECURITIES OF AN INVESTEE CO.
<b>EQUITIES :</b>						
AYALA CORP	685,617	6.26%	6.20%	825	619,704	0.13%
AC ENERGY	199,045	1.82%	1.80%	18,095	38,315,838	0.05%
ABOITIZ EQUITY VENTURES	426,289	3.89%	3.85%	7,829	5,630,225	0.14%
ALLIANCE GLOBAL INC	107,260	0.98%	0.97%	9,090	9,465,965	0.10%
AYALA LAND INC	846,393	7.73%	7.65%	23,062	14,795,595	0.16%
ABOITIZ POWER	129,320	1.18%	1.17%	4,354	7,358,604	0.06%
BANCO DE ORO UNIV. BANK	689,067	6.29%	6.23%	5,709	4,385,915	0.13%
BLOOMBERG	68,830	0.63%	0.62%	10,925	10,861,126	0.10%
BANK OF THE PHIL ISLANDS	602,909	5.51%	5.45%	6,543	4,513,128	0.14%
CONVERGE INFORMATION & COMMUNICATION	142,063	1.30%	1.28%	4,453	7,526,294	0.06%
GLOBE TELECOM GMCR	288,914	2.64%	2.61%	87	133,619	0.07%
GT CAPITAL HOLDINGS INC.	151,338	1.38%	1.37%	280	215,285	0.13%
INTL CONT TERM SVC INC	615,200	5.62%	5.56%	3,076	2,039,880	0.15%
JOLLIBEE FOODS CORP	305,494	2.79%	2.76%	1,412	1,110,769	0.13%
JG SUMMIT HOLDINGS INC	471,729	4.31%	4.26%	8,901	7,520,984	0.12%
LT GROUP INC	82,409	0.75%	0.75%	8,324	10,821,389	0.08%
METROPOLITAN BANK & TRUST	355,748	3.25%	3.22%	6,387	4,497,416	0.14%
MEGAWORLD PROP & HOLDINGS	97,980	0.89%	0.89%	31,105	31,840,893	0.10%
MANILA ELECTRIC CO	246,095	2.25%	2.22%	834	1,127,099	0.07%
METRO PACIFIC INVESTMENTS	142,256	1.30%	1.29%	36,476	29,554,783	0.12%
PUREGOLD	117,332	1.07%	1.06%	2,986	2,881,638	0.10%
ROBINSONS LAND CORP	114,798	1.05%	1.04%	5,979	5,106,789	0.12%
ROBINSONS RETAIL HOLDINGS	96,617	0.88%	0.87%	1,477	1,493,012	0.10%
SECURITY BANK	159,179	1.45%	1.44%	1,338	753,539	0.18%
SM INVESTMENTS CORP.	1,613,137	14.73%	14.58%	1,711	1,204,583	0.14%
SAN MIGUEL CORP	129,369	1.18%	1.17%	1,128	2,378,525	0.05%
SM PRIME HOLDINGS	1,042,727	9.52%	9.43%	30,759	28,879,232	0.11%
PHIL LONG DIS TEL CO	440,138	4.02%	3.98%	243	216,056	0.11%
UNIVERSAL ROBINA CORP	375,154	3.43%	3.39%	2,931	2,190,165	0.13%
WILCON DEPOT INC	125,782	1.15%	1.14%	4,124	4,099,724	0.10%

TOTAL FAIR VALUE THROUGH PROFIT OR LOSS 10,868,192

INVESTMENT IN LIQUID OR SEMI-LIQUID ASSETS

CASH AND CASH EQUIVALENTS 105,738 0.97% 0.96% n/a n/a n/a

TOTAL OPERATING EXPENSES

AVERAGE NET ASSET VALUE-January 1 to December 31, 2021 10,839,426

	AMOUNT	PERCENTAGE TO NET ASSET VALUE
MANAGEMENT AND DISTRIBUTION FEES	108,307	1.00%
TAXES AND LICENSES	2,015	0.02%
CUSTODIAN FEES	3,207	0.03%
PROFESSIONAL FEES	547	0.01%
OTHERS	761	0.01%
	<u>114,837</u>	

TOTAL ASSETS TO TOTAL BORROWINGS:

NO BORROWINGS FOR THE YEAR

PHILIPPINE STOCK INDEX FUND  
ATTACHMENT TO FINANCIAL STATEMENTS  
(In Thousands)

TOTAL ASSETS-December 1 to December 31, 2022 482,093  
NET ASSET VALUE-December 1 to December 31, 2022 476,842

SECURITY NAME	MARKET VALUE	PERCENTAGE TO NET ASSET VALUE	PERCENTAGE TO TOTAL ASSETS	NO. OF SHARES	OUTSTANDING SECURITIES OF AN INVESTEE CO.	PERCENTAGE TO OUTSTANDING SECURITIES OF AN INVESTEE CO.
<b>EQUITIES :</b>						
AYALA CORP	29,218	6.13%	6.06%	42	619,704	0.0068%
AC ENERGY	7,648	1.60%	1.59%	1,004	38,315,838	0.0026%
ABOITIZ EQUITY VENTURES	20,328	4.26%	4.22%	352	5,630,225	0.0063%
ALLIANCE GLOBAL INC	4,637	0.97%	0.96%	390	9,465,965	0.0041%
AYALA LAND INC	32,072	6.73%	6.65%	1,041	14,795,595	0.0070%
ABOITIZ POWER	6,670	1.40%	1.38%	196	7,358,604	0.0027%
BANCO DE ORO UNIV. BANK	32,593	6.84%	6.76%	308	4,385,915	0.0070%
BANK OF THE PHIL ISLANDS	30,032	6.30%	6.23%	294	4,513,128	0.0065%
CONVERGE INFORMATION & COMMUNICATION	4,762	1.00%	0.99%	300	7,526,294	0.0040%
EMPERADOR INC	6,475	1.36%	1.34%	314	16,242,391	0.0019%
GLOBE TELECOM GMCR	9,200	1.93%	1.91%	4	133,619	0.0032%
GT CAPITAL HOLDINGS INC.	5,485	1.15%	1.14%	13	215,285	0.0059%
INTL CONT TERM SVC INC	27,572	5.78%	5.72%	138	2,039,880	0.0068%
JOLLIBEE FOODS CORP	14,732	3.09%	3.06%	64	1,110,769	0.0058%
JG SUMMIT HOLDINGS INC	20,147	4.23%	4.18%	401	7,520,984	0.0053%
LT GROUP INC	3,446	0.72%	0.71%	375	10,821,389	0.0035%
METROPOLITAN BANK & TRUST	15,520	3.25%	3.22%	287	4,497,416	0.0064%
MEGAWORLD PROP & HOLDINGS	2,682	0.56%	0.56%	1,341	31,840,893	0.0042%
MANILA ELECTRIC CO	11,211	2.35%	2.33%	38	1,127,099	0.0033%
MONDE NISSIN CORP	10,602	2.22%	2.20%	957	17,968,611	0.0053%
METRO PACIFIC INVESTMENTS	4,966	1.04%	1.03%	1,452	29,554,783	0.0049%
PUREGOLD	4,684	0.98%	0.97%	134	2,881,638	0.0047%
ROBINSONS LAND CORP	3,727	0.78%	0.77%	249	5,106,789	0.0049%
SEMIRARA MINING AND POWER CORP	4,685	0.98%	0.97%	136	4,250,547	0.0032%
SM INVESTMENTS CORP.	70,290	14.74%	14.58%	78	1,204,583	0.0065%
SAN MIGUEL CORP	4,710	0.99%	0.98%	51	2,378,525	0.0021%
SM PRIME HOLDINGS	50,502	10.59%	10.48%	1,423	28,879,232	0.0049%
PHIL LONG DIS TEL CO	14,395	3.02%	2.99%	11	216,056	0.0051%
UNIVERSAL ROBINA CORP	17,356	3.64%	3.60%	128	2,190,165	0.0058%
WILCON DEPOT INC	5475.2	1.15%	1.14%	186	4,099,724	0.0045%

TOTAL FAIR VALUE THROUGH PROFIT OR LOSS 475,824

INVESTMENT IN LIQUID OR SEMI-LIQUID ASSETS

CASH AND CASH EQUIVALENTS 5,971 1.25% 1.24% n/a n/a n/a

TOTAL OPERATING EXPENSES

AVERAGE NET ASSET VALUE-December 1 to December 31, 2022 330,180

	AMOUNT	PERCENTAGE TO NET ASSET VALUE
MANAGEMENT AND DISTRIBUTION FEES	3,291	1.00%
TAXES AND LICENSES	2,025	0.61%
CUSTODIAN FEES	301	0.09%
PROFESSIONAL FEES	29	0.01%
OTHERS	20	0.01%
	<u>5,666</u>	

TOTAL ASSETS TO TOTAL BORROWINGS:

NO BORROWINGS FOR THE YEAR



|  
**Financial Statement Ratios**  
**As at December, 2022 and December, 2021**

	January 1 to December 31, 2022			January 1 to December 31, 2021		
	Shareholders	Unit Holders	Total	Shareholders	Unit Holders	Total
Current Asset	9,108,541	482,093	9,590,634	10,977,826	83,651	11,061,477
Current Liabilities	13,500	5,251	18,751	26,124	6,248	32,372
Current /Liquidity Ratio	674.71	91.81	511.47	420.22	13.39	341.70
Total Liabilities	13,500	5,251	18,751	26,124	6,248	32,372
Total Equity	9,095,041	476,842	9,571,883	10,951,702	77,403	11,029,105
Debt-to-Equity Ratio	0.0015	0.0110	0.0020	0.0024	0.0807	0.0029
Total Assets	9,108,541	482,093	9,590,634	10,977,826	83,651	11,061,477
Total Equity	9,095,041	476,842	9,571,883	10,951,702	77,403	11,029,105
Asset-to-Equity Ratio	1.00	1.01	1.00	1.00	1.08	1.00
Earnings Before Income Tax	(726,663)	(19,120)	(745,784)	47,996	(932)	47,064
Interest Expense	-	-	-	-	-	-
Interest Rate Coverage Ratio	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net Income	(726,663)	(19,120)	(745,784)	47,996	(932)	47,064
Total Equity	9,095,041	476,842	9,571,883	10,951,702	77,403	11,029,105
Return on Investments	(0.08)	(0.04)	(0.08)	0.00	(0.01)	0.00