

UNAUDITED

**PHILIPPINE NATIONAL OIL COMPANY**  
(A Corporation Wholly-Owned by the Government of the Republic of the Philippines)  
**STATEMENT OF FINANCIAL POSITION**  
As of December 31, 2020  
(In Philippine Peso)

|                                      | 2020                  | 2019                  |
|--------------------------------------|-----------------------|-----------------------|
| <b>A S S E T S</b>                   |                       |                       |
| <b>Current assets</b>                |                       |                       |
| Cash and cash equivalents            | 414,655,234           | 307,369,693           |
| Financial Assets                     | 1,012,860,647         | 1,558,023,580         |
| Other Investments                    | -                     | -                     |
| Receivables                          | 624,022,477           | 565,653,935           |
| Other current assets                 | 319,333,151           | 395,295,955           |
| <b>Total current assets</b>          | <b>2,370,871,509</b>  | <b>2,826,343,163</b>  |
| <b>Non-current assets</b>            |                       |                       |
| Financial Assets                     | 3,262,866,839         | 6,970,750,000         |
| Investments in Associates/Affiliates | 99,978,000            | 99,978,000            |
| Investments in Subsidiaries          | 4,859,775,056         | 4,859,775,056         |
| Other investments                    | 96,632,450            | 96,632,450            |
| Receivables                          | 59,862,663            | 58,057,732            |
| Investment property                  | 11,353,176,856        | 11,358,039,066        |
| Property and equipment               | 318,294,850           | 330,114,536           |
| Banked gas inventory                 | 13,378,901,298        | 13,536,589,980        |
| Deferred tax assets                  | 345,837,479           | 345,968,978           |
| Other non-current assets             | 261,591               | 275,191               |
| <b>Total non-current assets</b>      | <b>33,775,587,082</b> | <b>37,656,180,989</b> |
| <b>TOTAL ASSETS</b>                  | <b>36,146,458,591</b> | <b>40,482,524,152</b> |
| <b>LIABILITIES AND EQUITY</b>        |                       |                       |
| <b>Current liabilities</b>           |                       |                       |
| Financial Liabilities                | 156,606,834           | 101,214,883           |
| Inter-Agency Payables                | 47,020,354            | 35,289,360            |
| Trust Liabilities                    | 261,666,552           | 226,782,307           |
| Other Payables                       | 269,952,315           | 357,451,847           |
| <b>Total current liabilities</b>     | <b>735,246,055</b>    | <b>720,738,397</b>    |
| <b>Non-current liabilities</b>       |                       |                       |
| Deferred Credits/Unearned Income     | 476,149,510           | 459,075,657           |
| Provisions                           | 34,542,845            | 32,357,328            |
| Deferred tax liabilities             | 2,753,540,476         | 2,753,562,976         |
| <b>Total non-current liabilities</b> | <b>3,264,232,831</b>  | <b>3,244,995,961</b>  |
| <b>TOTAL LIABILITIES</b>             | <b>3,999,478,886</b>  | <b>3,965,734,358</b>  |
| <b>EQUITY</b>                        | <b>32,146,979,704</b> | <b>36,516,789,794</b> |
| <b>TOTAL LIABILITIES AND EQUITY</b>  | <b>36,146,458,591</b> | <b>40,482,524,152</b> |

Prepared by:

M.P. Carpio

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Certified Correct:

A.R. Viuya

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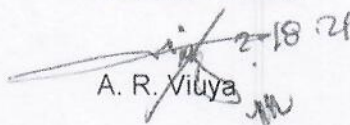
PHILIPPINE NATIONAL OIL COMPANY  
 STATEMENT OF COMPREHENSIVE INCOME  
 For the Period Ended December 31, 2020 - Pre-closing  
 (In Philippine Peso)

|  | 2020                 | 2019                 |
|--|----------------------|----------------------|
| <b>REVENUES</b>                                |                      |                      |
| SERVICE AND BUSINESS INCOME                    | 1,138,039,702        | 1,354,204,634        |
| GAINS  | 51,186,679           | 4,944,515            |
| OTHER NON-OPERATING INCOME                     | 3,037,360            | 4,483,496            |
| <b>TOTAL INCOME</b>                            | <b>1,192,263,741</b> | <b>1,363,632,645</b> |
| <b>EXPENSES</b>                                |                      |                      |
| PERSONNEL SERVICES                             | (136,093,052)        | (105,906,933)        |
| MAINTENANCE AND OTHER OPERATING EXPENSES       | (133,569,215)        | (157,808,601)        |
| FINANCIAL EXPENSES                             | (8,157,069)          | (8,789,153)          |
| DIRECT COSTS                                   | (157,688,682)        | (152,836,905)        |
| NON-CASH EXPENSES                              | (48,740,331)         | (44,180,144)         |
| LOSSES   | (13,132,251)         | (6,872,149)          |
| <b>TOTAL EXPENSES</b>                          | <b>(497,380,600)</b> | <b>(476,393,885)</b> |
| <b>PROFIT BEFORE TAX</b>                       | <b>694,883,141</b>   | <b>887,238,760</b>   |
| <b>INCOME TAX EXPENSE</b>                      | <b>(157,610,664)</b> | <b>(172,879,516)</b> |
| <b>PROFIT AFTER TAX</b>                        | <b>537,272,477</b>   | <b>714,359,244</b>   |
| <b>OTHER COMPREHENSIVE LOSS FOR THE PERIOD</b> | <b>(530,326)</b>     | <b>(222,585)</b>     |
| <b>COMPREHENSIVE INCOME</b>                    | <b>536,742,151</b>   | <b>714,136,659</b>   |

Prepared by:


  
 M. P. Carpio

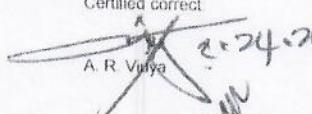
Certified Correct:

  
 A. R. Viluya

PHILIPPINE NATIONAL OIL COMPANY  
(A Corporation Wholly-Owned by the Government of the Republic of the Philippines)  
**STATEMENTS OF CASH FLOWS**  
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

|  | 2020                   | 2019                 |
|--|------------------------|----------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                            |                        |                      |
| <b>Cash Inflows</b>  |                        |                      |
| Collection of Income/Revenue   | 788,542,293            | 984,792,965          |
| Collection of Receivables  | 79,415,277             | 150,654,603          |
| Receipt of Inter-agency fund transfer                                  | 9,857,121              | 0                    |
| Trust Receipts   | 34,884,245             | 19,959,425           |
| Other Receipts   | 121,744,846            | 3,218,743            |
| <b>Total Cash Inflows</b>  | <u>1,034,443,781</u>   | <u>1,158,625,736</u> |
| Adjustments  | 0                      | 0                    |
| <b>Adjusted Cash Inflows</b>   | <u>1,034,443,781</u>   | <u>1,158,625,736</u> |
| <b>Cash Outflows</b>   |                        |                      |
| Payment of Expenses  | 242,246,088            | 229,452,333          |
| Grant of Cash Advances   | 13,500                 | 302,000              |
| Prepayments  | 3,962,375              | 30,926,093           |
| Refund of Deposits   | 8,718,329              | 22,964,485           |
| Payments of Accounts Payable   | (27,280,020)           | 9,322,724            |
| Remittance of Personnel Benefit Contributions and Mandatory Deductions | 36,198,885             | 67,530,779           |
| Release of Inter-Agency Fund Transfers                                 | 2,777,614              | 53,821,265           |
| Other Disbursements  | 157,989,361            | 226,299,485          |
| <b>Total Cash Outflows</b>   | <u>424,626,133</u>     | <u>640,619,164</u>   |
| Adjustments  | 1,907,620              | 1,897,157            |
| <b>Adjusted Cash Outflows</b>  | <u>426,533,752</u>     | <u>642,516,321</u>   |
| <b>Net Cash Provided by/(Used in) Operating Activities</b>             | <u>607,910,029</u>     | <u>516,109,415</u>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                            |                        |                      |
| <b>Cash Inflows</b>  |                        |                      |
| Proceeds from Sale/ Disposal of Investment Property                    | 8,525,584              | 5,504,900            |
| Receipt of Interest Earned   | 244,964,130            | 282,506,667          |
| Receipt of Cash Dividends  | 1,925,332              | 2,474,010            |
| Proceeds from Matured Investments                                      | 4,252,698,354          | 3,577,317,211        |
| <b>Total Cash Inflows</b>  | <u>4,508,113,399</u>   | <u>3,867,802,788</u> |
| Adjustments  | 0                      | 0                    |
| <b>Adjusted Cash Inflows</b>   | <u>4,508,113,399</u>   | <u>3,867,802,788</u> |
| <b>Cash Outflows</b>   |                        |                      |
| Purchase/Construction of Investment Property                           | 3,368,940              | 397,356              |
| Purchase/Construction of Property, Plant and Equipment                 | 5,368,947              | 5,098,211            |
| Purchase of Investments  | 0                      | 3,826,045,177        |
| <b>Total Cash Outflows</b>   | <u>8,737,887</u>       | <u>3,831,540,744</u> |
| Adjustments  | 0                      | 0                    |
| <b>Adjusted Cash Outflows</b>  | <u>8,737,887</u>       | <u>3,831,540,744</u> |
| <b>Net Cash Provided By/(Used In) Investing Activities</b>             | <u>4,499,375,512</u>   | <u>36,262,044</u>    |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                            |                        |                      |
| <b>Cash Outflows</b>   |                        |                      |
| Payment of Cash Dividends  | 5,000,000,000          | 306,504,872          |
| <b>Total Cash Outflows</b>   | <u>5,000,000,000</u>   | <u>306,504,872</u>   |
| Adjustments  | 0                      | 0                    |
| <b>Adjusted Cash Outflows</b>  | <u>5,000,000,000</u>   | <u>306,504,872</u>   |
| <b>Net Cash Provided By/(Used In) Financing Activities</b>             | <u>(5,000,000,000)</u> | <u>(306,504,872)</u> |
| <b>INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>                | <u>107,285,541</u>     | <u>245,866,587</u>   |
| <b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>                            | <u>307,369,693</u>     | <u>61,503,106</u>    |
| <b>CASH AND CASH EQUIVALENTS, END OF PERIOD</b>                        | <u>414,655,234</u>     | <u>307,369,693</u>   |

Prepared by:  
  
M. P. Carpio

Certified correct  
  
A. R. Vuyya