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Total Amount of Borrowings

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To be accomplished by SEC Personnel concerned

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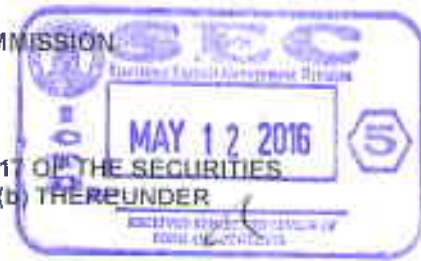
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S T A M P S

SEC FORM 17-Q

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES  
REGULATION CODE AND SRC RULE 17(2)(b) THEREUNDER



- 1. For the quarterly period ended 31 March 2016
- 2. Commission Identification Number 7199
- 3. BIR Tax Identification Code 002-856-627
- 4. ACESITE (PHILS ) HOTEL CORPORATION  
Exact Name of issuer as specified in its charter
- 5. Manila, Philippines 6.  (SEC Use Only)  
Province, country of incorporation Industry Classification Code
- 7. 7<sup>th</sup> Floor, Manila Pavilion Hotel, UN Ave corner M. Orosa St , Ermita, Manila, 1000  
Address of Principal Office and Postal Code
- 8. Issuer's telephone number (632) 526-1212 extension 2287
- 9. No changes from last report  
Former name, former address, and former fiscal year, if changed since last report
- 10. Securities registered pursuant to Sections 8 and 12 of the SRC, or Sec. 4 and 8 of the RSA

| <u>Title of Each Class</u> |                 | Number of Shares of Common Stock<br>Outstanding and<br><u>Amount of Debt Outstanding</u> |
|----------------------------|-----------------|--|
| Common                     | - Authorized    | 1,200,000,000  |
|                            | - <u>issued</u> | 344,747,520  |
|                            | - Treasury      | 1,353,000  |
| Preferred                  | - Authorized    | 20,000   |
|                            | - Issued        | None   |

- 11. Are any or all of registrant's securities listed on a Stock Exchange?  
Yes [  ] No [  ]  
346,100,520 of issued common shares of Acesite (Phils ) Hotel Corporation are listed in the Philippine Stock Exchange, of which 1,353,000 shares are treasury shares.
- 12. Indicate by check mark whether the registrant
  - (a) Has filed reports required to be filed by Section 17 of the SRC and SRC Rule 17 thereunder or Section 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports);  
Yes [  ] No [  ]
  - (b) Has been subjected to such filing requirements for the past ninety (90) days  
Yes [  ] No [  ]

**SECURITIES AND EXCHANGE COMMISSION SEC FORM 17-Q**  
**QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES**  
**REGULATION CODE AND SRC RULE 17(2)(b) THEREUNDER**

1. For the quarterly period ended  
31-Mar-16
2. SEC Identification Number  
7199
3. BIR Tax Identification No.  
002-856-627
4. Exact name of issuer as specified in its charter  
ACESITE (PHILS.) HOTEL CORPORATION
5. Province, country or other jurisdiction of incorporation or organization  
Manila, Philippines
6. Industry Classification Code (SEC Use Only)
7. Address of principal office  
7<sup>th</sup> Floor, Manila Pavilion Hotel, UN Ave. corner Ma. Orosa St., Ermita, Manila Postal Code 1000
8. Issuer's telephonic number, including area code  
632-526-12-12 extension 2287
9. Former name or former address, and former fiscal year, if changed since last report
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

| Title of Each Class | Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding |
|---------------------|---|
| Common              | 344,747,520   |

11. Are any or all of registrant's securities listed on a Stock Exchange?

Yes

No

If yes, state the name of such stock exchange and the classes of securities listed therein:

PSE

12. Indicate by check mark whether the registrant:

(a) has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports)

Yes

No

(b) has been subject to such filing requirements for the past ninety (90) days

Yes

No

The Exchange does not warrant and holds no responsibility for the veracity of the facts and representations contained in all corporate disclosures, including financial reports. All data contained herein are prepared and submitted by the disclosing party to the Exchange, and are disseminated solely for purposes of information. Any questions on the data contained herein should be addressed directly to the Corporate Information Officer of the disclosing party.

# ACESITE (PHILS) HOTEL CORP

PSE Disclosure Form 17-2 - Quarterly ReportReferences: SRC Rule 17 and Sections 17.2 and 17.8 of the Revised Disclosure Rules

For the period ended 31-Mar-16

Currency (indicate units, if applicable) Php

## Balance Sheet

|                               | Period Ended<br>31-Mar-16 | Fiscal Year Ended<br>(Audited)<br>31-Dec-15 |
|-------------------------------|---------------------------|---|
| Current Assets                | 398,257,935               | 476,044,833                                 |
| Total Assets                  | 2,260,824,770             | 2,331,982,860                               |
| Current Liabilities           | 385,395,357               | 487,384,226                                 |
| Total Liabilities             | 882,210,365               | 977,304,652                                 |
| Retained Earnings/(Deficit)   | 410,012,633               | 370,673,658                                 |
| Stockholders' Equity          | 1,378,614,405             | 1,354,678,208                               |
| Stockholders' Equity - Parent |                           |   |
| Book Value per Share          | 4.00                      | 3.93  |

## Income Statement

|   | Current Year-To-Date | Previous Year-To-Date | Current Year<br>(3 Months) | Previous Year<br>(3 Months) |
|---|----------------------|-----------------------|----------------------------|-----------------------------|
| Operating Revenue                               | 63,987,082           | 62,026,355            | 63,987,082                 | 62,026,355                  |
| Other Revenue                                   | 86,811,420           | 86,105,255            | 86,811,420                 | 86,105,255                  |
| Gross Revenue                                   | 150,798,502          | 148,131,609           | 150,798,502                | 148,131,609                 |
| Operating Expense                               | 77,024,619           | 70,996,313            | 77,024,619                 | 70,996,313                  |
| Other Expense                                   | 49,837,686           | 64,077,821            | 49,837,686                 | 64,077,821                  |
| Gross Expense                                   | 126,862,305          | 135,074,134           | 126,862,305                | 135,074,134                 |
| Net Income/(Loss) Before Tax                    | 23,936,197           | 13,057,476            | 23,936,197                 | 13,057,476                  |
| Income Tax Expense                              |                      |                       |                            |                             |
| Net Income/(Loss) After Tax                     | 23,936,197           | 13,057,476            | 23,936,197                 | 13,057,476                  |
| Net Income Attributable to Parent Equity Holder |                      |                       |                            |                             |
| Earnings/(Loss) Per Share (Basic)               | 0.07                 | 0.04                  | 0.07                       | 0.04                        |
| Earnings/(Loss) Per Share (Diluted)             | 0.07                 | 0.04                  | 0.07                       | 0.04                        |

## Other Relevant Information

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## NOTES TO INTERIM FINANCIAL STATEMENTS

### Item 1. Reporting Entity

Acesite (Phils.) Hotel Corporation (the "Company") is a 55.49%-owned subsidiary of Waterfront Philippines, Incorporated (WPI) and its ultimate parent is The Wellex Group, Inc. It was incorporated and registered with the Philippine Securities and Exchange Commission (SEC) on October 10, 1952 primarily to engage in the business of operating a hotel, or other accommodations, for the general public and to construct such facilities as may be reasonably necessary or useful in connection with the same.

The Company is the owner of Manila Pavilion Hotel (the "Hotel"). The Corporate life of the Company has been extended up to 2052. The Company's shares have been listed in the Philippine Stock Exchange (PSE) since December 5, 1988.

#### Office Address

The Company's registered office address is 7<sup>th</sup> Floor, Manila Pavilion Hotel, United Nations Avenue, Ermita, Manila.

### Item 2. Basis of Preparation

#### Statement of Compliance

The interim financial statements have been prepared in accordance with Philippine Financial Reporting Standards (PFRS).

#### Basis of Measurement

The interim financial statements are prepared on the historical cost basis except for hotel building and equipment and furniture, fixtures and equipment, which are measured at revalued amounts less accumulated depreciation and impairment losses, and AFS investment, which is measured at fair value.

#### Functional and Presentation Currency

The interim financial statements are presented in Philippine peso, which is the Company's functional currency. All financial information presented in Philippine peso has been rounded off to the nearest peso, except when otherwise stated.

#### Use of Estimates and Judgments

The preparation of interim financial statements in conformity with PFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses and disclosure of contingent assets and contingent liabilities. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and any future periods affected.

### Item 3. Summary of Significant Accounting Policies

The same accounting policies have been applied consistently for interim reporting as applied in the entity's annual financial.

#### Adoption of Revised Standards, Amendments to Standards and Interpretations

The Group has adopted the following amendments to standards and interpretations starting January 1, 2015 and accordingly, changed its accounting policies. Except as otherwise indicated, the adoption of these amendments to standards and interpretations did not have any significant impact on the Group's consolidated financial statements.

- *Defined Benefit Plans: Employee Contributions (Amendments to PAS 19)*. The amendments apply to contributions from employees or third parties to defined benefit plans. The objective of the amendments is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary.
- *Annual Improvements to PFRSs: 2010 - 2012 and 2011 - 2013 Cycles* – Amendments were made to a total of nine standards, with changes made to the standards on business combinations and fair value measurement in both cycles. Most amendments will apply prospectively for annual periods beginning on or after July 1, 2014. Earlier application is permitted, in which case the related consequential amendments to other PFRSs would also apply. Special transitional requirements have been set for amendments to the following standards: PFRS 2, PAS 16, PAS 38 and PAS 40. The following are the said improvements or amendments to PFRSs, none of which has a significant effect on the consolidated financial statements of the Group:
  - *Disclosures on the aggregation of operating segments (Amendment to PFRS 8)*. PFRS 8 has been amended to explicitly require the disclosure of judgments made by management in applying the aggregation criteria. The disclosures include: a brief description of the operating segments that have been aggregated; and the economic indicators that have been assessed in determining that the operating segments share similar economic characteristics. In addition, this amendment clarifies that a reconciliation of the total of the reportable segments' assets to the entity's assets is required only if this information is regularly provided to the entity's chief operating decision maker. This change aligns the disclosure requirements with those for segment liabilities.
  - *Measurement of short-term receivables and payables (Amendment to PFRS 13)*. The amendment clarifies that, in issuing PFRS 13 and making consequential amendments to PAS 39 and PFRS 9, the intention is not to prevent entities from measuring short-term receivables and payables that have no stated interest rate at their invoiced amounts without discounting, if the effect of not discounting is immaterial.

- o *Restatement of accumulated depreciation (amortization) on revaluation (Amendments to PAS 16 and PAS 38).* The amendments clarify the requirements of the revaluation model in PAS 16 and PAS 38, recognizing that the restatement of accumulated depreciation (amortization) is not always proportionate to the change in the gross carrying amount of the asset. PAS 16 and PAS 38 have been amended to clarify that, at the date of revaluation, the gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset - e.g. restated in proportion to the change in the carrying amount or by reference to observable market data, and the accumulated depreciation (amortization) is adjusted to equal the difference between the gross carrying amount and the carrying amount of the asset after taking into account accumulated impairment losses, or the accumulated depreciation (amortization) is eliminated against the gross carrying amount of the asset.
- o *Definition of 'related party' (Amendment to PAS 24).* The definition of a 'related party' is extended to include a management entity that provides key management personnel (KMP) services to the reporting entity, either directly or through a group entity. For related party transactions that arise when KMP services are provided to a reporting entity, the reporting entity is required to separately disclose the amounts that it has recognized as an expense for those services that are provided by a management entity; however, it is not required to 'look through' the management entity and disclose compensation paid by the management entity to the individuals providing the KMP services. The reporting entity will also need to disclose other transactions with the management entity under the existing disclosure requirements of PAS 24 - e.g. loans.
- o *Inter-relationship of PFRS 3 and PAS 40 (Amendment to PAS 40).* PAS 40 has been amended to clarify that an entity should assess whether an acquired property is an investment property under PAS 40 and perform a separate assessment under PFRS 3 to determine whether the acquisition of the investment property constitutes a business combination. Entities will still need to use judgment to determine whether the acquisition of an investment property is an acquisition of a business under PFRS 3.

#### Item 4. Cash and Cash Equivalents

Included in cash and cash equivalents as of March 31, 2015 are composed mainly of cash deposited at various banks.

#### Item 5. Receivables

This account consists:

|             | March 2016 | December 2015 |
|-------------|------------|---------------|
| Trade – Net | 28,032,234 | 28,751,782    |
| Others      | 416,525    | 551,522       |
| Total       | 28,448,759 | 29,303,304    |

#### Item 6. Inventories

This account consists

|                    | March 2016 | December 2015 |
|--------------------|------------|---------------|
| Food and Beverage  | 2,085,571  | 3,075,136     |
| Operating Supplies | 2,863,433  | 2,738,223     |
| Others             | 1,044,802  | 505,327       |
| Total              | 5,993,806  | 6,318,686     |

#### Item 7. Accounts Payable and Accrued Expenses

This account consists

|                  | March 2016  | December 2015 |
|------------------|-------------|---------------|
| Accrued Expenses | 20,104,835  | 25,130,073    |
| Trade Payables   | 122,138,670 | 124,270,574   |
| Others           | 4,632,498   | 4,176,703     |
| Total            | 146,876,003 | 153,577,350   |

#### Item 8. Related Party Transactions

The Company's related party transactions include transactions with WPI (the Company's parent), stockholders, its fellow subsidiaries and key management personnel.

In the ordinary course of business, companies within the group extend/obtain non interest bearing collateral free cash advances to/from one another and other related parties to finance working capital requirements, as well as to finance the construction of certain hotel projects.

#### Item 9. Loan Payable

The Company had committed an event of default with respect to the payment of its US\$15 million loan with the ICBC – Singapore Branch, which matured on 31 March 1998. On 03 June 2003, the loan was restructured by ICBC which stipulated six semi-annual installments payment of principal and interest until April 2006. In July 2004, the new management of the Company requested for a reprieve on loan principal payments due for the period, which the Company suggested to be placed at the end of the term of the Amended Agreement. A total of \$3,449,800 or P150,341,054 partial loan payments was made from years, 2010 up to 2014 and another \$3,372,000 or P154,361,730 in 2015.

In March 2016, the entire loan has already been fully paid. The total payment made was \$1,595,900 or P75,971,451.

**Item 10. The earnings (loss) per share is computed as follows:**

|   | March 2016  | March 2015  |
|---|-------------|-------------|
| Net Income (Loss)                             | 23,936,197  | 13,057,476  |
| Weighted Average Number of Shares Outstanding | 344,747,520 | 344,747,520 |
| Earnings (Loss) per share                     | 0.07        | 0.04        |

- i. The Company is involved in a number of legal cases (labor and civil). However, adverse judgments on these will not affect the short-term liquidity of the Company. For such contingencies, management has provided adequate reserves.

Aside from the above-mentioned items, management does not know of trends and events that would have a material impact on the Company's liquidity

- ii. Aside from the above-mentioned items, the company does not know of other material events that will trigger direct or material contingent financial obligation to the company.
- iii. There are no off-balance sheet transactions, arrangements, obligations and other relationships of the company with unconsolidated or other persons created during the reporting period.
- iv. The business climbed in the 1st quarter of 2016 was due to the increase of room occupancy % and average room rate.
- v. For the first quarter of 2016, there are no material or significant elements of income or loss that did not arise from the Company's continuing operations.
- vi. Causes of material changes in the items in the financial statements from 2015 to 2016 have been discussed under management discussion and analysis above.
- vii. Causes of material changes in the items in the income statements for the 1st quarter of 2015 and 2016, and the balance sheets as of 31 March 2016 and 31 December 2015 have been discussed under management discussion and analysis above.
- viii. The company does not know of any seasonal aspects that had a material effect on the financial condition or results of operations.

## MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITIONS AND RESULTS OF OPERATIONS

Below are the results of operations of the Company for the period ending March 31, 2016 and 2015 together with its financial conditions as of the same period.

### RESULTS OF OPERATIONS

#### Quarter Ended 31 March 2015 and Quarter Ended 31 March 2014

Gross revenues registered an increase of ₱2.67 million from ₱148.13 million in the 1st quarter of 2015 to ₱150.80 million during the same comparative period in 2016. Room sales went up by 9% from ₱36.55 million in 1Q2015 to ₱39.69 million in 1Q2016. Occupancy rate in 1Q2016 was 61% as compared to the 59% in 1Q2015 or 3% points higher while total room nights for 1Q2015 was 16,209 and 16,876 for 1Q2016. Room revenue represents 26.32% of gross revenues for 1Q2016 compared with 24.76% in 1Q2015. Average room rate of 1Q2016 is ₱2,351.94, ₱96.97 higher than ₱2,254.97 of the same period in 2015.

Food and Beverage revenue for 1Q2016 amounted to ₱23.82 million, a decrease of 5% from ₱24.88 million in 1Q2015. Food and beverages sales contributed 15.79% to gross revenues. Revenues generated by other operating departments including Telephone department went down by 21% from ₱0.604 million in 1Q2015 to ₱0.477 million in 1Q2016. Rent and other income for 1Q2016 is ₱86.11, the same amount in 1Q2015.

Cost of sales of food and beverage increased from ₱7.05 million in 1Q2015 to ₱8.27 million in 1Q2016 representing an increase of 17.32%. The food and beverage cost ratio to revenue has increased from 29% in 1Q2015 to 35% in 1Q2016. Payroll expenses which accounted 23% of Cost of Sales and Services showed an increase from ₱17.36 million in 1Q2015 to ₱17.57 million in 1Q2016. Other expenses went up from ₱5.71 million in 1Q2015 to ₱5.74 million in 1Q2016. Energy cost increased by 9% from ₱22.56 million in 1Q2015 to ₱24.40 million in 1Q2016. Property operations and maintenance cost decreased from ₱4.96 million in 1Q2015 to ₱4.93 million in 1Q2016. Depreciation on cost increased from ₱11.64 million in 1Q2015 to ₱13.16 million in 1Q2016 due to minor renovations.

The Company posted a gross operating profit of ₱73.7 million in 1Q2015, a decrease of ₱3.36 million or 5% from that recorded in 1Q2015 of ₱77.13 million. Gross operating income ratio in 1Q2016 is lower by 3% points over the same period last.

Fixed financial, operating and other expenses decreased from ₱48.68 million in 1Q2015 to ₱34.43 million in 1Q2016 with the major decrease coming general and administrative expense. The general and administrative expenses decreased from ₱30.47 million in 1Q2015 to ₱25.23 million in 1Q2016. Marketing and guest entertainment increased by ₱0.2 million from ₱1.78 million in 1Q2015 to ₱1.98 million in 1Q2016. Foreign exchange loss was posted at ₱1.1 million in 1Q2016 due to peso devaluation against US dollar which affect the dollar denominated loan against ₱0.2 million in 1Q2015. Interest expense decreased from ₱2.1 million in 1Q2015 to ₱0.77 million in 1Q2016 due to the decrease in principal loan amount. Corporate Expenses decreased from ₱8.21 million in 1Q2015 to ₱0.41 million in 1Q2016. Real estate tax for 1Q2016 is ₱4.2 million which is exactly the same amount in 1Q2015. Fire insurance premium is ₱1.85 million 1Q2016 which is also the same in 1Q2015. For 1Q2016, the Company posted a net income after tax of ₱23.94 million an increase of 84% from ₱13.06 million in 1Q2015.

## FINANCIAL CONDITION

### As of 31 March 2016 and Year Ended 31 December 2016

Total assets decreased to ₱2.26 billion in 31 March 2016 from ₱2.33 billion as of 31 December 2015. Current assets decreased from ₱476.04 million as of 31 December 2015 to ₱398.26 million as of end of 1Q2016. Cash ending balance as of 31 March 2016 of ₱10.69 million posted a decrease of ₱0.92 million. Trade receivables of ₱28.45 million increased by ₱0.85 million. Inventories remain at ₱5.99 million a decrease of ₱0.33 million against 31 December 2015 of ₱6.32 million. Net amounts owed by related parties decreased from ₱370.41 million as of 31 December 2015 to ₱313.37 million as of 31 March 2016. Prepayments and other current assets decreased to ₱18.64 million as of 31 March 2016 from ₱58.41 million as of 31 December 2015.

Property and equipment account decreased by 6% from ₱1.83 billion as of 31 December 2015 to ₱1.82 billion as of 31 March 2016. No changes have been noted from the Available for Sale investment account from 31 December 2015 to the 1Q2016. Other non-current assets decreased to ₱17.39 million in 31 March 2016 from ₱17.51 million as of 31 December 2015.

Total liabilities decreased from million as of 31 December 2015 to ₱882 million as of 31 March 2016. Trade and other current payables decreased from ₱153.57 million as of 31 December 2015 to ₱146.87 million as of 31 March 2016.

The Company and PAGCOR have entered into a contract known as the Omnibus Amended Lease Contract (OALC) which requires advance rental. The balance of the outstanding rentals received in advance based on the expected dates of application against the rental due was divided to its current and non-current portion. Current portion decreased from ₱136.54 million as of 31 December 2015 to ₱116.42 million 1Q2016. Net retirement benefits liability increased from ₱118.10 million 31 December 2015 to ₱125.00 million as of end of 1Q2016 due the monthly retirement provision. No changes have been noted for deferred tax liabilities from 31 December 2015 to 31 March 2016 at ₱371.81 million.

### TOP FIVE (5) PERFORMANCE INDICATORS

The top five (5) key performance indicators, as discussed herein, are presented on comparable basis and compared with figures attained from prior years operation, and are more fully explained as follows:

|                              | March 2016  | March 2015  |
|------------------------------|-------------|-------------|
| Occupancy Rate               | 61%         | 59%         |
| Average Room Rate            | 2,351.94    | 2,254.89    |
| Revenues                     | 150,798,502 | 148,131,609 |
| Gross Operating Profit       | 73,773,883  | 77,135,297  |
| Gross Operating Profit Ratio | 49%         | 52%         |

- 1) Occupancy rate is the number of hotel room-nights sold for the period divided by the number of room-nights available for the period; 2) Average room rate is the room revenue for the period divided by the number of hotel room-nights sold for the period; 3) Revenues are broken down on a departmental basis; 4) Gross operating profit ratio is computed as a percentage of revenues; and 5) Total Fixed, Financial and Other Charges are presented in the comparative.

## FINANCIAL RISK MANAGEMENT

### Risk Management Structure

#### BOD

The BOD is mainly responsible for the overall risk management approach and for the approval of risk strategies and principles of the Group. It also has the overall responsibility for the development of risk strategies, principles, frameworks, policies and limits. It establishes a forum of discussion of the Group's approach to risk issues in order to make relevant decisions.

#### Risk Management Committee

Risk management committee is responsible for the comprehensive monitoring, evaluation and analysis of the Group's risks in line with the policies and limits set by the BOD.

#### Financial Risk Management Objectives and Policies

The Group's principal financial instruments consist of cash, trade receivables, AFS investment, trade payables and loan payable. The main purpose of these financial instruments is to finance the Group's operations. The Group has various other financial instruments such as other current receivables, other current payables, and concessionaires' and deposits which arise directly from operations.

The main risks arising from the financial instruments of the Group are credit risk, liquidity risk, interest rate risk, foreign currency risk and equity price risk. The Group's management reviews and approves policies for managing each of these risks, and these are summarized below.

#### Credit Risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's trade and nontrade receivables. There has been no change to the Group's exposure to credit risk or the manner in which it manages and measures the risk since prior financial year.

The Group trades only with recognized, creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debts is not significant. The Group grants advances to its affiliates after the BOD reassesses the Group's strategies for managing credits and views that they remain appropriate for the Group's circumstances.

The amounts presented in the statements of financial position are net of allowances for impairment losses on receivables, estimated by the Group's management based on prior experience and its assessment of the current economic environment.

With respect to credit risk from other financial assets of the Group, which comprise mainly of cash, amounts owed by related parties and receivables from Acesite Limited (BVI), the exposure of the Group to credit risk arises from the default of the counterparty, with maximum exposure equal to the carrying amount of these instruments.

At the reporting date, other than the trade and other receivables, there were no significant concentrations of credit risk.

#### Liquidity Risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due because of an inability to liquidate assets or obtain adequate funding. The Group's exposure to liquidity risk arises primarily from mismatches of the maturities of the financial assets and financial liabilities. There has been no change o the Group's exposure to liquidity risk or the manner in which it manages and measures the risk since prior financial year.

The Group monitors and maintains a level of cash deemed adequate by the management to finance the Group's operations and mitigate the effects of fluctuations in cash flows. Additional short-term funding is obtained from related party advances and short-term bank loans, when necessary.

Ultimate responsibility for liquidity risk management rests with the BOD, which has built an appropriate liquidity risk management framework for the management of the Group's short, medium and long-term funding and liquidity management requirements.

The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation. The Group manages liquidity risk by maintaining adequate reserves, continuously monitoring forecasts and actual cash flows and matching the maturity profiles of financial assets and liabilities.

For the Group's short-term funding, the Group's policy is to ensure that there are sufficient working capital inflows to match repayments of short-term debt.

#### Market Risks

Market risk is the risk that the fair value or cash flows of a financial instrument of the Group will fluctuate due to change in market prices. Market risk reflects interest rate risk, foreign currency risk, and other price risks.

The Group is primarily exposed to the financial risks of changes in interest rates, foreign currency exchange rates and equity prices of its AFS investment. There has been no change to the Group's exposure to market risks or the manner in which it manages and measures the risk since prior financial year.

#### Interest Rate Risk

Cash flow interest rate risk is the risk that the future cash flow of the financial instruments will fluctuate because of the changes in market interest rates. Fair value interest rate risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market interest rates. The Group's exposure to interest rate risk arises primarily from its loans and borrowings.

#### Foreign Currency Risk

Foreign currency risk arises when future commercial transactions and recognized assets and liabilities are denominated in a currency that is not the Group's functional currency.

As a result of the loan payable from ICBC which is denominated in US dollar, the Group's consolidated statements of financial position can be affected by movements in this currency. Aside from this, the Group does not have any material transactions denominated in foreign currency as its revenues and costs are substantially denominated in Philippine peso.

The Group monitors and assesses cash flows from anticipated transactions and financing agreements denominated in US Dollar. The Group manages its foreign currency risk by measuring the mismatch of the foreign currency sensitivity gap of assets and liabilities.

#### Equity Price Risk

Equity price risk is the risk that fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Group is exposed to equity price risk because of its investment in shares of stock of WII held by the Group which is classified in the statements of financial position as AFS investment. These securities are listed in the PSE. The Group has an outstanding investment in these securities equivalent to 86,710,000 shares as of March 31, 2015.

The Group is not exposed to commodity price risk.

The Group monitors the changes in the price of the shares of stock of WII. In managing its price risk, the Group disposes of existing or acquires additional shares based on the economic conditions.

## Financial Instruments

### Fair Value of Financial Assets and Liabilities

The carrying amount of cash, trade and other current receivables, amounts owed by related parties, loan payable, and trade and other current payables approximate their fair values due to the short-term maturity of these instruments.

The fair values of concessionaires and deposits approximate their carrying amount as these are carried at present values discounted using discount rates approximating average market rates as of reporting periods. Discount rates used ranged from 5.8% to 7.71% in 2011.

### Fair Value Hierarchy

The table below analyzes financial instruments carried at fair value by valuation levels. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The approximation of the fair value of the Company's AFS investment is based on Level 1.

### Determination of Fair Value

Fair value is determined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using another valuation technique. Where applicable, the Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable input and minimizing the use of unobservable inputs.

When measuring the fair value of an asset or liability, the Group uses market observable data as far as possible.

The Group's investment is based on quoted prices (unadjusted) in active markets for identical assets or liabilities.

## PART II – OTHER INFORMATION

The registrant is not aware of any other information that should be reported under this item and which was not discussed on any SEC Form 17-C.

The following were the disclosures outside of SEC Form 17-C:

|                   |   |  |
|-------------------|---|--|
| January 17, 2014  | ☐ | Change in number of Issued and/or Outstanding Shares   |
| May 28, 2014      | ☐ | Change in Directors and/or Officers (Resignation, Removal or Appointment, Election and/or Promotion) |
| June 3, 2014      | ☐ | Change in Directors and/or Officers (Resignation, Removal or Appointment, Election and/or Promotion) |
| July 14, 2014     | ☐ | Stock Rights Offering  |
| September 8, 2014 | ☐ | Results of Annual or Special Stockholders' Meeting   |
| September 8, 2014 | ☐ | Results of Organizational Meeting of Board of Directors  |
| December 16, 2014 | ☐ | (Amended-1) Stock Rights Offering  |
| February 23, 2015 | ☐ | (Amended-2) Stock Rights Offering  |

**SIGNATURES**

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

**ACESITE (PHILS.) HOTEL CORPORATION**

By



**ELVIRA A. TING**

Treasurer and Chief Financial Officer/Authorized Representative

11 May 2016

**ADDITIONAL REQUIREMENT (SRC Rule 68)**

A schedule showing financial soundness indicators in two comparative period:

**CURRENT / LIQUIDITY RATIO**

| <b>Current Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|----------------------|-----------------------|--------------------------|
| Current Assets       | 398,257,935           | 476,044,833              |
| Current Liabilities  | 385,395,357           | 487,384,226              |
| <b>Ratio</b>         | <b>1.0334</b>         | <b>0.9767</b>            |

| <b>Quick Ratio</b>        | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|---------------------------|-----------------------|--------------------------|
| Cash+AR+ST Mkt Securities | 39,137,698            | 40,910,321               |
| Current Liabilities       | 385,395,357           | 487,384,226              |
| <b>Ratio</b>              | <b>0.1016</b>         | <b>0.0839</b>            |

| <b>Cash Ratio</b>      | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|------------------------|-----------------------|--------------------------|
| Cash+ST Mkt Securities | 10,688,939            | 11,607,017               |
| Current Liabilities    | 385,395,357           | 487,384,226              |
| <b>Ratio</b>           | <b>0.0277</b>         | <b>0.0238</b>            |

**SOLVENCY RATIO**

| <b>Current Liabilities to Equity Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|--|-----------------------|--------------------------|
| Current Liabilities                        | 385,395,357           | 487,384,226              |
| Total Equity                               | 1,378,614,405         | 1,354,678,208            |
| <b>Ratio</b>                               | <b>0.2796</b>         | <b>0.3598</b>            |

| <b>Total Liabilities to Equity Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2016</b> |
|--|-----------------------|--------------------------|
| Total Liabilities                        | 882,210,365           | 977,304,652              |
| Total Equity                             | 1,378,614,405         | 1,354,678,208            |
| <b>Ratio</b>                             | <b>0.6399</b>         | <b>0.7214</b>            |

| <b>Fixed Assets to Equity Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|-------------------------------------|-----------------------|--------------------------|
| Fixed Assets                        | 1,826,966,018         | 1,820,220,029            |
| Total Equity                        | 1,378,614,405         | 1,354,678,208            |
| <b>Ratio</b>                        | <b>1.3252</b>         | <b>1.3437</b>            |

| <b>Assets to Equity Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|-------------------------------|-----------------------|--------------------------|
| Total Assets                  | 2,260,824,770         | 2,331,982,860            |
| Total Equity                  | 1,378,614,405         | 1,354,678,208            |
| <b>Ratio</b>                  | <b>1.6399</b>         | <b>1.7214</b>            |

**INTEREST COVERAGE RATIO**

| <b>Interest Coverage Ratio</b>       | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|--------------------------------------|-----------------------|--------------------------|
| Net Income Before Tax + Interest Exp | 24,702,526            | 76,042,535               |
| Interest Expense                     | 766,329               | 10,224,453               |
| <b>Ratio</b>                         | <b>32.2349</b>        | <b>7.4373</b>            |

### PROFITABILITY RATIO

| <b>Interest Coverage Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|--------------------------------|-----------------------|--------------------------|
| Net Income After Tax           | 23,936,197            | 45,877,769               |
| Net Sales                      | 150,798,502           | 567,559,990              |
| <b>Ratio</b>                   | <b>0.1587</b>         | <b>0.0808</b>            |

| <b>Return on Assets (ROA) Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|-------------------------------------|-----------------------|--------------------------|
| Net Income After Tax                | 23,936,197            | 45,877,769               |
| Total Assets                        | 2,260,824,770         | 2,331,982,860            |
| <b>Ratio</b>                        | <b>0.0106</b>         | <b>0.0197</b>            |

| <b>Return on Equity Ratio</b> | <b>March 31, 2016</b> | <b>December 31, 2015</b> |
|-------------------------------|-----------------------|--------------------------|
| Net Income After Tax          | 23,936,197            | 45,877,769               |
| Total Equity                  | 1,378,614,405         | 1,354,678,208            |
| <b>Ratio</b>                  | <b>0.0174</b>         | <b>0.0339</b>            |

**ACESITE (PHILS.) HOTEL CORPORATION**  
**[Owner of Manila Pavilion Hotel]**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

|  | March 31, 2016       | December 31, 2015    |
|--|----------------------|----------------------|
|  | Consolidated         | Consolidated         |
| <b>ASSETS</b>                                      |                      |                      |
| <b>Current Assets</b>                              |                      |                      |
| Cash   | 10,688,939           | 11,607,017           |
| Trade and other current receivables - net          | 28,448,759           | 29,303,304           |
| Inventories  | 5,993,806            | 6,318,686            |
| Due from a related party - net                     | 313,369,577          | 370,414,381          |
| Prepayments and other current assets               | 39,756,854           | 58,401,445           |
| <b>Total Current Assets</b>                        | <b>398,257,935</b>   | <b>476,044,833</b>   |
| <b>Noncurrent Assets</b>                           |                      |                      |
| Advances from CIMA                                 | -                    | -                    |
| Property and equipment - net                       | 1,826,966,018        | 1,820,220,029        |
| Land under finance lease                           | -                    | -                    |
| Available-for-sale (AFS) investment                | 18,209,100           | 18,209,100           |
| Investment in subsidiary                           | -                    | -                    |
| Goodwill   | -                    | -                    |
| Investment property                                | -                    | -                    |
| Other noncurrent assets                            | 17,391,717           | 17,508,898           |
| <b>Total Noncurrent Assets</b>                     | <b>1,862,566,835</b> | <b>1,855,938,027</b> |
| <b>Total Assets</b>                                | <b>2,260,824,770</b> | <b>2,331,982,860</b> |
| <b>LIABILITIES AND EQUITY</b>                      |                      |                      |
| <b>Current Liabilities</b>                         |                      |                      |
| Trade and other current payables                   | 146,876,003          | 153,577,350          |
| Concessionaires' deposit                           | 121,888,198          | 122,311,429          |
| Current portion of advance rentals                 | 116,416,017          | 136,544,377          |
| Current portion of loan payable                    | -                    | 74,735,932           |
| Income tax payable                                 | 215,138              | 215,138              |
| <b>Total Current Liabilities</b>                   | <b>385,395,357</b>   | <b>487,384,226</b>   |
| <b>Noncurrent Liabilities</b>                      |                      |                      |
| Loan payable - net of current portion              | -                    | -                    |
| Advance rentals -net of current portion            | -                    | -                    |
| Concessionaire's deposits                          | -                    | -                    |
| Net retirement benefits liability                  | 125,000,513          | 118,105,931          |
| Deferred tax liabilities - net                     | 371,814,495          | 371,814,495          |
| <b>Total Noncurrent Liabilities</b>                | <b>496,815,008</b>   | <b>489,920,426</b>   |
| <b>Total Liabilities</b>                           | <b>882,210,365</b>   | <b>977,304,652</b>   |
| <b>Equity</b>                                      |                      |                      |
| Capital stock                                      | 346,100,520          | 346,100,520          |
| Retirement benefits reserve                        | 23,671,575           | 23,671,575           |
| Revaluation surplus in property and equipment      | 604,912,747          | 620,315,525          |
| Unrealized valuation gain (loss) on AFS investment | 5,958,630            | 5,958,630            |
| Retained earnings                                  | 410,012,633          | 370,673,658          |
| Treasury stock at cost                             | (12,041,700)         | (12,041,700)         |
| <b>Total Equity</b>                                | <b>1,378,614,405</b> | <b>1,354,678,208</b> |
| <b>Total Liabilities and Equity</b>                | <b>2,260,824,770</b> | <b>2,331,982,860</b> |

**ACESITE (PHILS.) HOTEL CORPORATION**  
**COMPARATIVE STATEMENTS OF INCOME**  
**FOR THE QUARTER ENDING March 31, 2016**  
(With Comparative Figures for March 31, 2015)

|  | QUARTER<br>ENDED<br>31-Mar-16 | QUARTER<br>ENDED<br>31-Mar-15 |
|--|-------------------------------|-------------------------------|
| <b>INCOME</b>  |                               |                               |
| Rooms  | 39,691,331                    | 36,549,564                    |
| Food and Beverage  | 23,818,291                    | 24,876,592                    |
| Telephone Exchange   | 35,535                        | 92,638                        |
| Other Operated Departments   | 441,924                       | 507,561                       |
| Rent and Other Income  | 86,811,420                    | 86,105,255                    |
|  | 150,798,502                   | 148,131,609                   |
| <b>COST OF SALES AND SERVICES</b>  |                               |                               |
| Cost of Sales:   |                               |                               |
| Food and Beverage  | 8,275,600                     | 7,054,155                     |
| Telephone Exchange   | 2,109,635                     | 900,135                       |
| Other Operated Departments   | 28,701                        | 22,856                        |
| Rental and Other Income  |                               |                               |
|  | 10,413,936                    | 7,977,146                     |
| Payroll and Related Expenses   | 17,569,731                    | 17,365,429                    |
| Other Expenses   | 5,740,337                     | 5,713,781                     |
|  | 33,724,004                    | 31,056,357                    |
| Energy Cost  | 24,395,961                    | 22,556,915                    |
| Property operations and maintenance  | 4,927,763                     | 4,961,861                     |
| Depreciation on cost   | 13,162,936                    | 11,645,985                    |
| Land rental  | 813,955                       | 775,195                       |
|  | 77,024,619                    | 70,996,313                    |
| <b>GROSS OPERATING PROFIT</b>  | <b>73,773,883</b>             | <b>77,135,297</b>             |
| <b>FIXED, FINANCIAL, OPERATING AND OTHER EXPENSES</b>                                |                               |                               |
| General and Administrative Expenses  | 25,233,250                    | 30,474,500                    |
| Marketing and Guest Entertainment  | 1,976,247                     | 1,783,170                     |
| Foreign Exchange (Gain) Loss   | 1,101,520                     | 173,939                       |
| Interest Expense   | 766,329                       | 2,098,015                     |
| Corporate Expenses   | 410,490                       | 8,206,891                     |
| Real Estate Tax  | 4,201,016                     | 4,201,516                     |
| Fire Insurance   | 1,849,997                     | 1,861,426                     |
| Interest and Other Charges/(Income)-Net  | (1,103,940)                   | (124,414)                     |
|  | 34,434,908                    | 48,675,043                    |
| <b>INCOME (LOSS) BEFORE DEPRECIATION<br/>ON REVALUATION INCREMENT AND INCOME TAX</b> | <b>39,338,975</b>             | <b>28,460,254</b>             |
| DEPRECIATION - REVALUATION INCREMENT   | 15,402,778                    | 15,402,778                    |
| <b>INCOME (LOSS) BEFORE INCOME TAX</b>   | <b>23,936,197</b>             | <b>13,057,476</b>             |
| PROVISION FOR INCOME TAX   | 0                             | 0                             |
| <b>NET INCOME (LOSS)</b>   | <b>23,936,197</b>             | <b>13,057,476</b>             |
| <b>OTHER COMPREHENSIVE INCOME (LOSS)</b>   |                               |                               |
| Appraisal increase in property and equipment for the year                            | 0                             | 0                             |
| Unrealized Loss on AFS investment recognized for the year                            | 0                             | 0                             |
| Income tax on other comprehensive income   | 0                             | 0                             |
|  | 0                             | 0                             |
| <b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>   | <b>23,936,197</b>             | <b>13,057,476</b>             |
| Net Income(Loss)   | 23,936,197                    | 13,057,476                    |
| no. of shares issued   | 344,747,520                   | 344,747,520                   |
| <b>INCOME (LOSS) PER SHARE</b>   | <b>P0.07</b>                  | <b>P0.04</b>                  |

ACESITE (PHILS.) HOTEL CORPORATION  
 STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY  
 FOR THREE MONTHS ENDING MARCH 31, 2016

|  | CAPITAL STOCK<br>COMMON | TREASURY<br>SHARES | REVALUATION<br>INCREMENT IN<br>PROPERTY AND<br>EQUIPMENT | RETIREMENT<br>BENEFITS<br>RESERVE | UNREALIZED<br>VALUATION LOSS<br>ON AFS<br>INVESTMENTS | RETAINED<br>EARNINGS | TOTAL         |
|--|-------------------------|--------------------|--|-----------------------------------|---|----------------------|---------------|
| Balance at December 31, 2015:  | 346,100,520             | (12,041,700)       | 620,315,525  | 23,671,575                        | 5,958,630   | 370,673,658          | 1,354,678,208 |
| Transfer of revaluation increment deducted<br>from operations through additional<br>depreciation charges |                         |                    | (15,402,778)   |                                   |   | 15,402,778           |               |
| Net income (loss) for the three months:  |                         |                    |  |                                   |   | 23,936,197           | 23,936,197    |
| Balance at March 31, 2016  | 346,100,520             | (12,041,700)       | 604,912,747  | 23,671,575                        | 5,958,630   | 410,012,633          | 1,378,614,405 |

STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY  
 FOR THE THREE MONTHS ENDING MARCH 31, 2015

|  |             |              |              |            |            |             |               |
|--|-------------|--------------|--------------|------------|------------|-------------|---------------|
| Balance at December 31, 2014:  | 346,100,520 | (12,041,700) | 658,864,521  | 19,254,568 | 10,727,680 | 257,545,526 | 1,280,451,117 |
| Transfer of revaluation increment deducted<br>from operations through additional<br>depreciation charges |             |              | (15,402,778) |            |            | 15,402,778  | 0             |
| Net income (loss) for the three months:  |             |              |              |            |            | 13,057,476  | 13,057,476    |
| Balance at March 31, 2015  | 346,100,520 | (12,041,700) | 643,461,744  | 19,254,569 | 10,727,681 | 286,005,782 | 1,293,508,593 |

**ACESITE (PHILS.) HOTEL CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDING March 31, 2016**  
(With Comparative Figures for March 31, 2015)

|   | <b>QUARTER<br/>ENDED<br/>31-Mar-16</b> | <b>QUARTER<br/>ENDED<br/>31-Mar-15</b> |
|---|--|--|
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                              |  |  |
| Income(Loss) before income tax  | 23,936,197                             | 13,057,476                             |
| Adjustments for:  |  |  |
| Depreciation  | 15,402,779                             | 26,138,390                             |
| Interest Expense  | 489,689                                | 1,827,860                              |
| Unrealized foreign exchange loss  | 1,101,520                              | 173,939                                |
| Amortization of operating equipment                                     | 1,134,921                              | 910,374                                |
| Provision for doubtful accounts   | (7,229,701)                            | (8,235,675)                            |
| Operating income before working capital changes                         | 34,835,405                             | 33,872,363                             |
| Decrease (increase) in:   |  |  |
| Receivables   | 8,084,246                              | 8,011,218                              |
| Inventories   | 324,880                                | (36,659)                               |
| Prepaid expenses  | (888,071)                              | (6,889,928)                            |
| Increase (decrease) in:   |  |  |
| Accounts payable and accrued expenses                                   | (29,747,737)                           | (1,180,106)                            |
| Retirement benefit plan obligation                                      | 6,894,582                              | 264,615                                |
| Rental paid in advance  | 0                                      | 0                                      |
| Net cash generated from operations                                      | 19,503,305                             | 34,041,503                             |
| Interest received   | 0                                      | 0                                      |
| Income taxes paid   | (2,235,235)                            | (2,235,235)                            |
| Net cash from operating activities                                      | 17,268,070                             | 31,806,268                             |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                             |  |  |
| Decrease (increase) in receivable from affiliates                       | 59,514,364                             | 34,151,066                             |
| Acquisition of property and equipment                                   | (461,171)                              | (20,402,001)                           |
| Decrease (increase) in other assets                                     | (2,013,220)                            | (2,769,569)                            |
| Net cash from (used) in investing activities                            | 57,039,473                             | 10,979,496                             |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                             |  |  |
| Payment of loan   | (74,735,932)                           | (37,786,070)                           |
| Interest paid   | (489,689)                              | (1,827,860)                            |
| Cash used in financing activities                                       | (75,225,621)                           | (39,613,930)                           |
| <b>EFFECT OF EXCHANGE RATE CHANGES ON CASH<br/>AND CASH EQUIVALENTS</b> |  |  |
|   | 0                                      | 0                                      |
| <b>NET INCREASE (DECREASE IN CASH AND<br/>CASH EQUIVALENTS</b>          |  |  |
|   | (918,078)                              | 3,171,834                              |
| <b>CASH AND CASH EQUIVALENTS, BEGINNING</b>                             | 11,607,017                             | 8,915,377                              |
| <b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>                       | 10,688,939                             | 12,087,211                             |

**ACESITE (Philippines) Hotel Corporation**  
**Accounts Receivable Aging Summary**  
As of March 2016

| Classifications    | Current             | 31-60               | 61-90               | 91-120            | 121 - Over           | Total                |
|--------------------|---------------------|---------------------|---------------------|-------------------|----------------------|----------------------|
| CREDIT CARDS       | 502,759.59          |                     |                     |                   | (597,875.00)         | (95,115.41)          |
| CORPORATE          | 1,084,688.82        | 341,662.36          | 40,960.60           | 93,466.33         | 13,301,137.97        | 14,861,916.08        |
| T/A LOCAL&Overseas | 2,832,103.73        | 796,709.97          | 203,404.03          | 99,400.00         | (9,477.64)           | 3,922,140.09         |
| AIRLINES           |                     |                     |                     |                   |                      |                      |
| EMPLOYEES LEDGER   |                     |                     |                     |                   |                      |                      |
| DELINQUENT         |                     |                     |                     |                   |                      |                      |
| GOVERNMENT         | 4,250,078.28        | 3,136,991.41        | 934,082.53          | 464,146.50        |                      | 8,785,298.72         |
| TENANTS            | (62,032.87)         | 49,982.96           | 112,243.84          | 16,864.70         | 789,096.22           | 906,154.85           |
| <b>TOTAL</b>       | <b>8,607,597.55</b> | <b>4,325,346.70</b> | <b>1,290,691.00</b> | <b>673,877.53</b> | <b>13,482,881.55</b> | <b>28,380,394.33</b> |