

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
Mar 31, 2021
2. SEC Identification Number
52412
3. BIR Tax Identification No.
000-156-011
4. Exact name of issuer as specified in its charter
BELLE CORPORATION
5. Province, country or other jurisdiction of incorporation or organization
METRO MANILA, PHILIPPINES
6. Industry Classification Code(SEC Use Only)
7. Address of principal office
5/F Tower A, Two Ecom Center, Palm Coast Avenue, MOA Complex, Pasay City
Postal Code
1300
8. Issuer's telephone number, including area code
(632) 8662-8888
9. Former name or former address, and former fiscal year, if changed since last report
N/A
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 Stock, Php 1.00 par value	9,763,126,297

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:

Philippine Stock Exchange, Inc./ Common Shares

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.



Belle Corporation

BEL

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

For the period ended	Mar 31, 2021
Currency (indicate units, if applicable)	PHP (in thousands)

Balance Sheet

	Period Ended	Fiscal Year Ended (Audited)
	Mar 31, 2021	Dec 31, 2020
Current Assets	13,674,924	13,108,405
Total Assets	50,005,384	49,955,980
Current Liabilities	4,673,829	5,133,553
Total Liabilities	19,004,533	19,521,863
Retained Earnings/(Deficit)	12,327,625	11,580,786
Stockholders' Equity	31,000,851	30,434,117
Stockholders' Equity - Parent	28,143,215	27,629,970
Book Value per Share	2.88	2.81

Income Statement

	Current Year (3 Months)	Previous Year (3 Months)	Current Year-To-Date	Previous Year-To-Date
Gross Revenue	1,296,781	1,418,620	1,296,781	1,418,620
Gross Expense	858,549	814,931	858,459	814,931
Non-Operating Income	12,541	45,087	12,541	45,087
Non-Operating Expense	85,219	99,582	85,219	99,582

Income/(Loss) Before Tax	365,554	549,194	365,554	549,194
Income Tax Expense	-431,872	98,061	-431,872	98,061
Net Income/(Loss) After Tax	797,426	451,133	797,426	451,133
Net Income Attributable to Parent Equity Holder	744,080	402,199	744,080	402,199
Earnings/(Loss) Per Share (Basic)	0.33	0.18	0.33	0.18
Earnings/(Loss) Per Share (Diluted)	0.33	0.18	0.33	0.18

	Current Year (Trailing 12 months)	Previous Year (Trailing 12 months)
Earnings/(Loss) Per Share (Basic)	0.13	0.24
Earnings/(Loss) Per Share (Diluted)	0.13	0.24

Other Relevant Information
N/A

Filed on behalf by:

Name	Darwin Mendoza
Designation	Assistant Manager

SEC No. 52412
File No.

BELLE CORPORATION
(Company's Full Name)

**5/F, Tower A, Two E-Com Center Palm Coast Avenue,
Mall of Asia Complex CBP-1A, Pasay City**
(Company's Address)

8-662-88-88
(Telephone Numbers)

December 31
(Fiscal Year ending)
(Month and Day)

Form 17Q for the 1st Quarter of 2021
(Form Type)

N/A
Amendment Designation

N/A
Period Ended Date

N/A
(Secondary License Type and File Number)

**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 **March 31, 2021**
2. Commission Identification Number: **52412** 3. BIR Tax Identification No. **000-156-011**
4. Exact name of registrant as specified in its charter: **BELLE CORPORATION**
5. **Metro Manila, Philippines** 6. (SEC use only)
Province, Country or other jurisdiction of Industry Classification Code:
incorporation or organization
7. **5/F, Tower A, Two E-Com Center, Palm Coast Avenue,**
Mall of Asia Complex CBP-1A, Pasay City **1300**
Address of registrant's principal office Postal Code
8. **(632) 8-662-8888**
Registrant's telephone number, including area code
9. **Not applicable**
Former name, former address, and former fiscal year, if changed since last report.
10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Stock Outstanding
Common Stock, ₱1.00 par value	9,763,126,297
	Amount of Debt Outstanding
	₱7.5 billion

11. Are any or all of these securities listed on a Stock Exchange?
Yes [] No []
- If yes, state name of such Stock Exchange and the class/es of securities listed therein:
Philippine Stock Exchange (PSE) **Common Stock**

12. Indicate by check mark whether the registrant:
- (a) has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Section 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period the registrant was required to file such reports)
- Yes [] No []
- (b) has been subject to such filing requirements for the past 90 days.
Yes [] No []

PART 1 – FINANCIAL INFORMATION

Item 1. Financial Statements

The following financial statements are submitted as part of this report:

- a.) Unaudited Consolidated Statements of Comprehensive Income for the three months ended March 31, 2021 and March 31, 2020;
- b.) Consolidated Statements of Financial Position as of March 31, 2021 (unaudited) and December 31, 2020 (audited);
- c.) Unaudited Consolidated Statements of Changes in Equity for the three months ended March 31, 2021 and March 31, 2020; and
- d.) Unaudited Consolidated Statements of Cash Flows for the three months ended March 31, 2021 and March 31, 2020.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

March 31, 2021 versus March 31, 2020 Results of Operations (in thousands)

	3 Months Ended March 31		Horizontal Analysis	Vertical Analysis		
	2021	2020	Increase (Decrease)	2021	2020	
REVENUE						
Gaming revenue share	P 431,051	P 445,037	(13,986)	-3%	33%	31%
Lease income - Building	549,658	618,105	(68,447)	-11%	42%	44%
Equipment rental, distribution and commission (POSC)	122,816	180,108	(57,292)	-32%	9%	13%
Sale of real estate	74,596	50,497	24,099	48%	6%	4%
Lease income	43,834	47,702	(3,867)	-8%	3%	3%
Revenue from property management	45,714	43,381	2,333	5%	4%	3%
Others	29,112	33,790	(4,678)	-14%	2%	2%
TOTAL REVENUES	1,296,781	1,418,620	(121,839)	-9%	100%	100%
COST OF GAMING OPERATIONS	(4,232)	(4,268)	36	-1%	0%	0%
COST OF LEASE INCOME	(257,533)	(195,185)	(62,348)	32%	-20%	-14%
COST OF LOTTERY SERVICES	(107,625)	(174,895)	67,270	-38%	-8%	-12%
COST OF REAL ESTATE SOLD	(54,536)	(26,202)	(28,334)	108%	-4%	-2%
COST OF PROPERTY MANAGEMENT SERVICES	(35,503)	(28,692)	(6,811)	24%	-3%	-2%
GENERAL AND ADMINISTRATIVE EXPENSES	(399,120)	(385,689)	(13,431)	3%	-31%	-27%
TOTAL COSTS AND EXPENSES	(858,549)	(814,931)	(43,618)	5%	-66%	-57%
INCOME FROM OPERATIONS	438,232	603,689	(78,221)	-13%	34%	43%
UNREALIZED GAIN ON FINANCIAL ASSET						
AT FAIR VALUE THROUGH PROFIT OR LOSS	(3,582)	(14,225)	10,643	-75%	0%	-1%
INTEREST EXPENSE AND OTHER FINANCE CHARGES	(81,637)	(85,357)	3,720	-4%	-6%	-6%
INTEREST INCOME	6,449	19,190	(12,741)	-66%	0%	1%
DIVIDEND INCOME	-	10,355	(10,355)	-100%	0%	1%
NET FOREIGN EXCHANGE LOSS	-	8	(8)	-100%	0%	0%
OTHER INCOME (CHARGES)	6,092	15,534	(9,442)	-61%	0%	1%
INCOME BEFORE INCOME TAX	365,554	549,194	(183,640)	-33%	28%	39%
PROVISION FOR INCOME TAXES						
Current	7,044	95,052	88,008	93%	1%	7%
Deferred	(438,916)	3,009	441,925	14687%	-34%	0%
	(431,872)	98,061	529,933	540%	-33%	7%
NET INCOME	P 797,426	P 451,133	346,293	77%	61%	32%

Belle Corporation ("Belle" or the "Company") realized consolidated net income of ₱797.4 million for the first quarter of 2021, which was higher by 77% compared to consolidated net income of ₱451.1 million for the first quarter of 2020. Belle's positive operating result for 2021 was achieved in spite of economic headwinds caused by the continuing Covid-19 pandemic. Consolidated revenues declined by ₱121.8 million (9%), from ₱1,418.6 million in the first quarter of 2020 to ₱1,296.8 million in the current period.

The effects of the Covid-19 pandemic began in early 2020 with declining tourist arrivals prior to the implementation of the community quarantines nationwide, and was compounded by the temporary suspension of gaming operations at City of Dreams Manila on March 16, 2020 in compliance with government initiatives to contain the virus. The share in the gaming revenues at City of Dreams Manila ("CODM") of Belle's subsidiary Premium Leisure Corporation ("PLC") declined by ₱14.0 million (3%), from ₱445.0 million in 2020 to ₱431.0 million in 2021, as gaming operations continued to be substantially limited during the first quarter of 2021.

The pandemic also caused weak results at Pacific Online Systems Corporation (“Pacific Online”), which leases online betting equipment to the Philippine Charity Sweepstakes Office (“PCSO”) for their lottery and keno operations. Pacific Online, which is 50.1%-owned by PLC, posted a ₱57.3 million (32%) decrease in revenues, from ₱180.1 million for the 2020 period to ₱122.8 million for the 2021 period.

Belle’s real estate operations recorded a ₱50.6 million (6%) decrease in revenues, to ₱742.9 million in the first quarter of 2021 from ₱793.5 million in the first quarter of 2020. Of real estate revenues in the first quarter of 2021, ₱593.5 million came from Belle’s lease of the land and buildings comprising City of Dreams Manila to Melco Resorts and Entertainment (Philippines) Corporation (“MRP”), which amount was ₱72.3 million (11%) lower than revenues therefrom of ₱665.8 million in the first quarter of 2020. Belle’s real estate sales and property management activities at its Tagaytay Highlands complex contributed revenues of ₱149.4 million in the first quarter of 2021, which were ₱21.8 million (16%) higher than revenues of ₱127.6 million in the first quarter of 2020.

Revenues

Total consolidated revenues of ₱1,296.8 million for the three months ended March 31, 2021 were lower by ₱121.8 million (9%), compared to ₱1,418.6 million for the three months ended March 31, 2020. Revenue from the share of PLC in gaming earnings of CODM decreased by ₱14.0 million (3%), from ₱445.0 million for the 2020 period to ₱431.0 million for the current period. Revenues of Pacific Online decreased by ₱57.3 million (32%), from ₱180.1 million in the 2020 period to ₱122.8 million in the current period, and revenues from real estate development and management activities increased by ₱21.8 million (16%), from ₱127.6 million in the 2020 period to ₱149.4 million in the current period.

Costs of Lottery Services

Costs of lottery services at Pacific Online decreased by ₱67.3 million (38%), to ₱107.6 million in the current period from ₱174.9 million in the 2020 period, mainly due to the sale of Pacific Online’s subsidiary and retail arm, Lucky Circle Corporation, in February 2020.

Costs of Real Estate sold

Costs of real estate sold increased by ₱28.3 million (108%) to ₱54.5 million in the current period, from ₱26.2 million in the 2020 period, due to the higher revenue therefrom recognized during the period.

Costs of Property Management Services

Costs of property management services increased by ₱6.8 million (24%), to ₱35.5 million for the current period, from ₱28.7 million for the 2020 period, due to higher utilities consumed.

General and Administrative Expenses

General and administrative expenses increased by ₱13.4 million (3%), to ₱399.1 million for the current period from ₱385.7 million for the 2020 period, due to higher depreciation expenses. Without the increase in depreciation expenses, general and administrative expenses would have actually decreased by ₱9.5 million (5%) because of cost saving measures being applied by the Company.

Financial Income (Expense)

Interest expense and other finance charges decreased by ₱3.7 million (4%) to ₱81.6 million for the current period, from ₱85.3 million for the 2020 period. The lower interest expense was due to lower interest rates on the Company’s loans. As of March 31, 2021, the Company’s total debt stood at ₱7,495.0 million, compared to ₱7,019.7 million as of March 31, 2020. Interest income decreased by ₱12.7 million (66%), to ₱6.4 million in the current period from ₱19.2 million in the 2020 period, due to lower average yields on investments.

Provision for Income Taxes

The Company’s consolidated provision for income taxes decreased by ₱529.9 million (540%) during the first quarter of 2021, due to a nonrecurring tax adjustment of ₱495.0 million, resulting from the delayed implementation of the CREATE Bill, which lowered the marginal tax rate from 30% to 25% effective July

2020 (but was only passed in 2021), as well as lower current income taxes by ₱88.0 million (93%) from ₱95.0 million in the 2020 period to ₱7.0 million in the current period.

Net Income

As a result of the foregoing, the Company realized consolidated net income of ₱797.4 million for the three months ended March 31, 2021, which was higher by ₱346.3 million (77%) compared to the consolidated net income of ₱451.1 million for the three months ended March 31, 2020.

**March 31, 2021 (Unaudited) vs December 31, 2020 (Audited) Statement of Financial Position
(in thousands)**

	As of Mar 31		As of Dec 31		Horizontal Analysis		Vertical Analysis	
		2021	2020		Inc (Dec)	%	2021	2020
ASSETS								
Current Assets								
Cash and cash equivalents	P	2,919,271	P	2,592,070	327,201	13%	6%	5%
Financial assets at fair value through profit or loss		80,678		84,261	(3,583)	-4%	0%	0%
Receivables		4,870,270		5,034,824	(164,554)	-3%	10%	10%
Contract assets		269,106		39,903	229,203	574%	1%	0%
Real estate for sale		469,661		470,609	(948)	0%	1%	1%
Land held for future development		3,019,360		3,013,950	5,410	0%	6%	6%
Other current assets		2,046,578		1,872,788	173,790	9%	4%	4%
		13,674,924		13,108,405	566,519	4%	27%	26%
Noncurrent Assets								
Contract assets - net of noncurrent portion		357,002		315,902	41,100	13%	1%	1%
Financial assets at fair value through other comprehensive income		4,551,609		4,789,847	(238,238)	-5%	9%	10%
Intangible asset		4,320,413		4,349,372	(28,959)	-1%	9%	9%
Investment properties		25,153,200		25,437,299	(284,099)	-1%	50%	51%
Goodwill		926,008		926,008	-	0%	2%	2%
Property and equipment		125,587		143,911	(18,324)	-13%	0%	0%
Investments in and advances to associates - net		77,933		75,428	2,505	3%	0%	0%
Pension asset		-		14,012	(14,012)	-100%	0%	0%
Deferred tax asset		82,415		82,415	-	0%	0%	0%
Right of Use		46,947		71,732	(24,785)	-35%	0%	0%
Other noncurrent assets		689,346		641,649	47,697	7%	1%	1%
		36,330,460		36,847,575	(517,115)	-1%	73%	74%
TOTAL ASSET	P	50,005,384	P	49,955,980	49,404	0%	100%	100%
LIABILITIES AND EQUITY								
Current Liabilities								
Trade and other current liabilities	P	1,855,815	P	2,338,806	(482,991)	-21%	4%	5%
Loans payable		2,595,017		2,525,017	70,000	3%	5%	5%
Income tax payable		6		6	-	0%	0%	0%
Current portion of:								
Long-term debt		10,000		121,111	(111,111)	-92%	0%	0%
Lease Liability - current		212,991		148,613	64,378	43%	0%	0%
		4,673,829		5,133,553	(459,724)	-9%	9%	10%
Noncurrent portion of:								
Long-term debt		4,890,000		4,445,556	444,444	10%	10%	9%
Lease Liability - noncurrent		6,613,367		6,538,881	74,486	1%	13%	13%
Pension liability		48,124		59,291	(11,167)	-19%	0%	0%
Deferred tax liabilities		2,529,994		2,968,910	(438,916)	-15%	5%	6%
Other noncurrent liability		249,219		375,672	(126,453)	-34%	0%	1%
		14,330,704		14,388,310	(57,606)	0%	29%	29%
TOTAL LIABILITIES		19,004,533		19,521,863	(517,330)	-3%	38%	39%
Equity								
Attributable to equity holders of parent:								
Common stock		10,561,000		10,561,000	-	0%	21%	21%
Additional paid-in capital		5,503,731		5,503,731	-	0%	11%	11%
Treasury stock		(2,476,700)		(2,476,700)	-	0%	-5%	-5%
Equity share in cost of Parent Company shares held by associates		(2,501)		(2,501)	-	0%	0%	0%
Cost of Parent Company common and preferred shares held by subsidiaries		(1,464,322)		(1,464,322)	-	0%	-3%	-3%
Unrealized gain on financial assets at fair value through other comprehensive income		382,634		616,228	(233,594)	-38%	1%	1%
Other reserves		3,059,708		3,059,708	-	0%	6%	6%
Excess of net asset value of an investment over cost		252,040		252,040	-	0%	1%	1%
Retained Earnings		12,327,625		11,580,786	746,839	6%	25%	23%
Total equity attributable to equity holders of the Parent		28,143,215		27,629,970	513,245	2%	56%	55%
Non-controlling interests		2,857,636		2,804,147	53,489	2%	6%	6%
TOTAL EQUITY		31,000,851		30,434,117	566,734	2%	62%	61%
TOTAL LIABILITIES AND EQUITY	P	50,005,384	P	49,955,980	49,404	0%	100%	100%

ASSETS

Total assets of the Company increased by ₱49.4 million (0.1%) to ₱50,005.4 million as of March 31, 2021, from ₱49,956.0 million as of December 31, 2020.

Cash and Cash equivalents

Cash and cash equivalents increased by ₱327.2 million (13%), to ₱2,919.3 million as of March 31, 2021 from ₱2,592.1 million as of December 31, 2020, due mainly to revenue collections net of payments of expenses for the period.

Financials Assets at Fair Value through Profit or Loss (“FVTPL”)

The Company's FVTPL decreased by ₱3.6 million (4%), to ₱80.7 million as of March 31, 2021, from ₱84.3 million as of December 31, 2020, due to the decline in market value of listed shares held by Pacific Online.

Receivables and Contract Assets

Receivables and Contract Assets increased by ₱105.8 million (2%) to ₱5,496.4 million as of March 31, 2021 from ₱5,390.6 million as of December 31, 2020. The increase was due to an increase of ₱229.2 million in the Company's contract assets, from ₱39.9 million as of December 31, 2020 to ₱269.1 million as of March 31, 2021.

Financials Assets at Fair Value through Other Comprehensive Income (“FVOCI”)

The Company's FVOCI decreased by ₱238.2 million (5%), to ₱4,551.6 million as of March 31, 2021 from ₱4,789.8 million as of December 31, 2020, due to decreases in market values of its investments. As at March 31, 2021, the Company's FVOCI consists of investments in SM Prime Holdings, Inc., SM Investments Corporation, and club shares of Tagaytay Highlands International Golf Club, Inc., Tagaytay Midlands International Golf Club, Inc., The Country Club at Tagaytay Highlands, Inc. and The Spa and Lodge at Tagaytay Highlands, Inc.

Intangible Asset

This pertains to the cost of the PAGCOR License to operate integrated resorts that was granted by PAGCOR to PLAI. Belle and MRP are Co-Licensees under PLAI's PAGCOR License. Amortization of the intangible asset on the License started on December 14, 2014, which is the effectivity date of the Notice to Commence Casino Operations granted by PAGCOR. Amortization expense for the three months ended March 31, 2021 amounted to ₱29.0 million.

Investment Properties

This account consists mainly of the carrying value of the CODM land and building in PAGCOR Entertainment City in Paranaque. The ₱284.1 million decrease during the first three months of 2021 is due to depreciation expense on the CODM building.

Right-of-Use Assets

Right-of-use assets (or “ROU Assets”) represent a lessee's right to to operate, hold, or occupy leased property or equipment during the lease term. The ₱24.8 million decrease during the first three months of 2021 is due to the amortization of ROU Assets for this period.

Goodwill

The Company's goodwill amounted to ₱926.0 million as of both March 31, 2021 and December 31, 2020, as a result of consolidating Pacific Online.

Other Assets

Other assets increased by ₱221.5 million (9%), to ₱2,735.9 million as of March 31, 2021 from ₱2,514.4 million as of December 31, 2020, mainly due to higher prepaid expenses.

LIABILITIES

Total liabilities decreased by ₱517.3 million (3%), to ₱19,004.5 million as of March 31, 2021, from ₱19,521.9 million as of December 31, 2020, due mainly to payments of trade and other current liabilities, and adjustments in deferred tax liabilities of the Company due to the CREATE Bill, offset by the increase in the Company's long-term debt.

Trade and Other Current Liabilities

Trade and other current liabilities decreased by ₱483.0 million (21%) to ₱1,855.8 million as of March 31, 2021 from ₱2,338.8 million as of December 31, 2020, due payments to suppliers during the period.

Loans Payable and Long-Term Debt

Total consolidated debt, amounting to ₱7,495.0 million as of March 31, 2021 consists of Peso-denominated borrowings of Belle from various local financial institutions, with an average interest rate of approximately 4.32% per annum during the first quarter of 2021. The outstanding amount of total debt increased by ₱403.3 million (6%), from ₱7,091.7 million as of December 31, 2020, due to net additional borrowings during the period.

EQUITY

The Company's shareholders' equity as of March 31, 2021 of ₱31,000.9 million was higher by about ₱566.8 million (2%), compared to its shareholders' equity of ₱30,434.1 million as of December 31, 2020, due to the Company's net income of ₱797.4 million for the three months ended March 31, 2021, offset by the decrease in market value of FVOCI of ₱223.6 million.

Below are the comparative key performance indicators of the Company and its subsidiaries:

	Manner by which the Company calculates the key performance indicators	31 March 2020 (unaudited)	31 March 2020 (unaudited)	31 December 2020 (audited)
Asset to equity ratio	Total assets over equity	1.61 : 1.00	1.42 : 1.00	1.64: 1.00
Current or Liquidity ratio	Current assets over current liabilities	2.93 : 1.00	2.12 : 1.00	2.55: 1.00
Debt-to-equity ratio	Interest-bearing debt over equity	0.24 : 1.00	0.20 : 1.00	0.23: 1.00
Net debt-to-equity ratio	Interest-bearing debt less cash and cash equivalents	0.15 : 1.00	0.11 : 1.00	0.15: 1.00
Interest rate coverage ratio	EBIT over interest expense	5.40 :1.00	8.12 :1.00	2.90:1.00
Return on assets	Annualized net income over average total assets during the period	6.4%	5.3%	1.9%
Return on equity	Annualized net income over average equity during the period	10.4%	7.5%	2.9%

The above performance indicators are calculated as follows:

Current Ratio

$$\frac{\text{Current Assets}}{\text{Current Liabilities}}$$

Debt to Equity Ratio

$$\frac{\text{Interest-bearing debt}}{\text{Total Equity}}$$

Asset-to-equity Ratio	$\frac{\text{Total Assets}}{\text{Total Equity}}$
Return on Equity	$\frac{\text{Net Income}}{\text{Average equity during the period}}$
Return on Assets	$\frac{\text{Net Income}}{\text{Average assets during the period}}$
Interest Coverage Ratio	$\frac{\text{Income Before Interest \& Tax}}{\text{Interest Expense}}$
Net debt-to-equity ratio	$\frac{\text{Interest-bearing debt less cash and cash equivalents}}{\text{Total Equity}}$

The Company does not foresee any cash flow or liquidity problems over the next twelve months. As of March 31, 2021, consolidated total debt of the Company of ₱7,495.0 million was comprised of borrowings from renewable short-term bank lines of ₱2,595.0 million and amortizing term loans from banks of ₱4,900.0 million. Belle has real estate projects, lease agreements and investments from which it expects to generate cash flow sufficient for its foreseeable requirements. Meanwhile, the Company continues to be in compliance with the terms of all of its debt obligations.

As of March 31, 2021, except for what has been noted in the preceding, there were no material events or uncertainties known to management that has a material impact on past performance, or that would have a material impact on the future operations, in respect of the following:

- Any Known Trends, Events or Uncertainties (Material Impact on Liquidity) Material commitments for capital expenditures that are reasonably expected to have a material impact on the Company's short-term or long-term liquidity;
- Events that will trigger direct or contingent financial obligation that is material to the company, including any default or acceleration of an obligation.
- All material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the company with unconsolidated entities or other persons created during the reporting period.
- Description of any material commitments for capital expenditures, general purpose of such commitments, expected sources of funds for such expenditures:
- Any Known Trends, Events or Uncertainties (Material Impact on Sales)
- Any Significant Elements of Income or Loss (from continuing operations)

PART II - OTHER INFORMATION

Financial Risk Management Objectives and Policies

The Company's principal financial liabilities are composed of trade and other current liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal assets include cash and cash equivalents, receivables and installment receivables. The Company also holds financial assets at FVTPL, financial assets at FVOCI, deposits, refundable deposits and construction bonds, guarantee deposits, loan payable, long-term debt, lease liability, and obligations under finance lease.

The main risks arising from the Company's financial assets and financial liabilities are interest rate risk, foreign currency risk, equity price risk, credit risk and liquidity risk. The Company's BOD and management review and agree on the policies for managing each of these risks and these are summarized below.

Interest Rate Risk. Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial assets and financial liabilities. The Company's exposure to interest rate risk relates primarily to the Company's long-term debt which is subject to cash flow interest rate risk.

The Company's policy is to manage its interest cost by limiting its borrowings and entering only into borrowings at fixed and variable interest rates.

Foreign Currency Risk. Foreign currency risk is the risk that the fair value or future cash flows of financial asset or financial liability will fluctuate due to changes in foreign exchange rates.

It is the Company's policy to ensure that capabilities exist for active but conservative management of its foreign currency risk. The Company seeks to mitigate its transactional currency exposure by maintaining its costs at consistently low levels, regardless of any upward or downward movement in the foreign currency exchange rate.

Equity Price Risk. Equity price risk is the risk that the fair value of quoted investments held for trading and financial assets at FVOCI in listed equities decreases as a result of changes in the value of individual stock. The Company's exposure to equity price risk relates primarily to the Company's investments held for trading. The Company monitors the equity investments based on market expectations. Significant movements within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the BOD.

Credit Risk. Credit risk is the risk that the Company will incur a loss because its customers or counterparties fail to discharge their contractual obligations. It is the Company'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 Company's exposure to bad debts is not significant. The Company does not offer credit terms without the specific approval of the management. There is no significant concentration of credit risk.

In the Company's real estate business, title to the property is transferred only upon full payment of the purchase price. There are also provisions in the sales contract which allow forfeiture of installments/deposits made by the customer in favor of the Company and retain ownership of the property. The Company has the right to sell, assign or transfer to third party and any interest under sales contract, including its related receivables from the customers. The Company's primary target customers are high-income individuals and top corporations in the Philippines and overseas. These measures minimize the credit risk exposure or any margin loss from possible default in the payments of installments.

Trade receivables from sale of real estate units are secured with pre-completed property units. The legal title and ownership of these units will only be transferred to the customers upon full payment of the contract price. Receivables from sale of club shares are secured by the shares held by the Company. For other

receivables, since the Company trades only with recognized third parties, there is no requirement for collateral.

With respect to credit risk arising from the financial assets of the Company, which comprise of cash and cash equivalents, investments held for trading, receivables, finance lease receivables, advances to associates, financial assets at FVOCI, deposits, refundable deposits and construction bonds and guarantee bonds, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying value of these financial assets.

Liquidity Risk. Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Company seeks to manage its liquidity profile to be able to finance its capital expenditures and service its maturing debts. The Company's objective is to maintain a balance between continuity of funding and flexibility through valuation of projected and actual cash flow information. The Company considers obtaining borrowings as the need arises.

Fair Value of Financial Assets and Financial Liabilities

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;
- Level 2: other techniques for which all inputs which have significant effect on the recorded fair value are observable, either directly or indirectly; and,
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

Set out below is a comparison by category and by class of carrying values and fair values of all the Company's financial assets and liabilities:

	March 31, 2021		December 31, 2020	
	(Unaudited)		(Audited)	
	<u>Carrying value</u>	<u>Fair Value</u>	<u>Carrying value</u>	<u>Fair Value</u>
<i>Financial assets measured at fair value</i>				
Through profit or loss	80,678	80,678	84,261	84,261
Through other comprehensive income	4,551,609	4,551,609	4,789,847	4,789,847
<i>Financial assets for which fair value is disclosed</i>	25,153,200	43,122,721.82	25,437,299	43,609,782
<i>Financial liabilities for which fair value is disclosed</i>				
Refundable deposit	65,409,261	42,368,673	64,904,390	46,901,956
Long term debt	4,900,000	5,091,933	4,566,667	4,946,284
Lease liability	6,793,945	6,793,945	6,696,360	7,243,504

Fair value is defined as the amount at which the financial assets and financial liabilities could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced liquidation or sale. Fair values are obtained from quoted market prices, discounted cash flow models and other valuation models, as appropriate.

The following methods and assumptions are used to estimate the fair value of each class of financial assets and financial liabilities:

Cash and Cash Equivalents, Advances to Associates, Receivables, Loans Payable and Trade and Other Current Liabilities and Installment Payable. The carrying values of these financial assets approximate their fair values due to the relatively short-term maturities of these financial assets and financial liabilities.

Financial Assets at FVTPL and Financial Assets at FVOCI. The fair values of Financials Assets at FVTPL and financial assets at FVOCI in quoted equity shares are based on quoted prices in the PSE or those share whose prices are readily available from brokers or other regulatory agency as at reporting date. There are no quoted market prices for the unlisted shares, and there are no reliable sources of their fair values, therefore, these are carried at cost net of any impairment loss.

Long-term Debt. The fair value of long-term loans payable is determined by discounting the obligations' expected future cash flows using prevailing interest rates as at reporting dates.

Lease Liabilities. The fair value is based on the discounted value of expected future cash flows using the applicable interest rate for similar types of instruments.

Determination of Fair Value and Fair Value Hierarchy

The Company has Investments held at FVTPL and at FVOCI in quoted equity securities recorded at Level 1 fair value. These are the only financial assets and financial liabilities carried at fair value.

Other Required Disclosures

- A.) The attached interim financial reports were prepared in compliance with Philippine Financial Reporting Standards (PFRS). The accounting policies and methods of computation followed in these interim financial statements are the same compared with the audited financial statements for the period ended December 31, 2020.

The Company continues to assess the impact of the above new, amended and improved accountings standards effective subsequent to December 31, 2020 on its consolidated financial statements in the period of initial application. Additional disclosures required by these amendments will be included in the Company's consolidated financial statements when these amendments are adopted.

- B.) Impact of Covid-19 to Belle's business and operations.


The Covid-19 continues to impact on the Company's business units, especially on the gaming-related businesses due to the limited capacity and temporary business suspensions imposed by the appropriate regulatory bodies in line with the country's efforts to contain the spread of the pandemic.

- C.) There were no material changes in estimates of amounts reported in prior periods that have material effects in the current interim period.
- D.) Except as disclosed in the MD&A, there were no other issuances, repurchases and repayments of debt and equity securities.
- E.) There were no material events subsequent to March 31, 2021 up to the date of this report that needs disclosure herein.
- F.) There were no changes in contingent liabilities or contingent assets since March 31, 2021.
- G.) There exist no material contingencies affecting the current interim period.

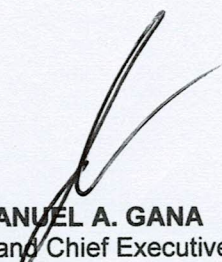
SIGNATURES

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.

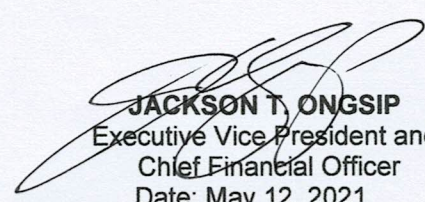
Issuer: **BELLE CORPORATION**



WILLY N. OCIER
Vice Chairman
Date: May 12, 2021



MANUEL A. GANA
President and Chief Executive Officer
Date: May 12, 2021



JACKSON T. ONGSIP
Executive Vice President and
Chief Financial Officer
Date: May 12, 2021

BELLE CORPORATION AND SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Amounts in Thousands)

	Unaudited As of Mar 31 2021	Audited As of Dec 31 2020
ASSETS		
Current Assets		
Cash and cash equivalents	P 2,919,271	P 2,592,070
Financial assets at fair value through profit or loss	80,678	84,261
Receivables	4,870,270	5,034,824
Contract assets	269,106	39,903
Real estate for sale	469,661	470,609
Land held for future development	3,019,360	3,013,950
Other current assets	2,046,578	1,872,788
	13,674,924	13,108,405
Noncurrent Assets		
Contract assets - net of noncurrent portion	357,002	315,902
Financial assets at fair value through other comprehensive income	4,551,609	4,789,847
Intangible asset	4,320,413	4,349,372
Investment properties	25,153,200	25,437,299
Goodwill	926,008	926,008
Property and equipment	125,587	143,911
Investments in and advances to associates - net	77,933	75,428
Pension asset	-	14,012
Deferred tax asset	82,415	82,415
Right of Use	46,947	71,732
Other noncurrent assets	689,346	641,649
	36,330,460	36,847,575
TOTAL ASSET	P 50,005,384	P 49,955,980
LIABILITIES AND EQUITY		
Current Liabilities		
Trade and other current liabilities	P 1,855,815	P 2,338,806
Loans payable	2,595,017	2,525,017
Income tax payable	6	6
Current portion of:		
Long-term debt	10,000	121,111
Lease Liability - current	212,991	148,613
	4,673,829	5,133,553
Noncurrent portion of:		
Long-term debt	4,890,000	4,445,556
Lease Liability - noncurrent	6,613,367	6,538,881
Pension liability	48,124	59,291
Deferred tax liabilities	2,529,994	2,968,910
Other noncurrent liability	249,219	375,672
	14,330,704	14,388,310
TOTAL LIABILITIES	19,004,533	19,521,863
Equity		
Attributable to equity holders of parent:		
Common stock	10,561,000	10,561,000
Additional paid-in capital	5,503,731	5,503,731
Treasury stock	(2,476,700)	(2,476,700)
Equity share in cost of Parent Company shares held by associates	(2,501)	(2,501)
Cost of Parent Company common and preferred shares held by subsidiaries	(1,464,322)	(1,464,322)
Unrealized gain on financial assets at fair value through other comprehensive income	382,634	616,228
Other reserves	3,059,708	3,059,708
Excess of net asset value of an investment over cost	252,040	252,040
Retained Earnings	12,327,625	11,580,786
Total equity attributable to equity holders of the Parent	28,143,215	27,629,970
Non-controlling interests	2,857,636	2,804,147
TOTAL EQUITY	31,000,851	30,434,117
TOTAL LIABILITIES AND EQUITY	P 50,005,384	P 49,955,980

BELLE CORPORATION AND SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENTS COMPREHENSIVE INCOME

(Amounts in Thousands)

	For the 3 Months Ended March 31	
	2021	2020
REVENUE		
Gaming revenue share	P 431,051	P 445,037
Lease income - Building	549,658	618,105
Equipment rental, distribution and commission (POSC)	122,816	180,108
Sale of real estate	74,596	50,497
Lease income	43,834	47,702
Revenue from property management	45,714	43,381
Others	29,112	33,790
TOTAL REVENUES	1,296,781	1,418,620
COST OF GAMING OPERATIONS	(4,232)	(4,268)
COST OF LEASE INCOME	(257,533)	(195,185)
COST OF LOTTERY SERVICES	(107,625)	(174,895)
COST OF REAL ESTATE SOLD	(54,536)	(26,202)
COST OF PROPERTY MANAGEMENT SERVICES	(35,503)	(28,692)
GENERAL AND ADMINISTRATIVE EXPENSES	(399,120)	(385,689)
TOTAL COSTS AND EXPENSES	(858,549)	(814,931)
INCOME FROM OPERATIONS	438,232	603,689
UNREALIZED GAIN ON FINANCIAL ASSET		
AT FAIR VALUE THROUGH PROFIT OR LOSS	(3,582)	(14,225)
INTEREST EXPENSE AND OTHER FINANCE CHARGES	(81,637)	(85,357)
INTEREST INCOME	6,449	19,190
DIVIDEND INCOME	-	10,355
NET FOREIGN EXCHANGE LOSS	-	8
OTHER INCOME (CHARGES)	6,092	15,534
INCOME BEFORE INCOME TAX	365,554	549,194
PROVISION FOR INCOME TAXES		
Current	7,044	95,052
Deferred	(438,916)	3,009
	(431,872)	98,061
NET INCOME	P 797,426	P 451,133
OTHER COMPREHENSIVE INCOME	-	-
Unrealized gain on financial asset at fair value through OCI	233,034	(335,005)
Other reserves	(10,537)	(11,036)
	222,497	(346,041)
TOTAL COMPREHENSIVE INCOME	P 1,019,923	P 105,092
Net profit attributable to:		
Equity holders of the parent	P 744,080	P 402,199
Non-Controlling Interests	53,346	48,934
	P 797,426	P 451,133
Total comprehensive income attributable to:		
Equity holders of the parent	P 464,855	P (528,175)
Non-Controlling Interests	555,068	633,267
	P 1,019,923	P 105,092
Basic Earnings Per Share	P 0.33	P 0.18

BELLE CORPORATION AND SUBSIDIARIES
UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	For First Quarter Ended March 31	
	2021	2020
Paid up capital		
Common Stock	<i>(Amounts in Thousands)</i>	
Balance at beginning and end of period	₱ 10,561,000	₱ 10,561,000
Additional Paid In Capital		
Balance at beginning and end of period	5,503,731	5,503,731
Treasury shares		
Balance at beginning and end of period	(2,476,700)	(2,476,700)
	13,588,031	13,588,031
Retained Earnings		
Unappropriated		
Balance at beginning of year	11,580,786	11,707,576
Net income	744,080	527,834
Changes in value of AFS	2,759	-
Dividends declared	-	(1,133,061)
Balance at end of period	12,327,625	11,102,349
Equity share in Cost of Parent Company Shares Held by Associates		
Balance at beginning and end of period	(2,501)	(2,501)
Cost of Parent Company Common Shares Held by Subsidiaries		
Balance at beginning and end of period	(1,464,322)	(1,493,752)
Excess of Acquisition Cost over Net Assets of Acquired Subsidiaries		
Balance at beginning and end of period	252,040	252,040
Other Reserves		
Unrealized Gain on Financial Assets at Fair Value Through OCI - net		
Balance at beginning of year	616,228	1,334,901
Adjustments	(233,594)	(901,775)
Balance at end of period	382,634	433,126
Share in Unrealized Gain on Financial Assets at Fair Value Through OCI of Associates		
Balance at beginning and end of period	14,061	14,061
Remeasurement of Pension Income (Expense)		
Balance at beginning and end of period	1,519	(13,707)
Transactions with Noncontrolling Interests		
Balance at beginning and end of period	3,044,128	3,044,128
Non-controlling Interests		
Balance at beginning of year	2,804,147	3,430,612
Net income	53,348	48,934
Acquisition of shares	-	(191,000)
Other comprehensive income	141	(67,648)
Dividends declared	-	(298,169)
Balance at end of period	2,857,636	2,922,729
	₱ 31,000,851	₱ 29,846,504

BELLE CORPORATION AND SUBSIDIARIES
UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Amounts in Thousands)

	For the Three-Month Period Ended March 31	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	₱365,554	₱549,194
Adjustments for:		
Depreciation and amortization	249,599	246,566
Interest expense	81,637	85,357
Interest income	(6,449)	(19,190)
Amortization of discount on trade receivables	(15,689)	(17,400)
Unrealized mark-to-market gain on financial asset at FVTPL	3,582	14,225
Unrealized mark-to-market gain on financial asset at FVOCI	2,759	-
Dividend income	-	(10,355)
Pension cost	2,845	8,565
Unrealized forex loss	-	(8)
Working capital adjustments:		
Decrease (increase) in:		
Receivables	(90,060)	(232,023)
Real estate for sale	(4,462)	(27,117)
Other assets	(231,036)	(78,098)
Increase (decrease) in trade and other current liabilities	(358,609)	192,377
Net cash generated from operations	(329)	712,093
Interest received	6,449	19,190
Net cash provided by (used in) operating activities	6,120	731,283
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisitions of property and equipment	(5,400)	(25,538)
Proceeds from sale of financial asset at FVTPL	-	50,001
Dividends received	-	10,355
Proceeds from disposal of financial asset at FVOCI	4,785	8,001
Net cash used in investing activities	(615)	42,819
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments (proceeds) of:		
Long-term debt and loans payable	403,333	(548,616)
Interest	(81,637)	(85,357)
Dividends paid	-	(1,431,230)
Acquisition of treasury shares of subsidiaries	-	(191,000)
Net cash used in financing activities	321,696	(2,256,203)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENT		
	-	8
NET DECREASE IN CASH AND CASH EQUIVALENTS	327,201	(1,482,093)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	2,592,070	4,104,674
CASH AND CASH EQUIVALENTS AT END OF YEAR	₱2,919,271	₱2,622,581

Belle Corporation and Subsidiaries
Aging of receivables
March 31, 2021

Project	Gross Current (a)	Gross Noncurrent (b)	Grand Total
Real Estate:			
Alta Mira	247,672	10,246,547	10,494,219
The Country Club at Tagaytay Highlands	-	576,333	576,333
Cotswold	5,377,621	9,993,392	15,371,014
Fairfield	(1,813,929)	53,921,195	52,107,266
Katsura	(3,501,416)	55,603,912	52,102,496
Kew Gardens	214,261	1,391,823	1,606,084
Nob Hill	(13,177,278)	210,798,627	197,621,349
The Parks	877,058	22,204,895	23,081,953
Lakeview Heights	-	6,992,534	6,992,534
Pinecrest	-	11,198,851	11,198,851
Sycamore	21,690,506	621,519,035	643,209,541
Terrazas De Alava	365,831	5,588,488	5,954,319
Tivoli Place	3,287,707	10,791,101	14,078,809
Tagaytay Midlands Golf Club, Inc.	-	10,847,880	10,847,880
The Verandas	2,403,761	14,163,026	16,566,788
Yume	(30,303,654)	42,939,974	12,636,320
Lease (straight-line accounting)	3,438,734,485	-	3,438,734,485
Equipment rental and scratch ticket sales	118,937,909	-	118,937,909
Gaming income share	416,325,982	-	416,325,982
Other nontrade receivable	447,933,436	-	447,933,436
Grand Total	4,407,599,952	1,088,777,614	5,496,377,567

5,496,377,567

(a) Collectible within 1 year

(b) Collectible for more than 1 year

Segment Information

The primary segment reporting format is presented based on business segments in which the Company's risks and rates of return are affected predominantly by differences in the products and services provided. Thus, the operating businesses are organized and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets.

The Company is primarily in the businesses of real estate development, property management and gaming and gaming-related activities. Others pertain to investment companies which are mostly dormant.

Segment assets include all operating assets used by a segment and consist principally of operating cash and cash equivalents, receivables, finance lease receivables, real estate for sale, land held for future development, investment properties, property and equipment and right of use assets net of accumulated depreciation and impairment. Segment liabilities include all operating liabilities and consist principally of accounts payable and other liabilities. Segment assets and liabilities do not include deferred income taxes, investments and advances and borrowings.

Segment revenue, segment expenses and segment performance include transfers among business segments. The transfers, if any, are accounted for at competitive market prices charged to unaffiliated customers for similar products. Such transfers are eliminated in consolidation.

The amounts of segment assets and liabilities and segment profit or loss are based on measurement principles that are similar to those used in measuring assets and liabilities and profit or loss in the unaudited interim condensed consolidated financial statements, which are in accordance with PFRS.

Financial information about the Company's business segments are shown below:

	March 31, 2021 (Unaudited)				
	Real Estate Development and Property Management	Gaming and Gaming Related Activities	Others	Eliminations/ Adjustments	Consolidated
	<i>(In Thousands)</i>				
Earnings Information					
Revenue	₱756,414	₱582,743	₱-	(₱42,376)	₱1,296,781
Costs and expenses	(619,263)	(283,613)	(58)	44,385	(858,549)
Interest expense	(110,194)	(319)	-	28,876	(81,637)
Interest income	268	6,181	-	-	6,449
Other income (loss)	605	1,905	-	-	2,510
Provision for income tax	435,249	(3,377)	-	-	431,872
Net profit for the year	463,079	303,520	(58)	30,885	797,426
Net profit attributable to equity holders of the parent	463,079	310,025	(58)	(28,966)	744,080
	March 31, 2020 (Unaudited)				
	<i>(In Thousands)</i>				
Earnings Information					
Revenue	₱806,975	₱675,414	₱-	(₱53,414)	₱1,428,975
Costs and expenses	(497,325)	(361,612)	(165)	44,171	(814,931)
Interest expense	(122,931)	(2,340)	-	39,914	(85,357)
Interest income	2,021	17,168	1	-	19,190
Other income (loss)	1,042	275	-	-	1,317
Provision for income tax	(93,120)	(4,941)	-	-	(98,061)
Net profit for the year	96,662	323,964	(164)	30,671	451,133
Net profit attributable to equity holders of the parent	1,547,884	338,396	(164)	(1,483,917)	402,199

The following illustrate the reconciliations of reportable segment revenues and net profit to the Company's corresponding amounts:

	March 31, 2021	March 31, 2020
	(Unaudited)	(Unaudited)
	<i>(in thousands)</i>	
Revenues		
Total revenue for reportable segments	₱1,339,157	₱1,482,389
Elimination for intercompany revenue	(42,376)	(53,414)
Total consolidated revenues	₱1,296,781	₱1,428,975
Net Profit for the Year		
Total profit for reportable segments	₱766,541	₱420,462
Elimination for intercompany profits	30,885	30,671
Consolidated net profit	₱797,426	₱451,133

The Parent Company's Executive Committee, the chief operating decision maker of the Company, monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the unaudited interim condensed consolidated financial statements. However, financing (including interest expense and interest income) and income taxes are managed as a whole and are not allocated to operating segments. Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

Disclosure of the geographical information regarding the Company's revenues from external customers and total assets have not been provided since all of the Company's consolidated revenues are derived from operations within the Philippines.