

**From:** Philippine Stock Exchange <[no-reply@pse.com.ph](mailto:no-reply@pse.com.ph)>  
**Date:** April 24, 2023 at 4:31:01 PM GMT+8  
**Subject:** Quarterly Report

Dear Sir/Madam:

Your disclosure was approved as Company Report. Details are as follows:

Company Name: Belle Corporation  
Reference Number: 0014442-2023  
Date and Time: Monday, April 24, 2023 16:30 PM  
Template Name: Quarterly Report  
Report Number: CR02858-2023

Best Regards,  
PSE EDGE

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The Philippine Stock Exchange, Inc., 6th to 10th Floors, PSE Tower, 5th Avenue corner 28th Street, Bonifacio Global City, Taguig City, Philippines 1634

# 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, 2023
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	9,696,464,297

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*

<b>For the period ended</b>	Mar 31, 2023
<b>Currency (indicate units, if applicable)</b>	PHP (in thousands)

### Balance Sheet

	Period Ended	Fiscal Year Ended (Audited)
	Mar 31, 2023	Dec 31, 2022
<b>Current Assets</b>	12,833,857	12,929,760
<b>Total Assets</b>	53,754,580	52,757,721
<b>Current Liabilities</b>	2,419,125	2,616,039
<b>Total Liabilities</b>	16,076,437	16,244,859
<b>Retained Earnings/(Deficit)</b>	13,441,716	13,501,329

Stockholders' Equity	37,678,143	36,512,862
Stockholders' Equity - Parent	35,227,663	33,858,904
Book Value per Share	3.89	3.74

#### Income Statement

	Current Year (3 Months)	Previous Year (3 Months)	Current Year-To-Date	Previous Year-To-Date
Gross Revenue	1,583,033	1,305,346	1,583,033	1,305,346
Gross Expense	785,485	680,055	785,485	680,055
Non-Operating Income	14,295	12,973	14,295	12,973
Non-Operating Expense	134,116	130,955	134,116	130,955
Income/(Loss) Before Tax	677,727	507,310	677,527	507,310
Income Tax Expense	28,526	30,732	28,526	30,732
Net Income/(Loss) After Tax	649,201	476,578	649,201	476,578
Net Income Attributable to Parent Equity Holder	521,526	414,177	521,526	414,177
Earnings/(Loss) Per Share (Basic)	0.27	0.18	0.27	0.18
Earnings/(Loss) Per Share (Diluted)	0.27	0.18	0.27	0.18

	Current Year (Trailing 12 months)	Previous Year (Trailing 12 months)
Earnings/(Loss) Per Share (Basic)	0.15	0.06
Earnings/(Loss) Per Share (Diluted)	0.15	0.06

#### Other Relevant Information

n/a

#### Filed on behalf by:

Name	Maria Neriza Banaria
Designation	Officer

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 2023**  
(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, 2023**
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**  
Province, Country or other jurisdiction of  
incorporation or organization
6. (SEC use only)  
Industry Classification Code:
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
<b>Common Stock, ₱1.00 par value</b>	9,696,464,297
	<b>Amount of Debt Outstanding</b> ₱5.4 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, 2023 and March 31, 2022;
- b.) Consolidated Statements of Financial Position as at March 31, 2023 (unaudited) and December 31, 2022 (audited);
- c.) Unaudited Consolidated Statements of Changes in Equity for the three months ended March 31, 2023 and March 31, 2022; and
- d.) Unaudited Consolidated Statements of Cash Flows for the three months ended March 31, 2023 and March 31, 2022.

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

### Results of Operations: Three Months ended March 31, 2023 vs Three Months ended March 30, 2022 (in thousands)

	For the period ended March		Horizontal Analysis		Vertical Analysis	
	2023	2022	Increase (Decrease)		2023	2022
<b>REVENUE</b>						
Lease income	P 500,910	P 564,414	(63,504)	-11%	32%	43%
Gaming revenue share	714,683	344,273	370,410	108%	45%	26%
Sale of real estate	130,446	233,920	(103,474)	-44%	8%	18%
Equipment rental (POSC)	179,188	104,107	75,081	72%	11%	8%
Revenue from property management	57,806	58,632	(826)	-1%	4%	4%
<b>TOTAL REVENUES</b>	<b>1,583,033</b>	<b>1,305,346</b>	<b>277,687</b>	<b>21%</b>	<b>100%</b>	<b>100%</b>
<b>GENERAL AND ADMINISTRATIVE EXPENSES</b>						
<b>COST OF LEASE INCOME</b>	<b>(436,815)</b>	<b>(306,262)</b>	<b>(130,553)</b>	<b>43%</b>	<b>-28%</b>	<b>-23%</b>
<b>COST OF REAL ESTATE SOLD</b>	<b>(164,036)</b>	<b>(142,326)</b>	<b>(21,710)</b>	<b>15%</b>	<b>-10%</b>	<b>-11%</b>
<b>COST OF LOTTERY SERVICES</b>	<b>(52,689)</b>	<b>(91,322)</b>	<b>38,633</b>	<b>-42%</b>	<b>-3%</b>	<b>-7%</b>
<b>COST OF GAMING OPERATIONS</b>	<b>(59,234)</b>	<b>(72,923)</b>	<b>13,689</b>	<b>-19%</b>	<b>-4%</b>	<b>-6%</b>
<b>COST OF PROPERTY MANAGEMENT SERVICES</b>	<b>(33,162)</b>	<b>(33,411)</b>	<b>249</b>	<b>-1%</b>	<b>-2%</b>	<b>-3%</b>
<b>TOTAL COSTS AND EXPENSES</b>	<b>(785,485)</b>	<b>(680,055)</b>	<b>(105,430)</b>	<b>16%</b>	<b>-50%</b>	<b>-52%</b>
<b>INCOME FROM OPERATIONS</b>	<b>797,548</b>	<b>625,291</b>	<b>383,117</b>	<b>61%</b>	<b>50%</b>	<b>48%</b>
<b>UNREALIZED GAIN ON FINANCIAL ASSET</b>						
AT FAIR VALUE THROUGH PROFIT OR LOSS	(1,470)	94	(1,564)	-1664%	0%	0%
<b>INTEREST EXPENSE AND OTHER FINANCE CHARGES</b>	<b>(132,646)</b>	<b>(130,955)</b>	<b>(1,691)</b>	<b>1%</b>	<b>-8%</b>	<b>-10%</b>
<b>INTEREST INCOME</b>	<b>12,534</b>	<b>4,669</b>	<b>7,865</b>	<b>168%</b>	<b>1%</b>	<b>0%</b>
<b>NET FOREIGN EXCHANGE LOSS</b>	<b>35</b>	<b>2</b>	<b>33</b>	<b>1650%</b>	<b>0%</b>	<b>0%</b>
<b>OTHER INCOME (CHARGES)</b>	<b>1,726</b>	<b>8,208</b>	<b>(6,482)</b>	<b>-79%</b>	<b>0%</b>	<b>1%</b>
<b>INCOME BEFORE INCOME TAX</b>	<b>677,727</b>	<b>507,310</b>	<b>170,417</b>	<b>34%</b>	<b>43%</b>	<b>39%</b>
<b>PROVISION FOR INCOME TAXES</b>						
Current	31,596	34,251	2,655	8%	2%	3%
Deferred	(3,070)	(3,519)	(449)	13%	0%	0%
	<b>28,526</b>	<b>30,732</b>	<b>2,206</b>	<b>7%</b>	<b>2%</b>	<b>2%</b>
<b>NET INCOME</b>	<b>P 649,201</b>	<b>P 476,578</b>	<b>172,623</b>	<b>36%</b>	<b>41%</b>	<b>37%</b>

Belle Corporation ("Belle" or the "Company") realized net income of ₱649.2 million for the three months ended March 31, 2023, showing an increase of ₱172.6 million (36%) compared to the ₱476.6 million recorded net income in the same period for 2022. This increase in bottomline figures is mainly attributable to improvements in the Group's revenues for the period. Belle recognized consolidated revenues of ₱1,583.0 million for the three months ended March 31, 2023, higher by 21% than consolidated revenues of ₱1,305.3 million for the three months ended March 31, 2022. The increase in revenues was mainly brought about by the improvements in the Group's gaming business units due to a more open economy in 2023 and the lifting of quarantine and capacity restrictions as the Covid-19 situation in the country became more controlled and manageable.

The share in gaming revenue at CODM of Belle's subsidiary, Premium Leisure Corporation ("PLC"), increased by ₱370.4 million (108%), from ₱344.3 million in the first quarter of 2022 to ₱714.7 million in the first quarter of 2023. Pacific Online Systems Corporation ("Pacific Online"), which leases online betting equipment to the Philippine Charity Sweepstakes Office ("PCSO") for their lottery operations, also showed increase during the period despite the nonrenewal of KENO operations effective April 1, 2022. Pacific Online, which is 50.1%-owned by PLC, posted an increase in revenue of ₱75.2 million (11%), from ₱104.1 million in the 2022 period to ₱179.2 million in the current period.

Belle's revenues from real estate operations decreased by ₱167.8 million (20%), from ₱857.0 million in the first quarter of 2022 to ₱689.2 million in the first quarter of 2023. Of the 2023 real estate revenues, ₱500.9 million was derived from Belle's lease of the land and buildings comprising City of Dreams Manila "CODM" to Melco Resorts and Entertainment (Philippines) Corporation ("MRP"), which was ₱63.5 million (11%) lower than its revenues in the prior period of ₱564.4 million. Belle's real estate sales and property management activities at its Tagaytay Highlands complex contributed revenues of ₱188.3 million for the

first quarter of 2023, which was ₱104.3 million (36%) lower than its revenues in the first quarter of 2022 of ₱292.6 million.

### **Revenues**

Total consolidated revenues of ₱1,583.0 million for the three months ended March 31, 2023 were higher by

₱277.7 million (21%), compared to ₱1,305.3 million for the three months ended March 31, 2022. Revenues from the CODM lease decreased by ₱63.5 million (11%) from ₱564.4 million for the 2022 period to ₱500.9 million for the current period. Revenue from the share of PLC in gaming earnings of CODM increased by ₱370.4 million (108%), from ₱344.3 million for the 2022 period to ₱714.7 million for the current period. Revenues from real estate development and management activities decreased by ₱104.3 million (45%), from ₱292.6 million in the 2022 period to ₱188.3 million in the current period. Revenues of Pacific Online increased by ₱75.1 million (72%), from ₱104.1 million in the 2022 period to ₱179.2 million in the current period.

### **Cost of Lease Income**

Cost of lease income increased by ₱21.7 million (15%), from ₱142.3 million for the 2022 period to ₱164.0 million for the current period. This is mainly because of rent escalation and maintenance works done in the property.

### **Cost of Real Estate sold**

Cost of real estate sold decreased by ₱38.6 million (42%) to ₱52.7 million in the current period, from ₱91.3 million in the 2022 period, due to the lower number of units sold in 2023.

### **Cost of Lottery Services**

Cost of lottery services at Pacific Online decreased by ₱13.7 million (19%), to ₱59.2 million in the current period from ₱72.9 million in the 2022 period, mainly due to the cost efficiency measures of the Company.

### **Cost of Gaming Operations**

Cost of gaming operations of ₱33.2 million for the 2023 period was virtually the same as for previous year of ₱33.4 million.

### **Cost of Property Management Services**

Cost of property management services increased by ₱5.7 million (17%), to ₱39.5 million for the current period, from ₱33.8 million for the 2022 period, due to higher power rates and consumption during 2023.

### **General and Administrative Expenses**

General and administrative expenses increased by ₱130.6 million (43%), to ₱447.5 million for the current period from ₱306.3 million for the 2022 period mainly due to general provisions made for the period.

### **Financial Income (Expense)**

Interest expense and other finance charges increased by ₱1.6 million (1%) to ₱132.6 million for the 2023 period, from ₱131.0 million for the 2022 period. The higher interest expense incurred by the Company, despite the Company's focus of repaying debt during the current year, is mainly due to the increasing interest rates in the market. Debt outstanding amounted to ₱5,352.0 million as of March 31, 2023, decreasing by ₱35.5 million (25%) compared to ₱5,387.5 million as of December 31, 2022.

Interest income increased by ₱7.9 million (168%), to ₱12.5 million in the current period from ₱4.7 million in the 2022 period, mainly due to higher average yields on investments.

### **Provision for Income Taxes**

The Company's consolidated provision for income taxes decreased by ₱2.2 million (7%) during the first quarter of 2023, to ₱28.5 million from ₱30.7 million in the first quarter of 2022.

**Net Income**

As a result of the foregoing, the Company realized consolidated net income of ₱649.2 million for the three months ended March 31, 2023, which was higher by ₱172.6 million (36%) compared to consolidated net income of ₱476.6 million for the three months ended March 31, 2022.

**Statements of Financial Position: March 31, 2023 (Unaudited) vs December 31, 2022 (Audited)**  
(in thousands)

		March 2023 2023	December 31 2022	Horizontal Analysis		Vertical Analysis	
				Inc (Dec)	%	2023	2022
<b>ASSETS</b>							
<b>Current Assets</b>							
Cash and cash equivalents	P	1,474,796	P 1,873,922	(399,126)	-21%	3%	4%
Financial assets at fair value through profit or loss		71,212	72,682	(1,470)	-2%	0%	0%
Receivables		4,041,348	3,848,556	192,792	5%	8%	7%
Real estate for sale		129,292	163,189	(33,897)	-21%	0%	0%
Land held for future development		3,026,735	3,025,976	759	0%	6%	6%
Other current assets		4,090,474	3,945,435	145,039	4%	8%	7%
		<b>12,833,857</b>	<b>12,929,760</b>	<b>(95,903)</b>	<b>-1%</b>	<b>24%</b>	<b>25%</b>
<b>Noncurrent Assets</b>							
Contract assets - net of noncurrent portion		1,206,393	1,197,151	9,242	1%	2%	2%
Financial assets at fair value through other comprehensive income		10,749,007	9,321,093	1,427,914	15%	20%	18%
Intangible asset		4,088,745	4,117,704	(28,959)	-1%	8%	8%
Investment properties		22,956,463	23,239,249	(282,786)	-1%	43%	44%
Goodwill		926,008	926,008	-	0%	2%	2%
Property and equipment		75,284	73,864	1,420	2%	0%	0%
Investments in and advances to associates - net		120,644	119,272	1,372	1%	0%	0%
Pension asset		4,508	4,508	-	0%	0%	0%
Right of Use		73,257	77,226	(3,969)	-5%	0%	0%
Other noncurrent assets		720,414	751,886	(31,472)	-4%	1%	1%
		<b>40,920,723</b>	<b>39,827,961</b>	<b>1,092,762</b>	<b>3%</b>	<b>76%</b>	<b>75%</b>
<b>TOTAL ASSET</b>	<b>P</b>	<b>53,754,580</b>	<b>P 52,757,721</b>	<b>996,859</b>	<b>2%</b>	<b>100%</b>	<b>100%</b>
<b>LIABILITIES AND EQUITY</b>							
<b>Current Liabilities</b>							
Trade and other current liabilities	P	1,580,037	P 1,733,781	(153,744)	-9%	3%	3%
Loans payable		414,517	450,017	(35,500)	-8%	1%	1%
Current portion of:							
Long-term debt		29,000	29,000	-	0%	0%	0%
Lease Liability - current		395,571	403,241	(7,670)	-2%	1%	1%
		<b>2,419,125</b>	<b>2,616,039</b>	<b>(196,914)</b>	<b>-8%</b>	<b>5%</b>	<b>5%</b>
Noncurrent portion of:							
Long-term debt		4,908,500	4,908,500	-	0%	9%	9%
Lease Liability - noncurrent		5,751,782	5,842,907	(91,125)	-2%	11%	11%
Pension liability		20,548	17,903	2,645	15%	0%	0%
Deferred tax liabilities		2,484,361	2,483,336	1,025	0%	5%	5%
Other noncurrent liability		492,121	376,174	115,947	31%	1%	1%
		<b>13,657,312</b>	<b>13,628,820</b>	<b>28,492</b>	<b>0%</b>	<b>25%</b>	<b>26%</b>
<b>TOTAL LIABILITIES</b>		<b>16,076,437</b>	<b>16,244,859</b>	<b>(168,422)</b>	<b>-1%</b>	<b>30%</b>	<b>31%</b>
<b>Equity</b>							
Attributable to equity holders of parent:							
Common stock		10,561,000	10,561,000	-	0%	20%	20%
Additional paid-in capital		5,503,731	5,503,731	-	0%	10%	10%
Treasury stock		(2,565,359)	(2,565,359)	-	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		(1,154,409)	(1,154,409)	-	0%	-2%	-2%
Other reserves		9,191,445	7,763,073	1,428,372	18%	17%	15%
Excess of net asset value of an investment over cost		252,040	252,040	-	0%	0%	0%
Retained Earnings		13,441,716	13,501,329	(59,613)	0%	25%	26%
Total equity attributable to equity holders of the Parent		<b>35,227,663</b>	<b>33,858,904</b>	<b>1,368,759</b>	<b>4%</b>	<b>66%</b>	<b>64%</b>
Non-controlling interests		2,450,480	2,653,958	(203,478)	-8%	5%	5%
<b>TOTAL EQUITY</b>		<b>37,678,143</b>	<b>36,512,862</b>	<b>1,165,281</b>	<b>3%</b>	<b>70%</b>	<b>69%</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>P</b>	<b>53,754,580</b>	<b>P 52,757,721</b>	<b>996,859</b>	<b>2%</b>	<b>100%</b>	<b>100%</b>

## **ASSETS**

Total assets of the Company increased by ₱996.9 million (2%) to ₱53,754.6 million as of March 31, 2023, from ₱52,757.7 million as of December 31, 2022.

### **Cash and Cash equivalents**

Cash and cash equivalents decreased by ₱399.1 million (21%), to ₱1,474.8 million as of March 31, 2023 from ₱1,873.9 million as of December 31, 2022. This is mainly due to the declaration and payment of dividends during the first quarter of the year as a result of the good performance of the group in 2022.

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

The Company's financial assets at FVTPL decreased by ₱1.5 million (2%), to ₱71.2 million as of March 31, 2023, from ₱72.7 million as of December 31, 2022, due to the decrease in market value of listed shares held by Pacific Online.

### **Receivables and Contract Assets**

Receivables and Contract Assets increased by ₱202.0 million (4%), to ₱5,247.7 million as of March 31, 2023 from ₱5,045.7 million as of December 31, 2022, mainly because of the increase in gaming revenue.

### **Real Estate for Sale**

Real estate for sale decreased by ₱33.9 million (21%) to ₱129.3 million as of March 31, 2023 from ₱163.2 million as of December 31, 2022 due to the number of real estate units sold during the period.

### **Financial Assets at Fair Value through Other Comprehensive Income (“FVOCI”)**

The Company's FVOCI increased by ₱1,427.9 million (15%), to ₱10,749.0 million as of March 31, 2023 from ₱9,321.1 million as of December 31, 2022, due to the mark to market increase in value of its investments. As at March 31, 2023, 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 license from the Philippine Amusements and Gaming Corporation (“PAGCOR”) to operate integrated resorts which was granted to PremiumLeisure and Amusement Inc. (“PLAI”). Belle and MRP are Co-Licensees under PLAI's PAGCOR license. Amortization of the intangible asset 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, 2023 amounted to ₱29.0 million.

### **Investment Properties**

This account consists mainly of the carrying value of the CODM land and buildings in PAGCOR Entertainment City in Paranaque City. The ₱282.8 million (1%) decrease during the three months of 2023 is due to the depreciation of the CODM building.

### **Goodwill**

The Company's goodwill amounted to ₱926.0 million as of both March 31, 2023 and December 31, 2022, as a result of consolidating Pacific Online.

### **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 ₱4.0 million (5%) decrease during the three months of 2023 is due to the amortization of ROU Assets for this period.

### **Other Assets**

Other assets increased by ₱113.6 million (2%), to ₱4,810.8 million as of March 31, 2023 from ₱4,697.3 million as of December 31, 2022, due to increase in prepaid expenses.

## LIABILITIES

Total liabilities decreased by ₱168.4 million (1%), to ₱16,076.4 million as of March 31, 2023, from ₱16,244.9 million as of December 31, 2022, due to payments of the Company's trade liabilities and short-term borrowings.

### Trade and Other Current Liabilities

Trade and other current liabilities decreased by ₱153.7 million (9%) to ₱1,580.0 million as of March 31, 2023 from ₱1,733.8 million as of December 31, 2022.

### Loans Payable and Long-Term Debt

Total consolidated debt, amounting to ₱5,352.0 million as of March 31, 2023, consists of Peso-denominated borrowings from various local financial institutions, of both Belle and PinoyLotto Technologies Corp., a joint venture company which is 50%-owned by Pacific Online. Belle's average interest rate is at approximately 6.38% per annum during the three months ended March 31, 2023. The outstanding amount of total debt decreased by ₱35.5 million (1%), from ₱5,387.5 million as of December 31, 2022, due to payments of short-term borrowings during the period.

## EQUITY

The Company's shareholders' equity as of March 31, 2023 of ₱37,678.1 million was higher by ₱1,165.3 million (3%), compared to its shareholders' equity of ₱36,512.9 million as of December 31, 2022, because of the net income earned net of the dividends paid, for the three months ended March 31, 2023 and the increase in market value of the financial assets at FVOCI of the Company.

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

	Manner by which the Company calculates the key performance indicators	<b>31 March 2023 (unaudited)</b>	31 March 2022 (unaudited)	31 December 2022 (audited)
Asset to equity ratio	Total assets over equity	<b>1.43 : 1.00</b>	1.55 : 1.00	1.44: 1.00
Current or Liquidity ratio	Current assets over current liabilities	<b>5.31 : 1.00</b>	2.83 : 1.00	4.94: 1.00
Debt-to-equity ratio	Interest-bearing debt over equity	<b>0.14 : 1.00</b>	0.21 : 1.00	0.15: 1.00
Net debt-to-equity ratio	Interest-bearing debt less cash and cash equivalents over equity	<b>0.10 : 1.00</b>	0.15 : 1.00	0.10: 1.00
Interest rate coverage ratio	EBIT over interest expense	<b>6.01 :1.00</b>	4.83 :1.00	4.84:1.00
Return on assets	Annualized net income over average total assets during the period	<b>4.9%</b>	3.7%	3.7%
Return on equity	Annualized net income over average equity during the period	<b>7.0%</b>	5.7%	5.5%

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 
$$\frac{\text{Net Income}}{\text{Total Equity}}$$

	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, 2023, consolidated total debt of the Company of ₱5,352.0 million was comprised of borrowings from renewable short-term bank lines of ₱250.0 million and amortizing term loans from banks of ₱5,167.0 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, 2023, 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:

	<b>March 31, 2023</b>		<i>taken from audited FS</i> <b>December 31, 2022</b>	
	<b>(Unaudited)</b>		<b>(Audited)</b>	
<i>Financial assets measured at fair value</i>				
Through profit or loss	71,212	71,212	72,682	72,682
Through other comprehensive income	10,749,007	10,749,007	9,321,093	9,321,093
<i>Financial assets for which fair value is disclosed</i>	22,956,463	41,274,034	23,239,249	41,782,462
<i>Financial liabilities for which fair value is disclosed</i>				
Refundable deposit	114,040	64,444	225,583	212,873
Long term debt	4,937,500	4,764,759	4,908,500	4,695,311

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.

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, 2022.

The Company continues to assess the impact of the new, amended and improved accounting standards effective subsequent to December 31, 2022 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, stringent health protocols 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, 2023 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, 2023.
- G.) There exist no material contingencies affecting the current interim period.

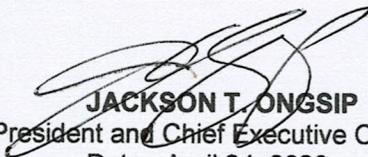
## SIGNATURES

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.

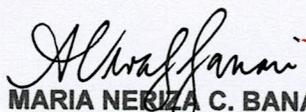
Issuer: **BELLE CORPORATION**



**WILLY N. OCIER**  
Chairman  
Date: April 24, 2023



**JACKSON T. ONGSIP**  
President and Chief Executive Officer  
Date: April 24, 2023



**MARIA NERIZA C. BANARIA**  
Chief Financial Officer and Treasurer  
Date: April 24, 2023

# BELLE CORPORATION AND SUBSIDIARIES

## UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Amounts in Thousands)

		Unaudited March 2023 2023		Audited December 31 2022
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and cash equivalents	P	1,474,796	P	1,873,922
Financial assets at fair value through profit or loss		71,212		72,682
Receivables		4,041,348		3,848,556
Real estate for sale		129,292		163,189
Land held for future development		3,026,735		3,025,976
Other current assets		4,090,474		3,945,435
		<b>12,833,857</b>		<b>12,929,760</b>
<b>Noncurrent Assets</b>				
Contract assets - net of noncurrent portion		1,206,393		1,197,151
Financial assets at fair value through other comprehensive income		10,749,007		9,321,093
Intangible asset		4,088,745		4,117,704
Investment properties		22,956,463		23,239,249
Goodwill		926,008		926,008
Property and equipment		75,284		73,864
Investments in and advances to associates - net		120,644		119,272
Pension asset		4,508		4,508
Right of Use		73,257		77,226
Other noncurrent assets		720,414		751,886
		<b>40,920,723</b>		<b>39,827,961</b>
<b>TOTAL ASSET</b>	<b>P</b>	<b>53,754,580</b>	<b>P</b>	<b>52,757,721</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current Liabilities</b>				
Trade and other current liabilities	P	1,580,037	P	1,733,781
Loans payable		414,517		450,017
Current portion of:				
Long-term debt		29,000		29,000
Lease Liability - current		395,571		403,241
		<b>2,419,125</b>		<b>2,616,039</b>
Noncurrent portion of:				
Long-term debt		4,908,500		4,908,500
Lease Liability - noncurrent		5,751,782		5,842,907
Pension liability		20,548		17,903
Deferred tax liabilities		2,484,361		2,483,336
Other noncurrent liability		492,121		376,174
		<b>13,657,312</b>		<b>13,628,820</b>
<b>TOTAL LIABILITIES</b>		<b>16,076,437</b>		<b>16,244,859</b>
<b>Equity</b>				
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		(2,565,359)		(2,565,359)
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		(1,154,409)		(1,154,409)
Other reserves		9,191,445		7,763,073
Excess of net asset value of an investment over cost		252,040		252,040
Retained Earnings		13,441,716		13,501,329
Total equity attributable to equity holders of the Parent		<b>35,227,663</b>		<b>33,858,904</b>
Non-controlling interests		2,450,480		2,653,958
<b>TOTAL EQUITY</b>		<b>37,678,143</b>		<b>36,512,862</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>P</b>	<b>53,754,580</b>	<b>P</b>	<b>52,757,721</b>

# BELLE CORPORATION AND SUBSIDIARIES

## UNAUDITED INTERIM CONSOLIDATED STATEMENTS COMPREHENSIVE INCOME

(Amounts in Thousands)

	For the period ended March		This Quarter	
	2023	2022	2023	2022
<b>REVENUE</b>				
Lease income	P 500,910	P 564,414	500,910	564,414
Gaming revenue share	714,683	344,273	714,683	344,273
Sale of real estate	130,446	233,920	130,446	233,920
Equipment rental and instant scratch ticket sales (POSC)	179,188	104,107	179,188	104,107
Revenue from property management	57,806	58,632	57,806	58,632
<b>TOTAL REVENUES</b>	<b>1,583,033</b>	<b>1,305,346</b>	<b>1,583,033</b>	<b>1,305,346</b>
<b>GENERAL AND ADMINISTRATIVE EXPENSES</b>	<b>(436,815)</b>	<b>(306,262)</b>	<b>(436,815)</b>	<b>(306,262)</b>
<b>COST OF LEASE INCOME</b>	<b>(164,036)</b>	<b>(142,326)</b>	<b>(164,036)</b>	<b>(142,326)</b>
<b>COST OF REAL ESTATE SOLD</b>	<b>(52,689)</b>	<b>(91,322)</b>	<b>(52,689)</b>	<b>(91,322)</b>
<b>COST OF LOTTERY SERVICES</b>	<b>(59,234)</b>	<b>(72,923)</b>	<b>(59,234)</b>	<b>(72,923)</b>
<b>COST OF GAMING OPERATIONS</b>	<b>(33,162)</b>	<b>(33,411)</b>	<b>(33,162)</b>	<b>(33,411)</b>
<b>COST OF PROPERTY MANAGEMENT SERVICES</b>	<b>(39,549)</b>	<b>(33,810)</b>	<b>(39,549)</b>	<b>(33,810)</b>
<b>TOTAL COSTS AND EXPENSES</b>	<b>(785,485)</b>	<b>(680,055)</b>	<b>(785,485)</b>	<b>(680,055)</b>
<b>INCOME FROM OPERATIONS</b>	<b>797,548</b>	<b>625,291</b>	<b>797,548</b>	<b>625,291</b>
<b>UNREALIZED GAIN ON FINANCIAL ASSET AT FAIR VALUE THROUGH PROFIT OR LOSS</b>				
	(1,470)	94	(1,470)	94
<b>INTEREST EXPENSE AND OTHER FINANCE CHARGES</b>	<b>(132,646)</b>	<b>(130,955)</b>	<b>(132,646)</b>	<b>(130,955)</b>
<b>INTEREST INCOME</b>	<b>12,534</b>	<b>4,669</b>	<b>12,534</b>	<b>4,669</b>
<b>NET FOREIGN EXCHANGE LOSS</b>	<b>35</b>	<b>2</b>	<b>35</b>	<b>2</b>
<b>OTHER INCOME (CHARGES)</b>	<b>1,726</b>	<b>8,208</b>	<b>1,726</b>	<b>8,208</b>
<b>INCOME BEFORE INCOME TAX</b>	<b>677,727</b>	<b>507,310</b>	<b>677,727</b>	<b>507,310</b>
<b>PROVISION FOR INCOME TAXES</b>				
Current	31,596	34,251	31,596	34,251
Deferred	(3,070)	(3,519)	(3,070)	(3,519)
	<b>28,526</b>	<b>30,732</b>	<b>28,526</b>	<b>30,732</b>
<b>NET INCOME</b>	<b>P 649,201</b>	<b>P 476,578</b>	<b>649,201</b>	<b>476,578</b>
<b>OTHER COMPREHENSIVE INCOME</b>				
	-	41,313	-	41,313
Unrealized gain on available for sale financial assets - net	1,429,665	263,879	1,429,665	263,879
Pension	-	(1,333)	-	(1,333)
	<b>1,429,665</b>	<b>262,546</b>	<b>1,429,665</b>	<b>262,546</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>P 2,078,866</b>	<b>P 739,124</b>	<b>2,078,866</b>	<b>739,124</b>
	-	<b>41,313</b>	-	<b>41,313</b>
Net profit attributable to:				
Equity holders of the parent	P 521,526	P 422,525	521,526	422,525
Non-Controlling Interests	127,675	54,053	127,675	54,053
	<b>P 649,201</b>	<b>P 476,578</b>	<b>649,201</b>	<b>476,578</b>
	-	<b>41,313</b>	-	<b>41,313</b>
Total comprehensive income attributable to:				
Equity holders of the parent	P 1,950,544	P 683,599	1,950,544	683,599
Non-Controlling Interests	128,322	55,525	128,322	55,525
	<b>P 2,078,866</b>	<b>P 739,124</b>	<b>2,078,866</b>	<b>739,124</b>
<b>Basic Earnings Per Share</b>	<b>P 0.27</b>	<b>P 0.18</b>	<b>0.27</b>	<b>0.18</b>

# BELLE CORPORATION AND SUBSIDIARIES

## UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	31-Mar	
	2023	2022
<b>Paid up capital</b>		
<i>(Amounts in Thousands)</i>		
Common Stock		
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 end of period	(2,565,359)	(2,573,103)
	13,499,372	13,491,628
<b>Retained Earnings</b>		
Unappropriated		
Balance at beginning of year	13,501,329	12,175,075
Net income	521,527	422,522
Changes in value of AFS	648	9,042
Dividends declared	(581,788)	-
Balance at end of period	13,441,716	12,606,639
<b>Equity share in Cost of Parent Company Shares Held by Associates</b>		
Balance at beginning and end of period	(2,501)	(2,501)
<b>Cost of Parent Company Common Shares Held by Subsidiaries</b>		
Balance at beginning and end of period	(1,154,409)	(1,154,409)
<b>Excess of Acquisition Cost over Net Assets of Acquired Subsidiaries</b>		
Balance at beginning and end of period	252,040	252,040
<b>Other Reserves</b>		
<b><i>Unrealized Gain on Financial Assets at Fair Value Through OCI - net</i></b>		
Balance at beginning of year	4,683,342	2,686,166
Adjustments	1,428,372	(10,368)
Balance at end of period	6,111,714	2,675,798
<b><i>Share in Unrealized Gain on Financial Assets at Fair Value Through OCI of Associates</i></b>		
Balance at beginning and end of period	14,061	14,061
<b><i>Remeasurement of Pension Income (Expense)</i></b>		
Balance at beginning and end of period	21,543	15,424
<b><i>Transactions with Noncontrolling Interests</i></b>		
Balance at beginning and end of period	3,044,128	3,044,128
<b>Non-controlling Interests</b>		
Balance at beginning of year	2,653,958	2,745,449
Net income	127,675	54,053
Acquisition of shares	-	-
Other comprehensive income	647	2,805
Dividends declared	(331,800)	(1,333)
Balance at end of period	2,450,480	2,800,974
	₱ 37,678,143	₱ 33,743,782

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

For the Three-Month Period Ended  
March 31

	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	₱667,084	₱507,310
Adjustments for:		
Depreciation and amortization	213,376	238,479
Interest expense	132,646	130,955
Amortization of discount on trade receivables	(25,119)	(21,596)
Interest income	(12,534)	(4,669)
Pension cost	2,645	2,211
Unrealized mark-to-market gain on financial asset at FVTPL	1,470	(94)
Unrealized forex loss	(35)	(2)
Working capital adjustments:		
Decrease (increase) in:		
Receivables	(176,915)	(288,797)
Real estate for sale	33,138	(986,847)
Other assets	(131,796)	59,743
Increase (decrease) in trade and other current liabilities	(35,674)	491,776
Net cash generated from operations	668,286	128,469
Interest received	12,534	4,669
Net cash provided by (used in) operating activities	680,820	133,138
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisitions of property and equipment	-	-
Proceeds from sale of financial asset at FVTPL	-	-
Dividends received	-	-
Proceeds from disposal of financial asset at FVOCI	1,753	(193,733)
Net cash used in investing activities	1,753	(193,733)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payments (proceeds) of:		
Long-term debt and loans payable	(35,500)	200,000
Interest	(132,646)	(130,955)
Dividends paid	(913,588)	-
Disposal of Parent Company shares held by a subsidiary	-	309,913
Acquisition of treasury shares	-	(96,406)
Net cash used in financing activities	(1,081,734)	282,552
<b>EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENT</b>		
	35	2
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(399,126)</b>	<b>221,959</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>1,873,922</b>	<b>2,082,301</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>₱1,474,796</b>	<b>₱2,304,260</b>

**Belle Corporation and Subsidiaries**  
**Aging of receivables**  
**March 31, 2023**

Project	Gross Current (a)	Gross Noncurrent (b)	Grand Total
Real Estate:			
Alta Mira	(255,702)	4,078,845	3,823,143
Belleview	-	50,000	50,000
Cotswold	(6,847,031)	31,645,262	24,798,231
Fairfield	(1,968,761)	23,661,775	21,693,014
Katsura	(3,687,591)	48,560,295	44,872,704
Kew Gardens	(1,024,728)	7,253,465	6,228,737
Nob hill	(7,614,481)	150,403,607	142,789,127
The Parks	(5,168,379)	39,787,997	34,619,617
Pinecrest	-	19,697,448	19,697,448
Plantation Hills	(308,457,945)	1,192,735,629	884,277,685
Sycamore	(17,048,680)	467,032,261	449,983,581
Terrazzas De Alava	(1,482,380)	15,441,711	13,959,332
THIGCI	(23,800,000)	23,850,654	50,654
Tivoli Place	(1,391,856)	8,327,227	6,935,371
Tagaytay Midlands Golf Club, Inc.	-	4,837,317	4,837,317
The Verandas	(1,278,126)	12,981,707	11,703,580
The Woodlands	-	1,000,000	1,000,000
Yume	(4,894,231)	47,879,433	42,985,201
Lease (straight-line accounting)	3,104,749,254.70	-	3,104,749,255
Equipment rental and scratch ticket sales	58,156,226	-	58,156,226
Gaming income share	272,960,001	-	272,960,001
Other nontrade receivable	97,570,683	-	97,570,683
<b>Grand Total</b>	<b>3,148,516,276</b>	<b>2,099,224,632</b>	<b>5,247,740,907</b>

**(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 PFRSs.

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

March 31, 2023 (Unaudited)					
	Real Estate Development and Property Management	Gaming and Gaming Related Activities	Others	Eliminations/ Adjustments	Consolidated
<i>(In Thousands)</i>					
<b>Earnings Information</b>					
Revenue	₱702,662	₱947,511	₱–	(₱67,140)	₱ 1,583,033
Costs and expenses	(519,649)	(310,138)	(81)	44,383	(785,485)
Interest expense	(186,266)	(20)	–	53,640	(132,646)
Interest income	531	12,003	–	–	12,534
Other income (loss)	1,252,092	5,420	–	(1,257,221)	291
Provision for income tax	(861)	29,387	–	–	28,526
Net profit for the year	1,250,231	625,389	(81)	(1,226,338)	649,201
Net profit attributable to equity holders of the parent	1,250,231	578,217	(81)	(1,306,841)	521,526
March 31, 2022 (Unaudited)					
<i>(In Thousands)</i>					
<b>Earnings Information</b>					
Revenue	₱870,466	₱471,956	₱–	(₱37,076)	₱1,305,346
Costs and expenses	(539,405)	(184,951)	(86)	44,388	(680,054)
Interest expense	(154,432)	(99)	–	23,576	(130,955)
Interest income	145	4,524	–	–	4,669
Other income (loss)	79	8,225	–	–	8,304
Provision for income tax	(29,459)	(1,273)	–	–	(30,732)
Net profit for the year	147,394	298,382	(86)	30,888	476,578
Net profit attributable to equity holders of the parent	147,394	292,793	(86)	(25,924)	414,177

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

	<b>March 31, 2023</b>	March 31, 2022
	<b>(Unaudited)</b>	(Unaudited)
	<i>(in thousands)</i>	
<b>Revenues</b>		
Total revenue for reportable segments	<b>₱1,650,173</b>	₱1,342,422
Elimination for intercompany revenue	<b>(67,140)</b>	(37,076)
Total consolidated revenues	<b>₱1,583,033</b>	₱1,305,346
<b>Net Profit for the Year</b>		
Total profit for reportable segments	<b>₱1,875,539</b>	₱445,690
Elimination for intercompany profits	<b>(1,226,338)</b>	30,888
Consolidated net profit	<b>₱649,201</b>	₱476,578

The Parent Company's Board of Directors, 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.