

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, 2020**
2. SEC Identification Number **ASO92-06441** 3. BIR Tax Identification No. **001-945-016**
4. Exact name of issuer as specified in its charter **SOCResources, Inc.**
5. **Philippines** 6. (SEC Use Only)
Province, Country or other jurisdiction of Industry Classification Code:
incorporation or organization
7. **4th Floor ENZO Bldg. 399 Senator Gil Puyat Avenue**
Makati City **1200**
Address of principal office Postal Code
8. **(632) 8804-1977 / 8804-1978**
Issuer's telephone number, including area code
9. **SOUTH CHINA RESOURCES, INC./ ENZO Bldg. Senator Gil Puyat Avenue**
Makati City
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 Sec. 4 and 8 of the RSA
- | Title of Each Class | Number of Shares of Common Stock
Outstanding and Amount of Debt Outstanding |
|----------------------|--|
| Common Shares | 901,920,568 |

11. Are any or all of these securities listed on a Stock Exchange?

Yes [**X**] No []

If yes, state the name of such stock exchange and the class/es of securities listed therein:

Name of Stock Exchange
Philippine Stock Exchange

Class of Securities listed
Common Shares

12. Check whether the issuer:

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

Yes [**X**] No []

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

Yes [**X**] No []

PART 1 – FINANCIAL INFORMATION

Item 1: Financial Statements

Financial Report

- a) The accompanying interim financial statements are prepared in accordance with the Philippine Financial Reporting Standards (PFRS).
- b) There were no changes made in the accounting policies and methods of computation as compared with the last annual financial statements.
- c) Quarterly financial statements are prepared for the interim operations for the updated information of the stockholders and basis for the decision making of the management.
- d) For this interim period, the Company has no unusual transactions or had encountered events that affect materially its assets, liabilities, equity, net income or cash flows.
- e) The Company did not report in its financial statements any estimates of amount of a given transactions for this interim period and in prior interim periods.
- f) There were no issuances, repurchases, and repayments of debt securities for this interim period.
- g) There are no changes in the composition of the issuer during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.
- h) The Company has no contingent assets or liabilities since the last annual balance sheet date.

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

BUSINESS

The Securities and Exchange Commission (SEC), on October 30, 2003, approved the amendment of the Company's Articles of Incorporation to change the primary purpose thereof to that of a holding company and to include its then primary purpose of oil exploration as among the secondary purposes of the Company.

On April 25, 2014, the Board of Directors approved the amendment in the Articles of Incorporation to change the name of South China Resources, Inc. to SOCResources, Inc. (SOC). The change was approved by the Philippine SEC on September 04, 2014.

SOC was incorporated and registered with the SEC on September 25, 1992 primarily to undertake oil and gas exploration, development and production and became one of the leading exploration companies upon its listing in 1994. Starting in 1995, SOC opted to strengthen its core business by diversifying then into other investments which after two decades the company has now turned out to be one of the strongest holding companies in the market having had investments in real estate, steel fabrication, banking, telecommunications and energy exploration. The company is debt free and has a robust balance sheet.

SOC Land Development Corporation (SOC Land) is a wholly owned subsidiary of the issuer with an authorized capital stock of One Hundred Sixty Million Pesos (PHP 160,000,000.00), a subscribed capital stock of Forty Million Pesos (PHP 40,000,000.00) and a paid-up capital of Ten Million Pesos (PHP 10,000,000.00). The subsidiary is the property development arm of the company that will develop a 2.4-hectare community, called Anuva Residences which is situated near Sucat Interchange. It will have four (4) tandem buildings. The total estimated cost of the Project is ₱4.0 billion.

The first tandem building of ANUVA RESIDENCES, the "ANALA", projects a Fun Zone image showcasing the Wet and Dry Play Area for children. The building was completed and delivered last May 16, 2015 during the turnover ceremony held on the same day.

Amenities facing Anala including the wading pool, children's playground, al fresco area, cascading water, pond and Trellis Park have been finished as of end 2016 for the residents' use and enjoyment as well as the parking slots in the lower ground floor for the residents to use.

The second tandem building known as AZALEA is currently in a preselling stage focusing on the Green Urban Living image with amenities like the reflecting pool, adult and kiddie pool, cascades, picnic groves, clubhouse, garden party and BBQ area.

SOC Land's latest project is a horizontal residential development, ALTHEA RESIDENCES. It is situated in Brgy. Zapote, Biñan City, Laguna and featuring modern homes with tranquil vibe spread in 4.3 hectares of land.

SOC has identified other areas for potential investment. To address a growing population, now estimated at 100 million Filipinos and increasing every year, the company looks at food production. The Company believes that a rising population coupled with rising incomes will drive greater food consumption. Opportunities have been identified to get in this value chain to grow a long-term business that will allow expansion laterally and vertically.

The country needs both conventional and renewable energy resources to address its power requirements. SOC is investigating conventional and renewable energy resources, that can provide for base load power that is sustainable for the long term and therefore provide for a steady income stream for the company.

Principal products or services and their distribution; competition in the industry; sourcing of raw materials and principal suppliers; dependence on one or few customers; transactions with and/or related parties; and patents, trademarks, licenses, franchises, concessions, royalty agreement, or labor contracts are not applicable with the registrant at this time. The Company's subsidiary is SOC Land Development Corporation as of March 31, 2020.

The Company does not expect any significant changes in its number of employees. Presently, the Company has a total of six (6) officers and employees, all working full-time, one (1) Chairman, one (1) Vice-President for Operations, one (1) Vice-President for Finance, one (1) Accounting Manager, one (1) Accounting Assistant and one (1) Messenger. The Company has no Collective Bargaining Agreements (CBA).

CONSOLIDATED RESULTS OF OPERATIONS

Financial Highlights

(In PHP)

FOR THE PERIOD ENDED MARCH 31, 2020 & MARCH 30, 2019

ACCOUNTS	March 31, 2020	March 31, 2019	% CHANGE
REVENUES	8,457,251	22,066,914	-61.67%
COST AND EXPENSES	15,818,259	24,945,404	-36.59%
INCOME (LOSS) BEFORE INCOME TAX	(7,361,008)	(2,878,490)	-155.72%
PROVISION FOR INCOME TAX	-	-	-100.00%
NET INCOME/(LOSS)	(7,361,008)	(2,878,490)	-155.72%
UNREALIZED VALUATION GAINS ON EQUITY at FVTOCI	(2,016,702)	(2,555,541)	21.09%
TOTAL COMPREHENSIVE INCOME/(LOSS)	(9,377,710)	(5,434,031)	-72.57%

2020 VS 2019: RESULTS OF OPERATIONS

The subsidiary SOCLand's project Anala recognized sales for the first quarter of 2020 amounted to P4.3M and P6.08M for 2018. Althea sales recognized for the same period of 2020 amounted to 4.51 million and P8.19 million recognized for 2018. . Other income on the other hand dropped by P309.92% from P1.76 million to (P3.70) million. These consists of late payment penalties, forfeited payments, interest earned on in-house financing and payment of other expenses. . General and administrative expense increased by 9.17% from P7.09 million in 2019 to P7.74 million in 2020. The selling and marketing expense dropped by 84.24% from P5.31 million to P.84 million in 2020 due to reclassification of commission payments for unit not recognized as sales to Other Assets.

The parent, SOCResources, Inc. earned an interest income of P3.34M from investment in time deposits and savings. 38.50% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to P3.88M, 11.82% of CG&A are travel and transportation amounting to P1.19M and 11.78% of CG&A pertains to Taxes & Licenses amounting to P1.19M. Bulk of the sales and marketing expenses pertains to Consultancy Fees of P0.40M.

FOR THE PERIOD ENDED MARCH 31, 2019 & MARCH 30, 2018

ACCOUNTS	March 31, 2019	March 31, 2018	% CHANGE
REVENUES	22,066,914	46,068,962	-52.10%
COST AND EXPENSES	24,945,404	36,291,628	-31.26%
INCOME (LOSS) BEFORE INCOME TAX	(2,878,490)	9,777,334	-129.44%
PROVISION FOR INCOME TAX	-	-	-100.00%
NET INCOME/(LOSS)	(2,878,490)	9,777,334	-129.44%
UNREALIZED VALUATION GAINS ON EQUITY at FVTOCI	(2,555,541)	22,279	-11570.63%
TOTAL COMPREHENSIVE INCOME/(LOSS)	(5,434,031)	9,799,613	-155.45%

2019 VS 2018: RESULTS OF OPERATIONS

The subsidiary SOCLand's project Anala recognized sales for the first quarter of 2019 amounted to P6.08M and P5.4M for 2018. Althea sales recognized for the same period of 2019 amounts to 8.19 million and P36.7 million recognized for 2018. The sales recognized for Anala parking for the same period in 2019 amounts to P1.0 million while nil was recognized in 2018 Other income decreased by 6.46% from P1.9 million in March 2018 to P1.7 million for the same period in 2019. These consist of late payment penalties, forfeited payments, interest earned on in-house financing. General and administrative expense dropped by 2.38% from P7.26 million in 2018 to P7.08 million in 2019. The selling and marketing expense also dropped by 13.54% from P6.14 million in March of 2018 to P5.31 million in 2019 more efficient policies implemented on commissions and incentives.

The parent, SOCResources, Inc. earned an interest income of ₱5.04M from investment in time deposits and savings. 38.52% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to ₱4.13M, 11.62% of CG&A are travel and transportation amounting to ₱1.25M and 9.97% of CG&A pertains to exploration cost amounting to ₱1.07M. Bulk of the sales and marketing expenses pertains to Sales Commission of ₱3.8M.

FOR THE PERIOD ENDED MARCH 31, 2018 & MARCH 30, 2017

ACCOUNTS	March 31, 2018	March 31, 2017	% CHANGE
REVENUES	46,068,962	13,183,334	249.45%
COST AND EXPENSES	36,291,628	18,257,496	98.78%
INCOME (LOSS) BEFORE INCOME TAX	9,777,334	(5,074,162)	292.69%
PROVISION FOR INCOME TAX	-	1,459,093	-100.00%
NET INCOME/(LOSS)	9,777,334	(6,533,255)	249.65%
NET GAINS(LOSSES) ON AFS FINANCIAL ASSETS	22,279	(681,125)	103.27%
TOTAL COMPREHENSIVE INCOME/(LOSS)	9,799,613	(7,214,380)	235.83%

2018 VS 2017: RESULTS OF OPERATIONS

The subsidiary SOCLand's project Anala recognized sales for the first quarter of 2018 amounted to P5.4 million and P3.3 million for 2017. Most of the sold units in Anala have already been recognized in the previous years. Althea sales recognized for the same period of 2018 amounts to P36.7 million and P3 million recognized for 2017. There were no sales recognized for Anala parking for the same period in 2018 while P0.48M was recognized in 2017. Other income decreased by 65.82% from P5.5 million in March 2017 to P1.8 million for the same period in 2018. These consist of late payment penalties, forfeited payments, interest earned on in-house financing and interest earned on short term placements. The parent, SOCResources, Inc. earned an interest income of ₱1.68M from investment in time deposits and treasury bills. 34% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to ₱3.4M, 12% of CG&A are taxes and licenses amounting to ₱1.2M and 9% of CG&A pertains to travel and transportation amounting to ₱0.9M. Taxes and licenses mostly represent the settlement of tax liabilities for years 2013, 2014 and 2015. Bulk of the sales and marketing expenses pertains to Sales Commission and incentives of ₱2.9M and consultancy fees of ₱2.2M.

The subsidiary, SOCLand, registered a net income of P 10.5 million and net loss of P4.6 million for the period ended March 31, 2018 and 2017, respectively. General and administrative expense increased by 1.68% from P7.1 million in 2017 to P7.2 million in 2018. The selling and marketing expense also increased by 54.82% from P3.9 million in March of 2017 to P6.1 million in 2018 due to the increase in number of sellers for both in-house and international sales group, frequency of international roadshows and advertising campaign through social media. Increase in sales commission is relative to sales particularly for the Althea Project. Consultancy fees increased as a result of the increase in the number of sales personnel for the In-house and International Sales Group.

CONSOLIDATED FINANCIAL POSITION

Financial Highlights (in PHP)

FOR THE PERIOD ENDED MARCH 31, 2020 & MARCH 31, 2019:

ACCOUNTS	March 31, 2020	March 31, 2019	% CHANGE
CURRENT ASSETS	1,739,257,477	1,660,101,669	4.77%
NONCURRENT ASSETS	131,624,218	151,325,437	-13.02%
TOTAL ASSETS	1,870,881,695	1,811,427,106	3.28%
CURRENT LIABILITIES	188,842,994	164,575,640	14.75%
NONCURRENT LIABILITIES	66,058,793	15,251,498	333.13%
TOTAL LIABILITIES	254,901,787	179,827,138	41.75%
EQUITY	1,615,979,908	1,631,599,968	-0.96%
TOTAL LIABILITIES AND EQUITY	1,870,881,695	1,811,427,106	3.28%

2020 VS 2019: FINANCIAL CONDITION

SOCland's Receivable increased by 3.40% brought about by an increase in unliquidated advances due to lockdown. Contract assets decreased by 19.59% or P4.82 million due to collection of receivables. Other current assets increased by P8.77 million due to advance commissions payment on units not yet recognized as sales, input tax generated from payments to suppliers and creditable taxes on fully paid units. Accounts payable and other current liabilities dropped by 11.13% or P6.59 million due to payments of commissions and collection of checks by suppliers and sellers pending as at end 2019. Current Contract liabilities increased by 5.13% from booked sales for Anala and Althea Phase 1

The increase in consolidated current assets are also due to earnings from short-term investments and time deposits. Noncurrent liabilities increased due to the reclassification of contract liabilities to noncurrent.

CONSOLIDATED FINANCIAL POSITION

Financial Highlights

(in PHP)

FOR THE PERIOD ENDED MARCH 31, 2019 & MARCH 31, 2018:

ACCOUNTS	March 31, 2019	March 31, 2018	% CHANGE
CURRENT ASSETS	1,660,101,669	1,599,348,596	3.80%
NONCURRENT ASSETS	151,325,437	168,819,524	-10.36%
TOTAL ASSETS	1,811,427,106	1,768,168,120	2.45%
CURRENT LIABILITIES	164,575,640	130,749,982	25.87%
NONCURRENT LIABILITIES	15,251,498	6,644,160	129.55%
TOTAL LIABILITIES	179,827,138	137,394,142	30.88%
EQUITY	1,631,599,968	1,630,773,978	0.05%
TOTAL LIABILITIES AND EQUITY	1,811,427,106	1,768,168,120	2.45%

2019 VS 2018: FINANCIAL CONDITION

SOCland's receivable decreased by 17.65% brought about by the collection of receivables from Anuva Condominium Corporation in the amount of P5.0 million and increase in other receivables of P0.191 million. Real estate for sale decreased by .49% or P5.19 million due to the decrease in inventory of related sold units for both Anala and Althea units. Other current assets increased by P5.96 million due to creditable taxes remitted on fully paid units, prepayments and input taxes on payments made. Accounts payable and other current liabilities decreased by P.975 million due to increase in output taxes and payments of trade and non-trade accounts. Contract liabilities increased by 18.07% from payments received from monthly amortization from unit buyers under the down payment stage.

The increase in consolidated current assets are also due to earnings from short-term investments and time deposits. Noncurrent liabilities increased due to the recognition of deferred income tax liability.

FOR THE PERIOD ENDED MARCH 31, 2018 & MARCH 31, 2017:

ACCOUNTS	March 31, 2018	March 31, 2017	% CHANGE
CURRENT ASSETS	1,599,348,596	1,582,796,670	1.05%
NONCURRENT ASSETS	168,819,524	180,307,072	-6.37%
TOTAL ASSETS	1,768,168,120	1,763,103,742	0.29%
CURRENT LIABILITIES	130,749,982	119,558,340	9.36%
NONCURRENT LIABILITIES	6,644,160	4,222,219	57.36%
TOTAL LIABILITIES	137,394,142	123,780,559	11.00%
EQUITY	1,630,773,978	1,639,323,183	-0.52%
TOTAL LIABILITIES AND EQUITY	1,768,168,120	1,763,103,742	0.29%

2018 VS 2017: FINANCIAL CONDITION

Receivable increased by 19.57% brought about by the recognition of receivables from those who have completed their 20% down payment and awaiting full payment thru cash or financing. Real estate for sale decreased by 1.39% or P15.1 million due to the payment of various progress billings for housing and amenities of Althea Residences and the amenities of the Anuva Residences. Other current assets increased by P11 million due to the creditable taxes remitted on fully paid units and refundable deposit for the office rental. Accounts payable and other current liabilities increased by P3.1 million due to recognition of obligation to contractors for the Anuva and Althea amenities. The increase in current assets are due to earnings from short-term investments. Noncurrent liabilities increased due to the recognition of deferred tax liability amounting to ₱1.8M for the gain on golf shares held by the parent company.

KEY PERFORMANCE INDICATORS

The following are the major financial ratios of the Company for the period ended March 31, 2020 and March 31, 2019.

Key Financial Ratios	March 31, 2020	March 31, 2019
Revenue Growth		
(Total Revenues (current period) - Total Revenues (prior period))/Total Revenues (prior period)	-61.67%	-52.10%
Net income Growth/(Decline)		
Net Income (after tax) (current period)/ Net income (prior period, after tax)	-155.72%	-129.44%
Solvency Ratio		
(After Tax Net Income+Depreciation)/Total Liabilities	-2.57%	-1.18%
EBITDA		
Income from operations plus depreciation and amortization	(P 6,550,901)	(P2,113,319)
Asset to Equity Ratio		
Total Assets/Total Equity	1.1577 x	1.1102 x
Return on Equity (ROE)		
Net income/ Equity	-0.46%	-0.18%
Return on assets (ROA)		
Net income/ Total Assets	-0.39%	-0.16%
Current/Liquidity ratio		
Current Assets/ Current Liabilities	9.21 x	10.09 x
Debt to Equity Ratio		
Total Liabilities/ Equity	0.1577 x	0.1102 x

With the negative bottomline figures as of quarter ending March 31, 2020, almost all of the major financial ratios exhibited the same direction.

The decrease in real estate inventories and current portion of Receivables as well as the increase in cash and cash equivalents has caused the current ratio from 12.23x to 10.09x for the period March 31, 2019. The asset to equity ratio increased by 0.03X for the quarter ending March 2019 as against the same period prior year mainly due to the increase in the current assets of the group.

The Company has NO earnings yet from commercial production. Therefore, there were NO dividends declared for the period ended March 31, 2019.

There are no material trends, events or uncertainties that are reasonably expected to occur in the next interim period that will have a material favorable or unfavorable impact on the results of the Company's liquidity or sales.

There are no significant elements of income or loss that did not arise from the Company's continuing operations.

There are no events that will trigger direct or contingent financial obligation that is material to the Company, including any default or accumulation of an obligation.

There were no seasonal aspects that had a material effect on the financial condition or results of operations of the Company.

The Company's cash requirement is provided by the management. There is no foreseen increase in funds for the next twelve months however the need should arise, the management will satisfy such cash requirements.

There is no expected purchase or sale of plant and significant equipment in the next twelve months.

For the period ended March 31, 2020, the Company still has no commercial production yet that will enable to support its dividend declaration. It has one wholly owned subsidiary, SOCLand Development Corporation.

The material changes for this year in comparison with the prior year-end based on line items in the comparative financial statements as of March 31, 2020, 2019 and 2018 are summarized as follows:

ACCOUNTS	For the Period March 31			% CHANGE	
In Millions	2020	2019	2018	2020 vs 2019	2019 vs 2018
Statement of Financial Position					
Cash & Cash Equivalents	554.47	479.99	125.79	15.52%	281.59%
Short-term investments	-	-	257.30	-100.00%	-100.00%
Receivables	15.77	93.12	129.67	-83.07%	-28.19%
Prepayments & Other Current Assets	91.55	72.98	70.38	25.45%	3.69%
Equity investments at FVTOCI	41.19	49.73	53.47	-17.18%	-6.98%
Property & Equipment	37.17	35.28	34.58	5.38%	2.03%
Other noncurrent assets	14.14	18.60	18.93	-24.00%	-1.75%
Accounts Payable & other Liabilities	53.12	66.05	130.75	-19.58%	-49.48%
Contract liabilities	135.72	98.52	-	37.76%	100.00%
Retirement benefit obligation	5.78	4.28	4.80	35.05%	-10.72%
Deferred Tax Liabilities	1.87	10.97	1.85	-82.98%	493.38%
Retained Earnings - Unappropriated	114.97	121.89	126.58	-5.68%	-3.71%
Statement of Comprehensive Income					
REVENUES					
Interest Income	3.34	5.04	1.68	-33.63%	199.79%
Real estate sales from contract with customers	8.81	15.27	42.22	-42.30%	-63.84%
Other income	(3.70)	1.76	1.8885	-309.92%	-6.64%
Foreign Exchange Gain	-	-	0.28	-100.00%	-100.00%
COST AND EXPENSES					
Cost of real estate sales	4.90	8.90	20.13	-44.94%	-55.79%
Sales and marketing expenses	0.84	5.31	6.14	-84.26%	-13.54%
General and Administrative Expenses	10.08	10.74	10.00	-6.11%	7.43%
Provision for Income Tax	-	-	-	-100.00%	-100.00%
Unrealized valuation gains on equity investments at FVTOC	(2.02)	(2.56)	0.02	21.09%	-11570.63%

Discussion for January - March 2020 vis-à-vis January - March 2019

Cash & Cash Equivalents

Cash and cash equivalents increased as of 1st quarter 2020 as compared to the same period last year due to the maturity of investments in short-term investments and collection of various receivables by SOC Land.

Short-term investments

Pertains to investments in government issued securities.

Receivable

Decrease was brought by the collection of receivables from Anuva Condominium Corporation.

Prepayments and Other Current Assets

SOC Land's other current assets increased by P5.96 million due to creditable taxes remitted on fully paid units, prepayments and input taxes on payments made.

Equity investments at FVTOCI

Due to the decrease in market value of equity holdings.

Property and equipment

Increase was due to the acquisition of equipment for the research phase of the parent's current project.

Accounts Payable and other liabilities

Decrease is due to payments of trade and non-trade accounts.

Retirement Benefit obligation

The group recognized additional amount for the retirement benefit of the employees.

Deferred Tax Liabilities

Pertains to the tax liabilities recognized for the gain in the Parent company's golf shares holdings.

Sale of Real estate

Sales for the year is down by 42.30% to P8.81 million from same period last year of P15.27 million. Recognized sales for the year accounted for as follows: Anala amounting to P4.3 million and Althea amounting to P4.51 million. Corresponding costs of sale for Anala and Althea is P2.66 million and P2.24 million, respectively.

Other Income

Other income on the other hand dropped by P309.92% from P1.76 million to (P3.70) million. These consists of late payment penalties, forfeited payments, interest earned on in-house financing and payment of other expenses

Sales and marketing expense

Bulk of the sales and marketing expenses pertains to Sales Commission of ₱3.8M.

General and Administrative expense

38.50% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to ₱3.88M, 11.82% of CG&A are travel and transportation amounting to ₱1.19M and 11.78% of CG&A pertains to Taxes & Licenses amounting to ₱1.18M.

Discussion for January - March 2019 vis-à-vis January - March 2018

Cash & Cash Equivalents

Cash and cash equivalents increase as of 1st quarter 2019 as compared to the same period last year due to the maturity of investments in short-term investments and collection of various receivables by SOC Land.

Short-term investments

Pertains to investments in government issued securities.

Receivable

Decrease was brought by the collection of receivables from Anuva Condominium Corporation.

Prepayments and Other Current Assets

SOC Land's other current assets increased by P5.96 million due to creditable taxes remitted on fully paid units, prepayments and input taxes on payments made.

Equity investments at FVTOCI

Due to the decrease in market value of equity holdings.

Property and equipment

Increase was due to the acquisition of equipment for the research phase of the parent's current project.

Accounts Payable and other liabilities

Decrease is due to payments of trade and non-trade accounts.

Retirement Benefit obligation

The group recognized additional amount for the retirement benefit of the employees.

Deferred Tax Liabilities

Pertains to the tax liabilities recognized for the gain in the Parent company's golf shares holdings.

Sale of Real estate

Anala sales recognized for the first quarter of 2018 amounts to P6.08 million and P5.4 million for 2018. Althea sales recognized for the same period of 2019 amounts to 8.19 million and P36.7 million recognized for 2018. The sales recognized for Anala parking for the same period in 2019 amounts to P1.0 million while P nil was recognized in 2018.

Other Income

Other income decreased by 6.46% from P1.9 million in March 2018 to P1.7 million for the same period in 2019. These consist of late payment penalties, forfeited payments, interest earned on in-house financing.

Sales and marketing expense

Bulk of the sales and marketing expenses pertains to Sales Commission of ₱3.8M.

General and Administrative expense

38.52% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to ₱4.13M, 11.62% of CG&A are travel and transportation amounting to ₱1.25M and 9.97% of CG&A pertains to exploration cost amounting to ₱1.07M.

Discussion for January - March 2018 vis-à-vis January – March 2017

Cash & Cash Equivalents

Cash and cash equivalents decreased as of 1st quarter 2018 as compared to the same period last year due to the acquisition of treasury bills amounting to P252M. The parent company earned interest income amounting to ₱1.48M.

Short-term investments

Pertains to investments in government issued securities.

Receivable

Receivable's increase brought about by the recognition of receivables from those who have completed their 20% down payment and awaiting full payment thru cash or financing.

Prepayments and Other Current Assets

Other current assets decrease due to the classification of input taxes as noncurrent assets.

Available for Sale investments

Increment in market value of equity holdings.

Property and equipment

Increase was due to the acquisition of equipment for the research phase of the parent's current project.

Accounts Payable and other liabilities

Accounts payable and other current liabilities increased by P3.1 million due to the recognition of obligation to contractors for the Anuva and Althea amenities.

Retirement Benefit obligation

The group recognized additional amount for the retirement benefit of the employees.

Deferred Tax Liabilities

Pertains to the tax liabilities recognized for the gain in the Parent company's golf shares holdings.

Sale of Real estate

Anala sales recognized for the first quarter of 2018 amounts to P5.4 million and P3.3 million for 2017. Most of the sold units in Anala have already been recognized in the previous years. Althea sales recognized for the same period of 2018 amounts to P36.7 million and P3 million recognized for 2017. There were no sales recognized for Anala parking for the same period in 2018 while P0.48M was recognized in 2017.

Other Income

These are income from forfeited buyers' deposits and late payments penalties.

Sales and marketing expense

Bulk of the sales and marketing expenses pertains to Sales Commission and consultancy fees.

General and Administrative expense

34% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to ₱3.4M, 12% of CG&A are taxes and licenses amounting to ₱1.2M and 9% of CG&A pertains to travel and transportation amounting to ₱0.9M.

Results and Plans of Operation

Real Estate: SOC Land

SOC Land's vertical residential development project, ANUVA RESIDENCES located at Muntinlupa City has completed its first tandem building project known as ANALA. ANALA the first tandem building of ANUVA RESIDENCES project has sold 520 of the 533 units as of March 31, 2020 which corresponds to 97.56% of the total inventory. 465 units have been turned over to end users. Out of this, 447 units are occupied with more than 1,300 people currently residing in the building.

AZALEA the second tandem building of ANUVA RESIDENCES is still in a pre-selling stage which is focusing on the Green Urban Living image. Azalea has sold 431 of its 618 units that correspond to 69.74% of the total inventory.

SOC Land's horizontal residential development project, ALTHEA RESIDENCES located at Biñan City Laguna has sold a total of 221 of 229 units, a combination of townhouses, lots and house & lots that correspond to 96.50% of the total inventory. Sixty-six (66) units have already constructed, and fifty-six (56) of these have been turned over to end-users. Out of this, forty-eight (48) units are occupied and already residing in the subdivision. In addition, there are fourteen (14) more units being constructed and the target completion will be in June 2020.

Other Energy, Mineral and Resource Based Opportunities

The Company entered into an agreement with the Palawan ICC (Indigenous Cultural Community) Campong It Mapangarapan It Palawano (CAMPAL) of Rizal, Palawan to undertake agro-industrial development of their ancestral land. The National Commission for Indigenous Peoples (NCIP) awarded the Company the Certificate of Pre-condition with FPIC (Free Prior Informed Consent) for the agreement last June 2016. The Company has completed project documentation with the LGUs (Local Government Units). SOC and CAMPAL conferred with the LGUs and the Palawan Council for Sustainable Development (PCSD) to secure the Strategic Environmental Plan (SEP) Clearance needed for the agro-industrial development with coffee as the initial undertaking. On March 8, 2018 the PCSD issued the SEP Clearance Certificate for the development of 3212 hectares of the IP area. The Company together with CAMPAL are securing documentation for an ECC for the project.

Coffee and coconut are envisioned to be the main crops of the area. Coffee is the second most traded commodity worldwide. The Philippines consumes about 170,000 metric tons of coffee (Phil. Coffee Board) and is a net importer of coffee. It imports almost 70% of its coffee needs at a cost of P7B.

Coconut, also called the "tree of life" is an established commercial plant wherein its derived products are used domestically and internationally.

The global situation in recent years presents opportunities for the Company to seek entry into mineral exploration and exploitation sector. The Company applied for an Exploration Permit Application with the Mines and Geosciences Bureau Regional Office No. VII covering an area of 843 hectares, completing payment of fees last August 5, 2020. The application is undergoing evaluation by MGB Region VII office.

The Company is in a favorable situation wherein its current cash position allows it to review other businesses wherein it may invest.

Agri-Business	\$3MM
Other Energy, Mineral & Resources Based Opportunities	\$ 300K for Assessment Studies

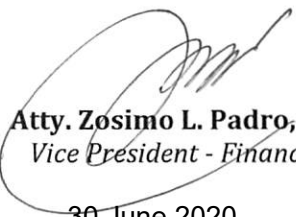
SIGNATURES

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.



Ronna C. De Leon
Accounting Manager

Date : 30 June 2020



Atty. Zosimo L. Padro, Jr.
Vice President - Finance

Date : 30 June 2020

SOCRESOURCES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
In PHP

	March 31	December 31
	2020	2019
	(Unaudited)	(Audited)
ASSETS		
Current Assets		
Cash and cash equivalents	554,468,203	557,462,198
Receivables	15,766,502	15,728,934
Contract assets	19,789,915	24,612,468
Real estate inventories	1,057,423,755	1,058,274,302
Due from a related party	256,445	243,387
Prepayments and other current assets	91,552,657	82,897,913
Total Current Assets	1,739,257,477	1,739,219,202
Noncurrent Assets		
Equity investments at fair value through other comprehensive income (FVTOCI)	41,191,756	43,208,458
Receivables - net of current portion	15,000,000	15,000,000
Contract assets - net of current portions	24,121,710	24,121,710
Property and equipment - net	37,174,319	37,960,890
Other noncurrent asset	14,136,433	13,160,171
Total Noncurrent Assets	131,624,218	133,451,229
TOTAL ASSETS	1,870,881,695	1,872,670,431
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and other liabilities	53,123,112	60,181,749
Contract liabilities - current	135,719,882	129,096,963
Total Current Liabilities	188,842,994	189,278,712
Retirement Benefit Obligation	5,782,334	5,782,334
Deferred Tax Liability	1,867,067	1,867,067
Contract Liabilities - net of current portion	58,409,392	50,384,702
Total Noncurrent Liabilities	66,058,793	58,034,103
Total Liabilities	254,901,787	247,312,815
EQUITY		
Common Stock - P1 par value		
Authorized - 1 billion shares		
Issued 601,389,569 shares as of March 31,2020 and December 31,2019	601,389,569	601,389,569
Subscribed 305,170,000 shares as of Mar 31,2020 and as of December 31,2019 (net of subscription receivable of P228,877,500 as of March 31,2020 and as of Year end Dec 31,2019	76,292,500	76,292,500
Additional paid in capital	72,272,140	72,272,140
Retained earnings:		
Appropriated	745,000,000	745,000,000
Unappropriated	114,966,817	122,327,823
Other comprehensive income	11,020,532	13,037,234
Treasury stock	(4,961,650)	(4,961,650)
Total Equity	1,615,979,908	1,625,357,616
TOTAL LIABILITIES AND EQUITY	1,870,881,695	1,872,670,431

SOCRESOURCES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(IN PHP)

	As of March 31	
	2020	2019
	(Unaudited)	(Unaudited)
ASSETS		
Current Assets		
Cash and cash equivalents	554,468,203	479,993,111
Short-term investments	-	-
Receivables	15,766,502	25,793,742
Contract assets	19,789,915	19,367,223
Real estate inventories	1,057,423,755	1,061,722,780
Due from a related party	256,445	243,387
Prepayments and other current assets	91,552,657	72,981,426
Total Current Assets	1,739,257,477	1,660,101,669
Noncurrent Assets		
Equity investments at fair value through other comprehensive income (FVTOCI)	41,191,756	49,734,495
Receivables - net of current portion	15,000,000	15,000,000
Contract assets - net of current portions	24,121,710	32,712,621
Available-for-sale (AFS) financial assets		
Property and equipment - net	37,174,319	35,277,922
Other noncurrent asset	14,136,433	18,600,399
Total Noncurrent Assets	131,624,218	151,325,437
TOTAL ASSETS	1,870,881,695	1,811,427,106
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts payable and other liabilities	53,123,112	66,054,773
Contract liabilities - current	135,719,882	98,520,867
Total Current Liabilities	188,842,994	164,575,640
Deferred Tax Liability	1,867,067	10,970,026
Retirement Benefit Obligation	5,782,334	4,281,472
Contract Liabilities - net of current portion	58,409,392	
Total Noncurrent Liabilities	66,058,793	15,251,498
Total Liabilities	254,901,787	179,827,138
EQUITY		
Common Stock - P1 par value		
Authorized - 1 billion shares		
Issued 601,389,569 shares as of March 31,2020 and 600,589,569 shares as of March 31,2019	601,389,569	600,589,569
Subscribed 305,170,000 shares as of March 31,2020 and 305,970,000 shares as of March 31,2019 (net of subscription receivable of P228,877,500 as of March 31,2020 and P229,477,500 as of March 31,2019	76,292,500	76,492,500
Additional paid in capital	72,272,140	72,272,140
Retained earnings:		
Appropriated	745,000,000	745,000,000
Unappropriated	114,966,817	121,890,015
Other comprehensive income	11,020,532	20,317,394
Treasury stock	(4,961,650)	(4,961,650)
Total Equity	1,615,979,908	1,631,599,968
TOTAL LIABILITIES AND EQUITY	1,870,881,695	1,811,427,106
	-	-

SOCRESOURCES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
IN PHP

	March 31	December 31
	2020	2019
	(Unaudited)	(Audited)
REVENUES		
Real estate sales from contract with customers	8,809,723	112,582,130
Interest income	3,343,069	23,132,313
Dividend Income	-	386,287
Foreign exchange gains - net	5,586	(241,472)
Realized gain in financial assets at FVTPL	-	
Other Income (expenses)	(3,701,127)	731,251
	8,457,251	136,590,509
COSTS AND EXPENSES		
Cost of real estate sales	4,901,383	67,905,972
General and administrative expenses	10,081,615	58,125,285
Sales and marketing expenses	835,261	13,429,475
Foreign exchange losses	-	
Interest Expense	-	
Other Expenses		
	15,818,259	139,460,732
INCOME (LOSS) BEFORE INCOME TAX	(7,361,008)	(2,870,223)
PROVISION FOR INCOME TAX		
Current	-	8,579,821
Deferred	-	(9,029,403)
	-	(449,582)
NET INCOME (LOSS)	(7,361,008)	(2,420,641)
OTHER COMPREHENSIVE INCOME (LOSS)		
<i>Other comprehensive income (loss) to be reclassified to profit (loss) in subsequent periods:</i>		
Unrealized valuation gains on equity investments at FVTOCI	(2,016,702)	(9,081,578)
<i>Other comprehensive income (loss) not to be reclassified to profit (loss) in subsequent periods:</i>		
Actuarial gains (losses) on defined benefit plan	-	(754,123)
	(2,016,702)	(9,835,701)
TOTAL COMPREHENSIVE INCOME (LOSS)	(9,377,710)	(12,256,342)
Basic/Diluted Income (Loss) Per Share	(0.0122)	(0.0040)
* Computed as =		
Net income(loss) for the period	(7,361,008)	(2,420,641)
Weighted average number of shares	601,389,569	601,182,069

SOCRESOURCES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
IN PHP

	As of March 31	
	2020	2019
	(Unaudited)	(Unaudited)
REVENUES		
Real estate sales from contract with customers	8,809,723	15,266,841
Interest income	3,343,069	5,036,995
Dividend Income	-	-
Foreign exchange gains - net	5,586	-
Other Income (expenses)	(3,701,127)	1,763,078
	8,457,251	22,066,914
COSTS AND EXPENSES		
Cost of real estate sales	4,901,383	8,901,660
General and administrative expenses	10,081,615	10,737,602
Sales and marketing expenses	835,261	5,306,142
	15,818,259	24,945,404
INCOME (LOSS) BEFORE INCOME TAX	(7,361,008)	(2,878,490)
PROVISION FOR INCOME TAX	-	-
NET INCOME (LOSS)	(7,361,008)	(2,878,490)
OTHER COMPREHENSIVE INCOME (LOSS)		
<i>Other comprehensive income (loss) to be reclassified to profit (loss) in subsequent periods:</i>		
Unrealized valuation gains on equity investments at FVTOCI	(2,016,702)	(2,555,541)
	(2,016,702)	(2,555,541)
TOTAL COMPREHENSIVE INCOME (LOSS)	(9,377,710)	(5,434,031)
Basic/Diluted Income (Loss) Per Share	(0.0122)	(0.0048)
* Computed as		
= $\frac{\text{Net income(loss) for the period}}{\text{Weighted average number of shares}}$	$\frac{(7,361,008)}{601,389,569}$	$\frac{(2,878,490)}{600,589,569}$

SOCRESOURCES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS
IN PHP

	As of March 31		December 31
	2020	2019	2019
	(Unaudited)	(Unaudited)	(Audited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Income (loss) before income tax	(7,361,008)	(2,878,491)	(2,870,223)
Adjustments for:			
Retirement Benefit Expense	-	-	673,183
Depreciation and amortization	810,107	765,171	3,939,323
Unrealized foreign exchange losses (gains)	(5,586)	9,930	241,472
Interest income	(3,343,069)	(5,036,995)	(23,132,313)
Dividend Income	-	-	(386,287)
Gain on repossession	-	-	(464,520)
Operating income (loss) before working capital changes	(9,899,556)	(7,140,385)	(21,999,365)
Decreases (Increases) in:			
Receivables	1,279,485	6,069,170	14,392,420
Contract asset	4,822,553	8,055,580	10,722,848
Real estate inventories	850,547	5,185,468	9,098,466
Other current assets	-	(5,958,033)	(14,228,527)
Prepayments and other current assets	(8,994,539)	(203,235)	
Increase (decrease) in:			
Contract liabilities	14,647,609		81,639,196
Accounts Payable & Accrued Expenses	(7,058,637)	15,474,819	9,601,794
Cash flows generated from (used in) operations	(4,352,538)	21,483,384	89,226,832
Interest received	2,314,487	3,544,166	23,051,543
Income tax paid, including creditable withholding taxes	-	-	(5,211,990)
Net cash flows from (used in) in operating activities	(2,038,051)	25,027,550	107,066,385
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisitions of:			
Property and equipment	(23,535)	(63,802)	(5,920,922)
Dividend Received	51,325	51,325	407,277
Decrease (increase) in other noncurrent assets			(91,125)
Advances to related party	(13,058)	(12,684)	(12,684)
Advances to agricultural projects	(976,262)	(654,088)	
Net cash flows from (used in) investing activities	(961,530)	(679,249)	(5,617,454)
CASH FLOWS FROM A FINANCING ACTIVITY			
Collection of subscriptions receivable	-	22,500	622,500
Net cash flows from (used in) Financing activities	-	22,500	622,500
EFFECT OF EXCHANGE RATE CHANGES			
ON CASH AND CASH EQUIVALENTS	5,586	(9,930)	(241,472)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(2,993,995)	24,360,871	101,829,959
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	557,462,198	455,632,240	455,632,239
CASH AND CASH EQUIVALENTS AT END OF YEAR	554,468,203	479,993,111	557,462,198

SOCRESOURCES, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
IN PHP

	Common Stock		Additional	Retained Earnings		Other	Treasury	
	Issued	Subscribed - Net	Paid-In Capital	Appropriated	Unappropriated	Comprehensive Income	Shares	TOTAL
BALANCES AT DECEMBER 31, 2018	600,559,569	76,500,000	72,272,140	745,000,000	124,748,464	22,872,935	(4,961,650)	1,636,991,458
Collections of Subscription Receivable								-
Issuance of Common Stock	30,000	(7,500)						22,500
Total Comprehensive Income					(2,858,449)	(2,555,541)		(5,413,990)
Balances at March 31,2019	600,589,569	76,492,500	72,272,140	745,000,000	121,890,015	20,317,394	(4,961,650)	1,631,599,968
BALANCES AT DECEMBER 31, 2018	600,559,569	76,500,000	72,272,140	745,000,000	124,748,464	22,872,935	(4,961,650)	1,636,991,458
Collections of Subscription Receivable								-
Issuance of Common Stock	830,000	(207,500)						622,500
Total Comprehensive Income					(2,420,641)	(9,835,701)		(12,256,342)
Balances at December 31,2019	601,389,569	76,292,500	72,272,140	745,000,000	122,327,823	13,037,234	(4,961,650)	1,625,357,616
BALANCES AT DECEMBER 31, 2019	601,389,569	76,292,500	72,272,140	745,000,000	122,327,823	13,037,234	(4,961,650)	1,625,357,616
Collections of Subscription Receivable								-
Issuance of Common Stock								-
Total Comprehensive Income					(7,361,006)	(2,016,702)		(9,377,708)
Balances at March 31,2020	601,389,569	76,292,500	72,272,140	745,000,000	114,966,817	11,020,532	(4,961,650)	1,615,979,908

SOCRESOURCES, INC. AND SUBSIDIARY

Schedule 3: Other long term investments and other Investments

Available for Sale Financial Assets

As of March 31, 2020

In Philippine Peso unless stated

Name of Issuing Entity & Description of Investment	Number of Shares or Principal Amount of Bonds & Notes	Value Based on Market Quotations at the end of Reporting Period	Dividends, Interest Received from Investments not accounted for by the equity Method
Investment in Shares of Stocks			
<i>Listed - Domestic</i>			
Aboitiz Equity Ventures, Inc.	7,800	287,040	
Lepanto Consolidated Mining Company "A"	2,078,000	147,538	
Manila Mining Corporation "A"	26,480,000	161,528	
Manila Water Company, Inc.	265,000	2,522,800	
Petron	1,147,500	2,822,850	
		5,941,756	-
<i>Not Listed - Domestic</i>			
Wackwack Golf & Country Club	1	35,000,000	
Southwest Resources, Inc.		3,333,500	
Mt. Malarayat Golf & Country Club	1	250,000	
		38,583,500	
Allowance for Impairment on AFS - Unlisted		(3,333,500)	
		35,250,000	
TOTAL AVAILABLE FOR SALE FINANCIAL ASSETS		41,191,756	

SOCResources, Inc. and Subsidiary

Schedule 4: Aging of Consolidated Accounts Receivable

As of March 31,2020

Accounts Receivable	CURRENT					PAST DUE			Past due accounts & Items in Litigation
	Total	1 Month	2-3 Mos.	4-6 Mos.	7 Mos. To 1 Year	1-2 Years	3-4 Years	5 Years - Above	
1 Installment contract receivable	3,615,169	-	-	-	3,615,169	-	-	-	
2 Advances to Suppliers & Contractors	304,795	140,322	31,431	14,873	-	22,424	90,746	5,000	
3 Officers and employees	19,660,348	607,155	41,701	4,324	7,169	-	-	19,000,000	
4 IGC Securities, Inc.	79,482	-	-	-	-	-	79,482	-	
5 South China Petroleum Int'l.	256,445	-	13,058	-	-	51,767	41,220	150,400	
6 Unit Owners	4,043,140	4,043,140	-	-	-	-	-	-	
7 Due from Anuva Condo	100,187	59,586	40,601	-	-	-	-	-	
8 Due from Althea HOA	35,141	-	-	-	-	35,141	-	-	
9 Due from HDMF	1,191,174	-	823,074	224,706	143,395	-	-	-	
10 Others	1,737,064	341,232	20,000	15,200	192,974	813,709	345,549	8,400	
Subtotal	31,022,947	5,191,435	969,865	259,102	3,958,706	923,040	556,997	19,163,800	
Less: Allow. For Impairment losses on receivables	-	-	-	-	-	-	-	-	-
A/R - net	31,022,947	5,191,435	969,865	259,102	3,958,706	923,040	556,997	19,163,800	NONE
Net Receivables	31,022,947	5,191,435	969,865	259,102	3,958,706	923,040	556,997	19,163,800	NONE

Notes: If the Company's collection period does not match with the above schedule and revision is necessary to make the schedule not misleading, the proposed collection period in this schedule may be changed to appropriately reflect the Company's actual collection period.

Accounts Receivable Description :

Type of A/R :	Nature/Description	Collection Period
1) Amount owed by a related party	Receivable from third party IPI Industries, Inc. (Principal & Interest)	monthly payment of interest & quarterly payment of principal
2) Officers and employees	Advances to employees for emergency purpose on a 1 year term payable monthly	monthly
3) Others	Receivable from third party	past due yet collectible
Notes : Indicate a brief description of the nature and collection period of each receivable accounts with major balances or separate receivable captions, both for trade and non-trade accounts.		

SOCRESOURCES, INC. AND SUBSIDIARY

Schedule 5: Amounts Receivable from Related Parties which are eliminated during the consolidation of Financial Statements

As of March 31, 2020

		Beginning Balance	Deductions	Ending Balance
		December 31, 2019		March 31, 2020
SOC Land Development, Corp.		905,200,241	-	905,200,241

SOCRESOURCES, INC. AND SUBSIDIARY

Schedule 7: Key Performance Indicator

	KEY FINANCIAL RATIOS	March 31, 2020	March 31, 2019
I.	Current/Liquidity Ratios	9.21 x	10.09 x
II.	Solvency Ratio	-2.57%	-1.18%
III.	Debt-to-equity ratio (in x)	0.1577 x	0.1102 x
IV.	Asset to Equity Ratio	1.1577 x	1.1102 x
V.	Interest Rate Coverage Ratio	N/A	N/A
VI.	Profitability Ratio		
	Return on Equity (ROE)	-0.46%	-0.18%
	Return on Assets (ROA)	-0.39%	-0.16%
VII.	Other Relevant Ratios		
	Revenue Growth/ (Decline)	-61.67%	-52.10%
	Net Income Growth/ (Decline)	-155.72%	-129.44%
	EBITDA	(6,550,901)	(2,113,319)

SOCRESOURCES, INC. AND SUBSIDIARY

Schedule 8: Map of the Relationships of the Companies within the Group

As of March 31, 2020

