

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 **June 30, 2019**
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) 804-1977 / 804-1978**
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 [☒] No [☐]
- If yes, state the name of such stock exchange and the class/es of securities listed therein:
- | | |
|---|--|
| Name of Stock Exchange
<u>Philippine Stock Exchange</u> | 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. While a number of house and lot units have been completed, additional construction of other house and lot units is ongoing. Phase 2 of ALTHEA RESIDENCES is in the planning stage and is expected to be formally launched in 2020.

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 Company entered into an agreement with the Palawan IP group 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) handed over to 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. On March 8, 2018 the PCSD issued the SEP Clearance Certificate for the development of 3,212 hectares of the IP area. The company is on the later stages of securing documentation for an ECC for the project after recently being given a Protected Area Management Board Endorsement.

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 June 30, 2019.

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 JUNE 30, 2019 & JUNE 30, 2018

ACCOUNTS	June 30, 2019	June 30, 2018	% CHANGE
REVENUES	75,960,396	74,386,208	2.12%
COST AND EXPENSES	74,429,136	57,643,697	29.12%
INCOME (LOSS) BEFORE INCOME TAX	1,531,260	16,742,511	-90.85%
PROVISION FOR INCOME TAX	1,607,879	-	100.00%
NET INCOME/(LOSS)	(76,619)	16,742,511	-100.46%
UNREALIZED VALUATION GAINS ON EQUITY at FVTOCI	(2,863,998)	(905,289)	-216.36%
TOTAL COMPREHENSIVE INCOME/(LOSS)	(2,940,617)	15,837,222	-118.57%

2019 VS 2018: RESULTS OF OPERATIONS

SOCLand's sales for project Anala as of the 2nd quarter of 2019 amounted to P16.59 million and P7.58 million for 2018. Althea sales recognized for the same period of 2019 amounted to 42.47 million and P58.09 million as of June 30, 2018. The sales recognized for Anala parking for the same period in 2019 amounted to P1.0 million while P0.45 million was recognized as of June 30, 2018. Other income increased by 17% from P4.47 million as of 2nd quarter 2018 to P5.21 million for the same period in 2019. These consist of late payment penalties, forfeited payments and interest earned on in-house financing. General and administrative expense inched up by 60% from P11.8 million in 2018 to P18.8 million in 2019 brought about by property management expenses for unsold units at Anala, closure of expenses incurred in the acquisition of Naratek software and increase in contribution for both SSS and Philhealth starting 2019. The selling and marketing expense also inched up by 13.78% from P12.09 million to P13.76 million in 2019 due to increase in commission and incentives brought about by increased in booked sales.

The parent, SOCResources, Inc. earned an interest income of P10.46M from investment in time deposits and savings as of 2nd quarter 2019 and P3.4M for the same period in 2018.

32.92% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to P8.7M, 10.45% of CG&A is travel and transportation cost amounting to P2.76M and 9.10% of CG&A pertains to depreciation amounting to P2.4M. 78% of the sales and marketing expenses pertains to Sales Commission and incentives amounting to of P10.6M as of June 30, 2019.

FOR THE PERIOD ENDED JUNE 30, 2018 & JUNE 30, 2017

ACCOUNTS	June 30, 2018	June 30, 2017	% CHANGE
REVENUES	74,386,208	31,350,534	137.27%
COST AND EXPENSES	57,643,697	37,359,708	54.29%
INCOME (LOSS) BEFORE INCOME TAX	16,742,511	(6,009,174)	378.62%
PROVISION FOR INCOME TAX	-	2,122,990	-100.00%
NET INCOME/(LOSS)	16,742,511	(8,132,164)	305.88%
NET GAINS(LOSSES) ON AFS FINANCIAL ASSETS	(905,289)	406,146	-322.90%
TOTAL COMPREHENSIVE INCOME/(LOSS)	15,837,222	(7,726,018)	304.99%

2018 VS 2017: RESULTS OF OPERATIONS

The subsidiary SOCLand's project Anala recognized sales as of the 2nd quarter of 2018 amounted to P7.58 million and P16.8 million for 2017. Most of the sold units in Anala have already been recognized in the previous years. Other income decreased by 52% from P9.3 million in 2017 to P4.47 million 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 P3.4M from savings account, investment in time deposits and treasury

bills. 38% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to ₱7.04M; 9.76% of CG&A are travel and transportation amounting to ₱1.8M; 9.70% of CG&A pertains to professional expense amounting to ₱1.8M; 7.70% of CG&A are research and development cost amounting to ₱1.42M and 7.6% of the CG&A are rent and utilities amounting to ₱1.4M. Taxes and licenses mostly represent the settlement of tax liabilities for years 2013, 2014 and 2015. Bulk of the consolidated sales and marketing expenses (CS&M) representing 37.21% pertains to Consultancy Fees - Sales of ₱4.5M and 28.36% of CS&M are sales commission for Althea Phase 1 amounting to ₱3.4M.

The subsidiary, SOCLand, registered a net income of P 19.10 million and net loss of P7.9 million for the period ended June 30, 2018 and 2017, respectively. General and administrative expense dropped to 21.00% from P14.93 million in 2017 to P11.80 million in 2018. The selling and marketing expense on the other hand increased by 48.8% from P8.13 million in 2017 to P12.09 million as at end of June 2018 due to the increase in number of sellers for both in-house and international sales group. 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.

FOR THE PERIOD ENDED JUNE 30, 2017 & JUNE 30, 2016

ACCOUNTS	June 30, 2017	June 30, 2016	% CHANGE
REVENUES	31,350,534	118,370,340	-73.51%
COST AND EXPENSES	37,359,708	109,137,680	-65.77%
INCOME (LOSS) BEFORE INCOME TAX	(6,009,174)	9,232,660	-165.09%
PROVISION FOR INCOME TAX	2,122,990	1,427,318	48.74%
NET INCOME/(LOSS)	(8,132,164)	7,805,342	-204.19%
NET GAINS(LOSSES) ON AFS FINANCIAL ASSETS	406,146	5,662,040	-92.83%
TOTAL COMPREHENSIVE INCOME/(LOSS)	(7,726,018)	13,467,382	-157.37%

2017 VS 2016: RESULTS OF OPERATIONS

Revenue from sale of real estate recognized as of the 2nd quarter of 2017 amounted to ₱16.8M, other income of ₱9.3M and interest income of ₱4.8M. 29% of the general and administrative (G&A) expense pertains to the personnel cost amounting to ₱6M, 15% of G&A are travel and transportation amounting to ₱3.2M and 12% of G&A pertains to taxes and licenses amounting to ₱2.4M. Bulk of the sales and marketing expenses pertains to Sales Commission of ₱2.9M and consultancy fees of ₱2.08M. The provision for income taxes of ₱2.1M and ₱1.4M pertains to taxes payable by the subsidiary, SOC Land. There was a decrease on on the market value of the equity holdings of the parent company as of June 30, 2017.

The subsidiary, SOC Land registered a net loss of P 7.9 million and net income of P10.8 million for the first six months of 2017 and 2016, respectively. Anala sales recognized for the first six months of 2017 amounts to P13.3 million and P92.9 million for 2016. Most of the sold units in Anala have already been recognized in the previous years. Althea sales recognized for the same period of 2017 amounts to P3.00 million and P8.0 million recognized for 2016. Anala parking sales recognized for the same period in 2017 amounts to P0.48 million and P0.45 in 2016. Other income decreased by 41.267% from P15.8 million in 2016 to P9.3 million in 2017. These consist of late payment penalties, forfeited payments, interest earned on in-house financing and interest earned on short term placements. General and administrative expense decreased by 32.65% from P22.1 million in 2016 to P14.9 million in 2017. The selling and marketing expense on the other hand increased by 45.6% from P5.5 million in 2016 to P8.1 million as at end of June 2017 due to the increase in number of sellers for both in-house and international sales group.

CONSOLIDATED FINANCIAL POSITION
Financial Highlights
(in PHP)

FOR THE PERIOD ENDED JUNE 30, 2019 & JUNE 30, 2018:

ACCOUNTS	June 30, 2019	June 30, 2018	% CHANGE
CURRENT ASSETS	1,680,789,908	1,614,443,969	4.11%
NONCURRENT ASSETS	151,135,544	165,146,743	-8.48%
TOTAL ASSETS	1,831,925,452	1,779,590,712	2.94%
CURRENT LIABILITIES	182,000,611	133,961,019	35.86%
NONCURRENT LIABILITIES	15,251,498	8,818,104	72.96%
TOTAL LIABILITIES	197,252,109	142,779,123	38.15%
EQUITY	1,634,673,343	1,636,811,589	-0.13%
TOTAL LIABILITIES AND EQUITY	1,831,925,452	1,779,590,712	2.94%

2019 VS 2018: FINANCIAL CONDITION

SOCLand's receivable decreased by 43.89% brought about by the following: collection of receivables from Anuva Condominium Corporation in the amount of P6.25 million, liquidation of advances, closure of expenses incurred on Naratex software and increase in other receivables of P4.92 million. Real estate for sale decreased by 1.29% or P13.76 million due to the decrease in inventory of related sold units for both Anala and Althea units. Other current assets decreased by P2.39 million due to offset of creditable income tax against tax payable of P1.61 million and amortization of prepayments. Accounts payable and other current liabilities increased by 41.43% or P20.58 million due to increase in output taxes and payments of trade and non-trade accounts. Contract liabilities increased by 14.16% 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 JUNE 30, 2018 & JUNE 30, 2017:

ACCOUNTS	June 30, 2018	June 30, 2017	% CHANGE
CURRENT ASSETS	1,614,443,969	1,586,516,557	1.76%
NONCURRENT ASSETS	165,146,743	180,655,353	-8.58%
TOTAL ASSETS	1,779,590,712	1,767,171,910	0.70%
CURRENT LIABILITIES	133,961,019	124,998,008	7.17%
NONCURRENT LIABILITIES	8,818,104	3,362,357	162.26%
TOTAL LIABILITIES	142,779,123	128,360,365	11.23%
EQUITY	1,636,811,589	1,638,811,545	-0.12%
TOTAL LIABILITIES AND EQUITY	1,779,590,712	1,767,171,910	0.70%

2018 VS 2017: FINANCIAL CONDITION

Current receivable increased by 10% due to 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 dropped by 1.41% or P15.23 million due to the decreased in the inventory of units sold. Other current assets increased by P4.02 million due to the creditable taxes remitted on fully paid units and refundable deposits for office rental.

Accounts payable and other current liabilities increased due to additional payments made by unit owners on downpayment and processing fee and corresponding output tax. 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 P1.8M for the gain on golf shares held by the parent company.

Cash and cash equivalents increased by 41.10% due to the maturity of short term investments by the company amounting to ₱148M, redemption of investments in UITF of ₱10M and the ₱30M cash generated by the subsidiary from operations as of ending June 30, 2018.

CONSOLIDATED FINANCIAL POSITION

Financial Highlights

(in PHP)

FOR THE PERIOD ENDED JUNE 30, 2017 & JUNE 30, 2016:

ACCOUNTS	June 30, 2017	June 30, 2016	% CHANGE
CURRENT ASSETS	1,586,516,557	1,625,735,487	-2.41%
NONCURRENT ASSETS	180,655,353	131,380,880	37.51%
TOTAL ASSETS	1,767,171,910	1,757,116,367	0.57%
CURRENT LIABILITIES	124,998,008	127,330,063	-1.83%
NONCURRENT LIABILITIES	3,362,357	3,856,790	-12.82%
TOTAL LIABILITIES	128,360,365	131,186,853	-2.15%
EQUITY	1,638,811,545	1,625,929,514	0.79%
TOTAL LIABILITIES AND EQUITY	1,767,171,910	1,757,116,367	0.57%

2017 VS 2016: FINANCIAL CONDITION

The increase in noncurrent assets was brought about by the increase in the noncurrent receivable due to the net effect of the collection of account as the units were turned over and the recognition of sales for those units, the collection of down payment of which amounted to 20% of the total contract price. The slight decrease in the current assets was brought about by the 72% decrease in the Receivables-current due to collections and reclassification to noncurrent receivables. Real estate for sale increased by 5.6% or P59 million due to the payment of progress billing for Althea. Althea is the first house and lot project of SOC Land. It is located at Brgy. Zapote in Biñan City Laguna and near Biñan City Hall. Other current assets increased due to the investment in treasury bills amounting to P148M and creditable taxes remitted on fully paid units and refundable deposits for office rental. Decrease in the recognized retirement liability has caused the slight decrease in the noncurrent liabilities. The positive bottomline figure as of year ended December 31, 2016 has caused the slight increase in the equity of the group as of the period ending June 30, 2017.

KEY PERFORMANCE INDICATORS

The following are the major financial ratios of the Company for the period ended June 30, 2019 and June 30, 2018.

Key Financial Ratios	June 30, 2019	June 30, 2018
Revenue Growth		
(Total Revenues (current period) - Total Revenues (prior period))/Total Revenues (prior period)	2.12%	137.27%
Net income Growth/(Decline)		
Net Income (after tax) (current period)/ Net income (prior period, after tax)	-100.46%	305.88%
Solvency Ratio		
(After Tax Net Income+Depreciation)/Total Liabilities	1.22%	12.63%
EBITDA		
Income from operations plus depreciation and amortization	P 2,411,716	P18,027,806
Asset to Equity Ratio		
Total Assets/Total Equity	1.1207 x	1.0872 x
Return on Equity (ROE)		
Net income/ Equity	0.00%	1.02%
Return on assets (ROA)		
Net income/ Total Assets	0.00%	0.94%
Current/Liquidity ratio		
Current Assets/ Current Liabilities	9.24 x	12.05 x
Debt to Equity Ratio		
Total Liabilities/ Equity	0.1207 x	0.0872 x

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 12.05x as of period ending June 30, 2018 to 9.24x for the period June 30, 2019. The asset to equity ratio increased by 0.03X for the period ending June 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 June 30, 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 June 30, 2019, 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 June 30, 2019, 2018 and 2017 are summarized as follows:

ACCOUNTS	For the Period June 30			% CHANGE	
<i>In Millions</i>	2019	2018	2017	2019 vs 2018	2018 vs 2017
Statement of Financial Position					
Cash & Cash Equivalents	511.07	300.05	212.66	70.33%	41.10%
Short-term investments	-	109.86	-	-100.00%	100.00%
Receivables	19.03	63.55	57.72	-70.05%	10.10%
Due from Related Parties	0.24	0.21	0.19	18.32%	7.35%
Prepayments & Other Current Assets	72.27	63.33	220.52	14.11%	-71.28%
Receivables - net of current portion	15.00	61.84	78.85	-75.74%	-21.57%
Equity investments at FVTOCI	49.43	42.54	41.12	16.19%	3.47%
Property & Equipment	35.18	34.27	33.60	2.68%	1.97%
Other noncurrent assets	18.81	26.50	27.09	-29.01%	-2.18%
Accounts Payable & other Liabilities	70.31	133.96	125.00	-47.52%	7.17%
Retirement benefit obligation	4.28	4.80	-	-10.72%	100.00%
Deferred Tax Liabilities	10.97	4.02	-	172.70%	100.00%
Retained Earnings - Unappropriated	124.67	133.55	134.94	-6.65%	-1.03%
Statement of Comprehensive Income					
REVENUES					
Interest Income	10.46	3.38	4.83	209.30%	-30.04%
Real estate sales from contract with customers	60.05	66.12	16.80	-9.18%	293.69%
Dividend Income	0.24	0.29	0.23	-17.75%	25.93%
Gain on redemption of UITF	-	0.20	0.08	-100.00%	151.68%
Other income	5.21	3.98	9.3240	31.11%	-57.34%
Foreign Exchange Gain	-	0.42	0.09	-100.00%	355.70%
COST AND EXPENSES					
Cost of real estate sales	34.27	27.11	8.93	26.42%	203.40%
Sales and marketing expenses	13.76	12.09	8.13	13.78%	48.81%
General and Administrative Expenses	26.40	18.44	20.30	43.15%	-9.13%
Provision for Income Tax	1.61	-	2.12	100.00%	-100.00%
Unrealized valuation gains on equity investments at FVTOC	(2.86)	(0.91)	0.41	-216.36%	-322.90%

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

Cash & Cash Equivalents

Cash and cash equivalents increase as of 2nd 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 decreased by P2.39 million due to offset of creditable income tax against tax payable of P1.61 million and amortization of prepayments.

Equity investments at FVTOCI

Due to the increase in the 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

SOCLand's sales for project Anala as of the 2nd quarter of 2019 amounted to P16.59 million and P7.58 million for 2018. Althea sales recognized for the same period of 2019 amounted to 42.47 million and P58.09 million as of June 30, 2018. The sales recognized for Anala parking for the same period in 2019 amounted to P1.0 million while P0.45 million was recognized as of June 30, 2018.

Other Income

Other income increased by P6.02% from P3.98 million to P5.22 million. These consists of late payment penalties, forfeited payments and interest earned on in-house financing.

Sales and marketing expense

78% of the sales and marketing expenses pertains to Sales Commission and incentives amounting to of ₱10.6M as of June 30, 2019 as against ₱12.09M as of the same period last year.

General and Administrative expense

The following are the top five expenses on consolidated general and administrative expenses: (1) 32.92%, Personnel Cost at ₱8.7M; (2) 10.45%, Travel & transportation at ₱2.8M; (3) 9.10%, Depreciation at ₱2.4M; (4) 7.51%, Taxes & Licenses at ₱1.98M; and (5) 4.87% Research & Development Cost at ₱1.29M.

Discussion for January - June 2018 vis-à-vis January - June 2017

Cash & Cash Equivalents

Cash and cash equivalents increased as of 2nd quarter 2018 as compared to the same period last year due maturity of short term investments by the company amounting to ₱148M, redemption of investments in UITF of ₱10M and the ₱30M cash generated by the subsidiary from operations as of ending June 30, 2018.

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 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

The subsidiary SOCLand's project Anala recognized sales as of the 2nd quarter of 2018 amounted to P66.12 million and P16.8 million for 2017. Most of the sold units in Anala have already been recognized in the previous years.

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 Consultancy Fees – Sales of ₱4.5M and Sales Commission for Althea Phase 1 amounting to ₱3.4M.

General and Administrative expense

38% of the consolidated general and administrative (CG&A) expense pertains to the personnel cost amounting to ₱7.04M; 9.76% of CG&A are travel and transportation amounting to ₱1.8M; 9.70% of CG&A pertains to professional expense amounting to ₱1.8M; 7.70% of CG&A are research and development cost amounting to ₱1.42M and 7.6% of the CG&A are rent and utilities amounting to ₱1.4M.

Discussion for January - June 2017 vis-à-vis January - June 2016

Cash & Cash Equivalents

Cash and cash equivalents decreased by 32.81% as of 2nd quarter 2017 as compared to the same period last year due to the acquisition of treasury bills amounting to P148M. The parent company earned interest income amounting to ₱1.4M.

Receivable

Receivable decreased by 72.02% brought about by the net effect of the collection of account as the units were already turned over and the recognition of sales for those units which have completed the 20% collection of down payment.

Real Estate for Sale

Increase in Real estate for sale was due to the payment of progress billing for Althea.

Prepayments and Other Current Assets

Other current assets increased due to the creditable taxes remitted on fully paid units and refundable deposits for office rental.

Available for Sale investments

Increment in market value of equity holdings.

Property and equipment

Decrease was due to depreciation.

Accounts Payable and other liabilities

Accounts payable and other current liabilities drop was due to the payment to contractors for Anala Building, payment of accrued commission and offset of unit owners' deposit against receivable upon take up of sale.

Retirement Benefit obligation

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

Sale of Real estate

Anala sales recognized for the first six months of 2017 amounts to P13.3 million and P92.9 million for 2016. Most of the sold units in Anala have already been recognized in the previous years. Althea sales recognized for the same period of 2017 amounts to P3.00 million and P8.0 million recognized for 2016. Anala parking sales recognized for the same period in 2017 amounts to P0.48 million and P0.45 in 2016.

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 of ₱2.9M and consultancy fees of ₱2.08M.

General and Administrative expense

29% of the general and administrative (G&A) expense pertains to the personnel cost amounting to ₱6M, 15% of G&A are travel and transportation amounting to ₱3.2M and 12% of G&A pertains to taxes and licenses amounting to ₱2.4M.

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 507 of the 533 units as of June 2019 which corresponds to 95% of the total inventory. 413 units have been turned over to end users. Out of this, 413 units are occupied with more than 500 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 353 of its 618 units which correspond to 57% of the total inventory.

SOC Land's horizontal residential development project, ALTHEA RESIDENCES located at Biñan City Laguna has sold a total of 209 of 229 units, a combination of townhouses, lots and house & lots that correspond to 91% of the total inventory. Fifty (50) units have already constructed, and forty-four (44) of this has been turned over to end users. Out of this, thirty (32) units are occupied and already residing in the subdivision. In addition, there are ten (10) more units being constructed and the target completion will be from June to September 2019.

Other Energy, Mineral and Resource Based Opportunities

The Company entered into an agreement with the Palawan IP group 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) handed over to 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. On March 8, 2018 the PCSD issued the SEP Clearance Certificate for the development of 3212 hectares of the IP area. The company is on the later stages of securing documentation for an ECC for the project after recently being given a Protected Area Management Board Endorsement.

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 ₱7B.

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 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	\$ 200K 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.



SOCResources, Inc.

Issuer

Ronna C. De Leon
Accounting Manager

Date : 19 August 2019

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

Date : 19 August 2019

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

	June 30	December 31
	2019	2018
	(Unaudited)	(Audited)
ASSETS		
Current Assets		
Cash and cash equivalents	511,068,797	455,632,239
Receivables	19,034,525	30,401,369
Contract assets	25,026,618	26,744,405
Real estate inventories	1,053,150,900	1,066,908,248
Due from a related party	243,387	230,703
Prepayments and other current assets	72,265,681	66,820,158
Total Current Assets	1,680,789,908	1,646,737,122
Noncurrent Assets		
Equity investments at fair value through other comprehensive income (FVTOCI)	49,426,038	52,290,036
Receivables - net of current portion	15,000,000	15,000,000
Contract assets - net of current portions	32,712,621	32,712,621
Property and equipment - net	35,184,642	35,979,291
Other noncurrent asset	18,812,243	17,946,310
Total Noncurrent Assets	151,135,544	153,928,258
TOTAL ASSETS	1,831,925,452	1,800,665,380
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and other liabilities	70,308,121	50,579,955
Contract liabilities	111,692,490	97,842,469
Total Current Liabilities	182,000,611	148,422,424
Retirement Benefit Obligation	4,281,472	4,281,472
Deferred Tax Liability	10,970,026	10,970,026
Total Noncurrent Liabilities	15,251,498	15,251,498
Total Liabilities	197,252,109	163,673,922
EQUITY		
Common Stock - P1 par value		
Authorized - 1 billion shares		
Issued 601,389,569 shares as of June 30,2019 and 600,559,569 shares as of December 31,2018	601,389,569	600,559,569
Subscribed 305,170,000 shares as of Jun 30,2019 and 306,000,000 shares as of December 31,2018 (net of subscription receivable of P228,877,500 as of June 30,2019 and P229,500,000 as of Year end Dec 31,2018)	76,292,500	76,500,000
Additional paid in capital	72,272,140	72,272,140
Retained earnings:		
Appropriated	745,000,000	745,000,000
Unappropriated	124,671,847	124,748,464
Other comprehensive income	20,008,937	22,872,935
Treasury stock	(4,961,650)	(4,961,650)
Total Equity	1,634,673,343	1,636,991,458
TOTAL LIABILITIES AND EQUITY	1,831,925,452	1,800,665,380

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

	As of June 30	
	2019	2018
	(Unaudited)	(Unaudited)
ASSETS		
Current Assets		
Cash and cash equivalents	511,068,797	300,054,969
Short-term investments		109,859,210
Receivables	19,034,525	63,548,345
Contract assets	25,026,618	
Real estate inventories	1,053,150,900	1,077,445,382
Due from a related party	243,387	205,703
Prepayments and other current assets	72,265,681	63,330,360
Total Current Assets	1,680,789,908	1,614,443,969
Noncurrent Assets		
Equity investments at fair value through other comprehensive income (FVTOCI)	49,426,038	42,540,682
Receivables - net of current portion	15,000,000	61,841,846
Contract assets - net of current portions	32,712,621	
Property and equipment - net	35,184,642	34,265,368
Other noncurrent asset	18,812,243	26,498,847
Total Noncurrent Assets	151,135,544	165,146,743
TOTAL ASSETS	1,831,925,452	1,779,590,712
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts payable and other liabilities	70,308,121	133,961,019
Contract liabilities	111,692,490	
Total Current Liabilities	182,000,611	133,961,019
Deferred Tax Liability	10,970,026	4,022,694
Retirement Benefit Obligation	4,281,472	4,795,410
Total Noncurrent Liabilities	15,251,498	8,818,104
Total Liabilities	197,252,109	142,779,123
EQUITY		
Common Stock - P1 par value		
Authorized - 1 billion shares		
Issued 601,389,569 shares as of June 30, 2019 and 600,559,569 shares as of June 30, 2018	601,389,569	600,559,569
Subscribed 305,170,000 shares as of Jun 30, 2019 and 306,000,000 shares as of June 30, 2018 (net of subscription receivable of P228,877,500 as of June 30, 2019 and P229,500,000 as of June 30, 2018)	76,292,500	76,500,000
Additional paid in capital	72,272,140	72,272,140
Retained earnings:		
Appropriated	745,000,000	745,000,000
Unappropriated	124,671,847	133,549,149
Other comprehensive income	20,008,937	13,892,381
Treasury stock	(4,961,650)	(4,961,650)
Total Equity	1,634,673,343	1,636,811,589
TOTAL LIABILITIES AND EQUITY	1,831,925,452	1,779,590,712

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

	June 30	December 31
	2019	2018
	(Unaudited)	(Audited)
REVENUES		
Real estate sales from contract with customers	60,053,508	137,575,939
Interest income	10,456,783	17,656,548
Dividend Income	235,352	409,612
Foreign exchange gains - net	-	327,811
Realized gain in financial assets at FVTPL	-	91,745
Other Income	5,214,753	8,336,581
	75,960,396	164,398,236
COSTS AND EXPENSES		
Cost of real estate sales	34,267,206	65,715,940
General and administrative expenses	26,403,096	61,084,028
Sales and marketing expenses	13,758,834	24,511,564
Foreign exchange losses	-	-
Interest Expense	-	-
	74,429,136	151,311,532
INCOME (LOSS) BEFORE INCOME TAX	1,531,260	13,086,704
PROVISION FOR INCOME TAX		
Current	1,607,879	243,118
Deferred	-	5,007,133
	1,607,879	5,250,251
NET INCOME (LOSS)	(76,619)	7,836,453
OTHER COMPREHENSIVE INCOME (LOSS)		
<i>Other comprehensive income (loss) to be reclassified to profit (loss) in subsequent periods:</i>		
Unrealized valuation gains/(losses) on equity investments at FVTOCI	(2,863,998)	7,299,437
<i>Other comprehensive income (loss) not to be reclassified to profit (loss) in subsequent periods:</i>		
Actuarial gains (losses) on defined benefit plan	-	881,200
	(2,863,998)	8,180,637
TOTAL COMPREHENSIVE INCOME (LOSS)	(2,940,617)	16,017,090
Basic/Diluted Income (Loss) Per Share	(0.0001)	0.0130
* Computed as =		
Net income(loss) for the period	(76,619)	7,836,453
Weighted average number of shares	601,389,569	600,559,569

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

	As of June 30	
	2019	2018
	(Unaudited)	(Unaudited)
REVENUES		
Real estate sales from contract with customers	60,053,508	66,122,574
Interest income	10,456,783	3,380,799
Dividend Income	235,352	286,128
Gain on redemption of UITF		197,118
Foreign exchange gains - net	-	422,063
Other Income	5,214,753	3,977,526
	75,960,396	74,386,208
COSTS AND EXPENSES		
Cost of real estate sales	34,267,206	27,105,736
General and administrative expenses	26,403,096	18,444,984
Sales and marketing expenses	13,758,834	12,092,977
	74,429,136	57,643,697
INCOME (LOSS) BEFORE INCOME TAX	1,531,260	16,742,511
PROVISION FOR INCOME TAX	1,607,879	-
NET INCOME (LOSS)	(76,619)	16,742,511
OTHER COMPREHENSIVE INCOME (LOSS)		
<i>Other comprehensive income (loss) to be reclassified to profit (loss) in subsequent periods:</i>		
Unrealized valuation gains/(losses) on equity investments at FVTOCI	(2,863,998)	(905,289)
	(2,863,998)	(905,289)
TOTAL COMPREHENSIVE INCOME (LOSS)	(2,940,617)	15,837,222
Basic/Diluted Income (Loss) Per Share	(0.0001)	0.0279
* Computed as =		
Net income(loss) for the period	(76,619)	16,742,511
Weighted average number of shares	601,389,569	600,559,569

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

	For the quarter ended Apr 01 - June 30	
	2019	2018
<hr/>		
<hr/>		
<hr/>		
REVENUES		
Real estate sales from contract with customers	44,786,667	42,224,274
Interest Income	5,419,788	1,680,195
Gain on redemption of UITF	-	
Foreign exchange gains - net	176,203	275,962
Other Income	3,451,675	1,888,531
	54,069,685	46,068,962
COST AND EXPENSES		
Cost of real estate sold	25,365,546	20,134,017
General and administrative expenses	15,529,188	10,020,797
Sales and marketing expenses	8,452,692	6,136,814
	49,347,426	36,291,628
INCOME (LOSS) BEFORE INCOME TAX	4,722,259	9,777,334
PROVISION FOR INCOME TAX	1,607,879	
NET INCOME (LOSS) FOR THE QUARTER	3,114,380	9,777,334
<hr/>		
OTHER COMPREHENSIVE INCOME (LOSS)		
<i>Other comprehensive income (loss) to be reclassified to profit or loss in subsequent periods:</i>		
Unrealized valuation gains/(losses) on equity investments at FVTOC	(308,457)	22,279
	(308,457)	22,279
TOTAL COMPREHENSIVE INCOME (LOSS)	2,805,923	9,799,613
<hr/>		
<hr/>		
<hr/>		
Basic /Diluted Income (Loss) Per Share for the Quarter	0.0052	0.0163
<hr/>		
<hr/>		
* Computed as	=	
Net income(loss) for the period	3,114,380	9,777,334
Weighted average number of shares	601,389,569	600,559,569

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

	As of June 30		December 31
	2019	2018	2018
	(Unaudited)	(Unaudited)	(Audited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Income (loss) before income tax	(76,619)	16,742,510	13,086,704
Adjustments for:			
Retirement Benefit Expense	-	-	657,461
Depreciation and amortization	2,488,335	1,285,295	2,872,208
Gain on redemption of UITF	-	(197,118)	-
Unrealized foreign exchange losses (gains)	(166,274)	(422,062)	(327,811)
Interest income	(10,456,783)	(6,564,403)	(17,656,548)
Dividend Income	(235,351)	(286,128)	(409,612)
Realized gain on debt investments at FVTPL	-	-	(91,745)
Research and development cost	-	-	42,750
Gain on repossession	-	-	(1,147,589)
Operating income (loss) before working capital changes	(8,446,692)	10,558,094	(2,974,182)
Decreases (Increases) in:			
Receivables	12,732,912	(5,911,245)	74,688,791
Contract assets	-	-	(59,457,026)
Contract receivable	15,567,807	-	-
Due from Related Parties	-	-	(39,084)
Real estate inventories	13,757,348	15,423,642	27,108,365
Prepayments and other current assets	(5,445,522)	(4,306,458)	1,999,294
Other noncurrent assets	-	1,103,116	-
Increase (decrease) in:			
Contract liabilities	-	-	97,842,469
Increase (decrease) in Accounts Payable & Accrued Expenses	19,728,166	5,683,237	(77,697,827)
Cash flows generated from (used in) operations	47,894,019	22,550,386	61,470,800
Interest received	9,039,390	3,778,479	16,896,131
Income tax paid, including creditable withholding taxes	-	-	(885,360)
Net cash flows from (used in) in operating activities	56,933,409	26,328,865	77,481,571
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisitions of:			
Property and equipment	(1,693,686)	(683,975)	(4,027,560)
Proceeds from:			
Sale of short-term investments	-	148,591,000	255,823,471
Redemption of UITF	-	10,197,118	10,197,117
Dividend Received	286,676	286,128	399,628
Decrease (increase) in other noncurrent assets	-	-	397,791
Advances to related party	(12,684)	(14,084)	-
Advances to agricultural projects	(865,932)	(104,555)	-
Net cash flows from (used in) investing activities	(2,285,626)	158,271,632	262,790,447
CASH FLOWS FROM A FINANCING ACTIVITY			
Collection of subscriptions receivable	622,500	-	-
Net cash flows from (used in) Financing activities	622,500	-	-
EFFECT OF EXCHANGE RATE CHANGES			
ON CASH AND CASH EQUIVALENTS	166,274	422,063	327,811
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	55,436,557	185,022,560	340,599,829
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	455,632,240	115,032,409	115,032,410
CASH AND CASH EQUIVALENTS AT END OF YEAR	511,068,797	300,054,969	455,632,239

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, 2017	600,559,569	76,500,000	72,272,140	745,000,000	116,806,638	14,797,670	(4,961,650)	1,620,974,367
Collections of Subscription Receivable								-
Issuance of Common Stock								-
Total Comprehensive Income					16,742,511	(905,289)		15,837,222
Balances at June 30,2018	600,559,569	76,500,000	72,272,140	745,000,000	133,549,149	13,892,381	(4,961,650)	1,636,811,589
BALANCES AT DECEMBER 31, 2018	600,559,569	76,500,000	72,272,140	745,000,000	124,748,466	22,872,935	(4,961,650)	1,636,991,460
Collections of Subscription Receivable		(207,500)						(207,500)
Issuance of Common Stock	830,000							830,000
Total Comprehensive Income					(76,619)	(2,863,998)		(2,940,617)
Balances at June 30,2019	601,389,569	76,292,500	72,272,140	745,000,000	124,671,847	20,008,937	(4,961,650)	1,634,673,343

SOCRESOURCES, INC. AND SUBSIDIARY

Schedule 3: Other long term investments and other Investments

Available for Sale Financial Assets

As of June 30, 2019

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	421,980	
Lepanto Consolidated Mining Company "A"	2,078,000	249,360	
Manila Mining Corporation "A"	26,480,000	201,248	
Manila Water Company, Inc.	265,000	6,625,000	
Petron	1,147,500	6,678,450	
		14,176,038	-
<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		49,426,038	

SOCResources, Inc. and Subsidiary

Schedule 4: Aging of Consolidated Accounts Receivable

As of June 30, 2019

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	61,371,017	59,006,342	215,127	358,544	338,906	1,452,098	-	-	
2 Advances to Suppliers & Contractors	439,034	190,175	35,513	-	14,630	102,971	-	95,746	
3 Officers and employees	19,244,886	235,102	2,579	1,044	6,162	-	-	19,000,000	
4 IGC Securities, Inc.	69,186	-	-	-	-	-	69,186	-	
5 South China Petroleum Int'l.	243,387	-	-	12,684	39,084	25,167	39,955	126,497	
6 Unit Owners	6,305,187	6,305,187	-	-	-	-	-	-	
7 Due from Anuva Condo	1,474,985	143,137	570,106	226,841	534,901	-	-	-	
8 Due from Althea HOA	35,141	-	-	-	35,141	-	-	-	
9 Others	2,834,326	1,047,089	45,679	78,349	80,241	983,289	591,277	8,400	
Subtotal	92,017,151	66,927,033	869,003	677,462	1,049,065	2,563,525	700,419	19,230,644	
Less: Allow. For Impairment losses on receivables	-	-	-	-	-	-	-	-	-
A/R - net	92,017,151	66,927,033	869,003	677,462	1,049,065	2,563,525	700,419	19,230,644	NONE
Net Receivables	92,017,151	66,927,033	869,003	677,462	1,049,065	2,563,525	700,419	19,230,644	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
		monthly payment of interest & quarterly payment of principal
1) Amount owed by a related party	Receivable from third party IPI Industries, Inc. (Principal & 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 June 30, 2019

		Beginning Balance	Deductions	Ending Balance
		December 31, 2018		June 30, 2019
SOC Land Development, Corp.		1,001,200,241	(61,000,000)	940,200,241

SOCRESOURCES, INC. AND SUBSIDIARY

Schedule 7: Key Performance Indicator

	KEY FINANCIAL RATIOS	June 30, 2019	June 30, 2018
I.	Current/Liquidity Ratios	9.24 x	12.05 x
II.	Solvency Ratio	1.22%	12.63%
III.	Debt-to-equity ratio (in x)	0.1207 x	0.0872 x
IV.	Asset to Equity Ratio	1.1207 x	1.0872 x
V.	Interest Rate Coverage Ratio	N/A	N/A
VI.	Profitability Ratio		
	Return on Equity (ROE)	0.00%	1.02%
	Return on Assets (ROA)	0.00%	0.94%
VII.	Other Relevant Ratios		
	Revenue Growth/ (Decline)	2.12%	137.27%
	Net Income Growth/ (Decline)	-100.46%	305.88%
	EBITDA	Php 2,411,716	Php 18,027,806

SOCRESOURCES, INC. AND SUBSIDIARY

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

As of June 30, 2019

