



POSITIVE ACTION FOUNDATION PHILIPPINES, INC.
(A Non-Stock, Non-Profit Organization)

Financial Statements
December 31, 2016 and 2015



Positive Action Foundation Philippines Inc.

2613- 2615 Dian Street, Malate, Manila

Tel. Nos. (+632)5673506; (+632)3599594; (+632)4042911

<http://www.pafpi.org>; positiveactionfoundation@yahoo.com; pafpiboard@yahoo.com

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

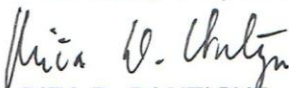
PAFPI is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ending 31 December 2015 and 2016, in accordance with the prescribed financial reporting framework, and for such internal control as it determines is necessary to enable preparation of financial statements that are free from material misstatement, whether due to fraud or oversight.


In preparing the financial statements, PAFPI is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going-concern basis of accounting; unless it either intends to liquidate itself or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees is responsible for overseeing PAFPI's financial reporting process. The same board reviews and approves the financial statements including the schedules attached therein, and submits the same to the members.

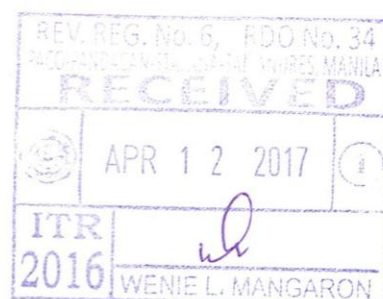
Acyatan & Co., CPAs, the independent auditor appointed by the members, has audited PAFPI's financial statements in accordance with Philippine Standards on Auditing, and in its report to the members, has expressed its opinion on the fairness of presentation upon completion of such audit.

Manila, 4 April 2017.


RITA D. BANTIGUE
Treasurer


RODEL G. NAVARRA
Chief Operations Officer


CARLO MARTIN R. ALCALA
Chair, Board of Trustees





INDEPENDENT AUDITORS' REPORT

The Board of Trustees and Members
POSITIVE ACTION FOUNDATION PHILIPPINES, INC.
(A Non-Stock, Non-Profit Organization)
#2613 Dian Street,
Malate, Manila

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** *(A Non-Stock, Non-Profit Organization)* ("the Company"), which comprise the Statements of Financial Position as of December 31, 2016 and 2015, and the Statements of Income and Retained Earnings, and Statements of Cash Flows for the years then ended, and Notes to Financial Statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** *(A Non-Stock, Non-Profit Organization)* as of December 31, 2016 and 2015, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards for Small and Medium-Sized Entities (PFRS for SMEs).

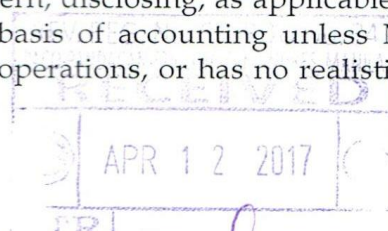
Basis of Opinion

We conducted our audit in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance of the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS for SMEs, and for such internal control as Management determines necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

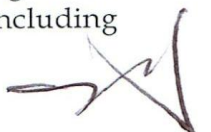
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

APR 12 2017



Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information disclosed in Note 17 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such supplementary information is the responsibility of Management and has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

ACYATAN & CO., CPAs

BOA/PRC Accreditation No. 0141

with extended validity until April 30, 2017

pursuant to Board Resolution No. 37, S. of 2017

SEC Accreditation No. 0315-F (Group C)

Issued on 10-13-15 Expiring on 10-12-2018


EFREN N. ACYATAN

Senior Partner

CPA Certificate No. 074169

SEC Accreditation No. 1516-A (Group C)

Issued on 10-13-15 Expiring on 10-12-2018

TIN 101-085-150

BIR A.N. 07-000527-002-2015

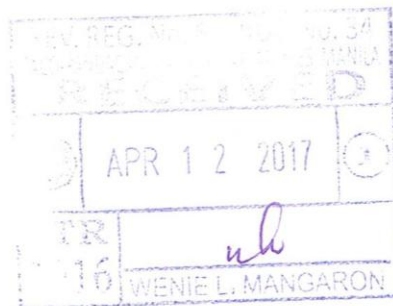
Issued on 10-07-2015 Expiring 10-06-2018

PTR No. 3015676

Issued on 1-03-2017 at Mandaluyong City

April 3, 2017
Mandaluyong City-Philippines

OUR SEAL



POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENTS OF FINANCIAL POSITION

As of December 31, 2016 and 2015



<i>(In Philippine Peso)</i>	<i>Notes</i>	2016	2015
<u>ASSETS</u>			
CURRENT ASSETS			
Cash	4	3,169,155	3,693,672
Receivables and Advances	5	3,154,980	2,513,316
		6,324,135	6,206,988
NONCURRENT ASSETS			
Property and Equipment, Net	6	90,847	136,655
Other Noncurrent Assets	7	77,530	97,808
		168,377	234,463
TOTAL ASSETS		6,492,512	6,441,451
<u>LIABILITIES AND FUND BALANCE</u>			
CURRENT LIABILITIES			
Accounts Payable and Other Liabilities	8	1,578,963	1,057,876
Fund Held In Trust	9	2,240,393	2,664,912
TOTAL LIABILITIES		3,819,356	3,722,788
FUND BALANCE			
Unrestricted	10	1,822,590	1,868,097
Restricted	10	850,566	850,566
TOTAL FUND BALANCE		2,673,156	2,718,663
TOTAL LIABILITIES AND FUND BALANCE		6,492,512	6,441,451

See Accompanying Notes to Financial Statements



POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENTS OF RECEIPTS AND EXPENSES

For the Years Ended December 31, 2016 and 2015

<i>(In Philippine Peso)</i>	<i>Notes</i>	2016	2015
RECEIPTS			
Grants & Donations	11	9,418,700	19,690,036
PSB Receipts		-	-
Interest Income on Savings Deposits		11,130	20,544
		9,429,829	19,710,579
EXPENSES			
Program/Project Costs and Expenses	12	9,418,700	19,690,036
EXCESS OF RECEIPTS OVER EXPENSES		11,130	20,544

See Accompanying Notes to Financial Statements



POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENTS OF CHANGES IN FUND BALANCE

For the Years Ended December 31, 2016 and 2015

<i>(In Philippine Peso)</i>	<i>Notes</i>	2016	2015
UNRESTRICTED FUNDS	10		
Adjustments to Unrestricted Funds		(56,637)	(5,452)
Unrestricted		1,868,097	1,853,005
Excess of Receipts over Expenses		11,130	20,544
		1,822,590	1,868,097
RESTRICTED FUNDS	10	850,566	850,566
TOTAL FUND BALANCE		2,673,156	2,718,663

See Accompanying Notes to Financial Statements

POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2016 and 2015

<i>(In Philippine Peso)</i>	<i>Notes</i>	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES			
Excess of Receipts Over Expenses		11,130	20,544
Adjustments for :			
Unrestricted Funds	10	(56,637)	(5,453)
Depreciation		35,389	51,601
Operating Fund before Working Capital Changes		(10,118)	66,692
Decrease (Increase) in:			
Receivables and Advances	5	(641,664)	649,858
Other Noncurrent Assets	7	20,278	13,421
Increase (Decrease) in:			
Accounts Payable and Other Liabilities	8	521,087	621,004
Funds Held In Trust	9	(424,519)	(3,293,505)
Net Cash Used in Operating Activities		(534,937)	(1,942,530)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of Property and Equipment	6	10,419	(14,669)
Net Cash Provided by (Used in) Investing Activities		10,419	(14,669)
NET DECREASE IN CASH		(524,517)	(1,957,199)
CASH BALANCE, JANUARY 1		3,693,672	5650871.2
CASH BALANCE, DECEMBER 31	4	3,169,155	3,693,672

See Accompanying Notes to Financial Statements

The Company has no investing activity during year 2016 and 2015.



**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS
TO ACCOMPANY INCOME TAX RETURNS**

The Board of Trustees and Members
POSITIVE ACTION FOUNDATION PHILIPPINES, INC.
(A Non-Stock, Non-Profit Organization)
#2613 Dian Street,
Malate, Manila

We have audited the accompanying financial statements of **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** *(A Non-Stock, Non-Profit Organization)*, which comprise the Statements of Financial Position as of December 31, 2016 and 2015, and the Statements of Receipts and Expenses, Statements of Changes in Fund Balance and Statements of Cash Flows for the years then ended, on which we have rendered the attached report dated April 3, 2017.

In compliance with Revenue Regulations No. V-020, we are declaring the following:

1. The supplementary information on taxes and licenses is presented in Note 17 to the financial statements.
2. No partner of our Firm is related by consanguinity or affinity to the Chairman, Board of Directors, President, Managers, and Members of the Foundation.

ACYATAN & CO., CPAs
BOA/PRC Accreditation No. 0141
with extended validity until April 30, 2017
pursuant to Board Resolution No. 37, S. of 2017
SEC Accreditation No. 0315-F (Group C)
Issued on 10-13-15 Expiring on 10-12-2018

EFREN N. ACYATAN
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PTR No. 3015676
Issued on 1-03-2017 at Mandaluyong City

April 3, 2017
Mandaluyong City-Philippines

OUR SEAL



Republic of the Philippines

City of Manila

Barangay 757 Zone 82 District V



OFFICE OF THE PUNONG BARANGAY

TO WHOM IT MAY CONCERN:

This is to certify that **Positive Action Foundation Philippines, Inc. (PAFPI)** Located at **2613 Dian St., Singalong, Malate, Manila** has been providing various project for support and care for People Living with HIV AIDS (PLHIVs) for year 2017 as listed below:

1. Union Aid Abroad-APHEDA (Abot Kamay Drop In Center
2. MAC AIDS Foundation Fund (Glam for Life) Nutritional and medical support for Filipinos Living with HIV
3. Action Medeor (Adolescence Reproductive and Sexual Health)-"Intervention for Sexual and Reproductive Health among Adolescents of Leyte: Turning Victims to Victors-Phase 2"

This Certification is being issued upon the request of the above Foundation for whatever legal purpose it may serve.

17th Day of March Year 2017

Control No: 17-14
Not Valid without Brgy Seal


FLORDELIZ S. ROXAS
BARANGAY CHAIRWOMAN