

**KOLIN MARKETING INC.**  
**STATEMENTS OF FINANCIAL POSITION**

		December 31	
A S S E T S	Notes	2019	2018
<b>CURRENT ASSETS</b>			
Cash	7	₱8,059,638	₱4,206,143
Trade and other receivables	8	7,169,245	8,694,504
<b>Total Current Assets</b>		<b>15,228,883</b>	12,900,647
<b>TOTAL ASSETS</b>		<b>₱15,228,883</b>	₱12,900,647
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Income tax payable	9	315,771	344,155
Trade and other payables	10	10,793,209	8,260,667
Other current liabilities	11	231,604	685,114
<b>Total Current Liabilities</b>		<b>11,340,584</b>	9,289,936
<b>EQUITY</b>			
Capital stock	12	1,000,000	1,000,000
Retained earnings	13		
Unappropriated		2,188,299	1,910,711
Appropriated		700,000	700,000
<b>Total Equity</b>		<b>3,888,299</b>	3,610,711
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>₱15,228,883</b>	₱12,900,647

*See accompanying Notes to Financial Statements*

**KOLIN MARKETING INC.**  
**STATEMENTS OF COMPREHENSIVE INCOME**

<b>Years Ended December 31</b>			
	Notes	<b>2019</b>	2018
<b>REVENUES</b>			
Net sales	14	<b>₱109,368,939</b>	₱76,575,283
<b>COST OF SALES</b>	15	<b>103,355,152</b>	71,266,013
<b>GROSS PROFIT</b>		<b>6,013,787</b>	5,309,270
<b>OTHER INCOME</b>	16	<b>12,967</b>	11,999
<b>TOTAL INCOME</b>		<b>6,026,754</b>	5,321,269
<b>OPERATING EXPENSES</b>			
SELLING EXPENSES	17	<b>365,580</b>	594,077
ADMINISTRATIVE EXPENSES	18	<b>2,834,330</b>	2,008,074
<b>TOTAL OPERATING EXPENSES</b>		<b>3,199,910</b>	2,602,151
<b>NET INCOME BEFORE INCOME TAX</b>		<b>2,826,844</b>	2,719,118
<b>INCOME TAX</b>	9	<b>919,256</b>	812,136
<b>NET INCOME AFTER INCOME TAX</b>		<b>₱1,907,588</b>	₱1,906,982

*See accompanying Notes to Financial Statements*

**KOLIN MARKETING INC.**  
**STATEMENTS OF CHANGES IN EQUITY**

		<b>Years Ended December 31</b>	
	Notes	<b>2019</b>	2018
<b>CAPITAL STOCK</b> - P100 par value, Authorized 10,000			
shares, Subscribed and Paid 10,000 shares	12	<b>₱1,000,000</b>	₱1,000,000
<b>RETAINED EARNINGS</b>			
Balance at beginning of year- unappropriated		<b>1,910,711</b>	503,729
Appropriation for showroom expansion	13	<b>700,000</b>	700,000
Cash dividends	13	<b>(1,630,000)</b>	(500,000)
Net income		<b>1,907,588</b>	1,906,982
Balance at end of year- total		<b>2,888,299</b>	2,610,711
		<b>₱3,888,299</b>	₱3,610,711

*See accompanying Notes to Financial Statements*

**KOLIN MARKETING INC.**  
**STATEMENTS OF CASH FLOWS**

<b>Years Ended December 31</b>			
	Notes	<b>2019</b>	2018
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net income		<b>₱1,907,588</b>	₱1,906,982
Adjustments:			
(Increase) Decrease in current assets			
Trade and other receivables	8	<b>1,525,259</b>	(4,956,609)
Inventories		-	-
Other current assets		-	120,038
Increase (decrease) in current liabilities			
Income tax payable	9	<b>(28,384)</b>	344,155
Trade and other payables	10	<b>2,532,542</b>	3,888,002
Other current liabilities	11	<b>(453,510)</b>	121,996
<b>Net Cash Flows from Operating Activities</b>		<b>5,483,495</b>	1,424,564
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Cash dividends		<b>(1,630,000)</b>	(500,000)
<b>Net Cash Flows from Financing Activities</b>		<b>(1,630,000)</b>	(500,000)
<b>NET INCREASE IN CASH</b>		<b>3,853,495</b>	924,564
<b>CASH AT BEGINNING OF YEAR</b>		<b>4,206,143</b>	3,281,579
<b>CASH AT END OF YEAR</b>		<b>₱8,059,638</b>	₱4,206,143

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