

KOLIN MARKETING INC.
STATEMENTS OF FINANCIAL POSITION

| | | December 31 | |
|-------------------------------------|-------|--------------------|-------------|
| A S S E T S | Notes | 2020 | 2019 |
| CURRENT ASSETS | | | |
| Cash | 7 | ₱11,411,336 | ₱8,559,638 |
| Trade and other receivables | 8 | 6,310,204 | 7,169,245 |
| Total Current Assets | | 17,721,540 | 15,728,883 |
| TOTAL ASSETS | | ₱17,721,540 | ₱15,728,883 |
| LIABILITIES AND EQUITY | | | |
| CURRENT LIABILITIES | | | |
| Income tax payable | 9 | 20,967 | 315,771 |
| Trade and other payables | 10 | 12,672,010 | 10,793,209 |
| Other current liabilities | 11 | 1,794,051 | 231,604 |
| Total Current Liabilities | | 14,487,028 | 11,340,584 |
| EQUITY | | | |
| Capital stock | 12 | 1,000,000 | 1,000,000 |
| Retained earnings | 13 | | |
| Unappropriated | | 1,534,512 | 2,688,299 |
| Appropriated | | 700,000 | 700,000 |
| Total Equity | | 3,234,512 | 4,388,299 |
| TOTAL LIABILITIES AND EQUITY | | ₱17,721,540 | ₱15,728,883 |

See accompanying Notes to Financial Statements

KOLIN MARKETING INC.
STATEMENTS OF COMPREHENSIVE INCOME

| | | Years Ended December 31 | |
|-------------------------------------|-------|--------------------------------|--------------|
| | Notes | 2020 | 2019 |
| REVENUES | | | |
| Net sales | 14 | ₱66,221,247 | ₱109,368,939 |
| COST OF SALES | 15 | 62,824,969 | 103,355,152 |
| GROSS PROFIT | | 3,396,278 | 6,013,787 |
| OTHER INCOME | 16 | 12,044 | 12,967 |
| TOTAL INCOME | | 3,408,322 | 6,026,754 |
| OPERATING EXPENSES | | | |
| SELLING EXPENSES | 17 | 85,316 | 365,580 |
| ADMINISTRATIVE EXPENSES | 18 | 2,547,863 | 2,834,330 |
| TOTAL OPERATING EXPENSES | | 2,633,179 | 3,199,910 |
| NET INCOME BEFORE INCOME TAX | | 775,143 | 2,826,844 |
| INCOME TAX | 9 | 228,930 | 919,256 |
| NET INCOME AFTER INCOME TAX | | ₱546,213 | ₱1,907,588 |

See accompanying Notes to Financial Statements

KOLIN MARKETING INC.
STATEMENTS OF CHANGES IN EQUITY

| | | Years Ended December 31 | |
|--|-------|--------------------------------|-------------|
| | Notes | 2020 | 2019 |
| CAPITAL STOCK - P100 par value, Authorized 10,000 | | | |
| shares, Subscribed and Paid 10,000 shares | 12 | ₱1,000,000 | ₱1,000,000 |
| RETAINED EARNINGS | | | |
| Balance at beginning of year- unappropriated | | 2,688,299 | 1,910,711 |
| Appropriation for showroom expansion | 13 | 700,000 | 700,000 |
| Cash dividends | 13 | (1,700,000) | (1,130,000) |
| Net income | | 546,213 | 1,907,588 |
| Balance at end of year- total | | 2,234,512 | 3,388,299 |
| | | ₱3,234,512 | ₱4,388,299 |

See accompanying Notes to Financial Statements

KOLIN MARKETING INC.
STATEMENTS OF CASH FLOWS

| | | Years Ended December 31 | |
|---|-------|--------------------------------|--------------------|
| | Notes | 2020 | 2019 |
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Net income | | ₱546,213 | ₱1,907,588 |
| Adjustments: | | | |
| (Increase) Decrease in current assets | | | |
| Trade and other receivables | 8 | 859,041 | 1,525,259 |
| Other current assets | | - | - |
| Increase (decrease) in current liabilities | | | |
| Income tax payable | 9 | (294,804) | (28,384) |
| Trade and other payables | 10 | 1,878,801 | 2,532,542 |
| Other current liabilities | 11 | 1,562,447 | (453,510) |
| Net Cash Flows from Operating Activities | | 4,551,698 | 5,483,495 |
| CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Cash dividends | | (1,700,000) | (1,130,000) |
| Net Cash Flows from Financing Activities | | (1,700,000) | (1,130,000) |
| NET INCREASE IN CASH | | 2,851,698 | 4,353,495 |
| CASH AT BEGINNING OF YEAR | | 8,559,638 | 4,206,143 |
| CASH AT END OF YEAR | | ₱11,411,336 | ₱8,559,638 |

See accompanying Notes to Financial Statements