

COVER SHEET

1 4 7 5 8 4

SEC Registration Number

P R E M I E R E H O R I Z O N A L L I A N C E

C O R P O R A T I O N

(Company's Full Name)

U N I T 1 7 0 5 1 7 T H F L O O R E A S T T O W E

E R P H I L I P P I N E S T O C K E X C H A N G E

C E N T R E , E X C H A N G E R O A D O R T I G A S

C E N T E R , P A S I G C I T Y

(Business Address: No., Street City / Town / Province)

RAUL MA. F. ANONAS

Contact Person

8632-7715

Company Telephone Number

1 2

Month Day
Calendar Year

3 1

SEC FORM 17-Q

FORM TYPE

0 9

Month Day
Annual Meeting

1 2

Secondary License Type, If Applicable

Dept Requiring this Doc

Amended Articles Number / Section

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document ID

Cashier

STAMPS

PSE No.
SEC No. 147584
FILE No. _____

Remarks: Please use BLACK ink for scanning purposes

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES
REGULATION CODE SRC RULE 17(2)(b) THEREUNDER

1. For the quarterly period ended: **September 30, 2023**
2. Commission identification number: **147584**
3. BIR Tax Identification No.: **002-727-376-000**
4. Exact name of registrant as specified in its charter:
PREMIERE HORIZON ALLIANCE CORPORATION (PHA)
5. Province, country or other jurisdiction of incorporation or organization:
PHILIPPINES
6. Industry Classification Code: (SEC Use Only)
7. Address of registrant's principal office: Postal Code
**Unit 1705, 17th Floor, East Tower, Philippine Stock Exchange Centre,
Exchange Road, Ortigas Center, Pasig City. 1605**
8. Registrant's telephone number, including area code: **(02) 8362-7715**
9. Former name, former address and former fiscal year, if changed since last report:
NOT APPLICABLE
10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the
RSA:

Title of Each Class	Number of shares of common stock outstanding and amount of debt outstanding
<u>COMMON STOCK P 0.25 PAR VALUE</u>	<u>5,708,359,504 COMMON SHARES</u>
11. Are any or all of the securities listed on the Philippine Stock Exchange?
Yes No (Please refer to Item 10)
12. Indicate by check mark whether the registrant:
 - a. Has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding 12 months (or for such shorter period the registrant was required to file such reports)
Yes No Not Applicable - Issuer has less than 100 holders of securities
 - b. Has been subject to such filing requirements for the past 90 days.

Yes No Not Applicable - Issuer has less than 100 holders of securities

PART I-FINANCIAL INFORMATION

Item 1. Financial Statements

The unaudited financial statements for the three quarters ending on September 30, 2023 are attached to this Report.

1. The unaudited financial statements are prepared in accordance with generally accepted accounting principles in the Philippines.
2. The same accounting policies and computation methods are applied in the unaudited financial statements and the most recent annual financial statements.

Item 2. Management's Discussion and Analysis of Financial Condition and Operating Results

PHA and its subsidiaries, referred to as the Group in this report, use the following key performance indicators:

1. **Revenues**
2. **Gross Profit (Loss)**
3. **Gross Profit Ratio** (Computed as gross profit (loss) divided by revenues)
4. **Net Income (Loss)**
5. **Net Income Ratio** (Computed as net income (loss) divided by revenues)
6. **Net Income Attributable to Parent**
7. **12-Month Trailing Net Income (Loss)** (Computed by adding net income (loss) in January-September 2023 to net income (loss) for all of 2022 reduced by net income (loss) in January-September 2022.
8. **12-Month Trailing Net Income (Loss) per Share** (Computed as 12-month trailing net income (loss) divided by weighted average number of shares)
9. **Debt-to-Equity Ratio** (Computed as total liabilities divided by total stockholders' equity)
10. **Current Ratio** (Computed as total current assets divided by total current liabilities)
11. **Debt Ratio** (Computed as total liabilities divided by total assets)
12. **Return on Investment** (Computed as net income (loss) divided by total investment, shown in the balance sheet as total stockholders' equity)

In Philippine Pesos (PHP)

		September 30, 2023	September 30, 2022	Increase (Decrease)
1.	Revenues	399,675,469	229,848,644	169,826,825
2.	Gross Profit (Loss)	157,125,066	70,890,341	86,234,725
3.	Gross Profit (Loss) Ratio	39.3%	30.8%	8.5%
4.	Net Income (Loss)	(60,293,093)	(155,409,357)	95,116,264
5.	Net Income (Loss) Ratio	(15.1%)	(68.0%)	94.7%
6.	Net Income Attributed to Parent	(94,542,295)	(146,316,719)	51,774,424
7.	12-Month Trailing Net Income (Loss)	141,911,485	(121,363,489)	263,274,974
8.	12-Mo Trailing Net Income (Loss) / Share	0.02	(0.02)	0.04

		September 30, 2023	December 31, 2022	Increase (Decrease)
9.	Debt-to-Equity Ratio	0.78 : 1	1.03 : 1	(0.25)
10.	Current Ratio	1.75 : 1	1.16 : 1	0.60
11.	Debt Ratio	0.44 : 1	0.51 : 1	(0.07)
12.	Return on Investment	(0.01):1	(0.04) : 1	0.03

In the first 9 months (Jan-Sep) of 2023, the Group generated revenues of Php 399.7Million (M) broken down into Php 336.3M from real estate sales and Php 63.4M from mining-related services.

Gross profit (loss) for Jan-Sep 2023 and 2022 amounted to Php 157.1M and Php 70.9M, respectively, showing an increase of Php 86.2M or 122%.

The Group's net loss attributable to equity holders of PHA for Jan-Sep 2023 and 2022 amounted to Php (94.5M) and Php (146.3M), respectively, showing a decrease of Php 52M or 36% improvement from 2022.

The Group's 12-month trailing net income (loss) for the 12 months ended September 30, 2023 and December 31, 2022 amounted to Php 141.9M and Php (121.4M), respectively, showing an increase of Php 263.3M or 217%.

The Group's trailing net income (loss) per share for Jan-Sep 2023 and 2022 amounted to 0.02 and Php (0.02), respectively.

The Debt-to-Equity Ratios are 0.78 : 1 and 1.03 : 1 for the nine months ended September 30, 2023 and the year ended December 31, 2022, respectively.

The Current Ratios are 1.75 : 1 and 1.16 : 1 for the nine months ended September 30, 2023 and the year ended December 31, 2022, respectively.

The Debt Ratios are 0.44 : 1 and 0.51 : 1 for the nine months ended September 30, 2023 and the year ended December 31, 2022, respectively.

The Returns on Investment are (0.01) : 1 and (0.04) : 1 for the nine months ended September 30, 2023 and the year ended December 31, 2022, respectively.

The following are the reasons for the material changes between the account balances as of September 30, 2023 and December 31, 2022, amounting to at least Php 1M and five percent (5%) of the December 31, 2022 balance for balance sheet accounts or the September 30, 2022 balance for income statements accounts:

Financial Position

- **Cash** - As of September 30, 2023 and December 31, 2022, this account amounted to Php 191.7M and Php 69.7M, respectively, showing an increase of Php 122M or 175%. Cash used in operating activities amounted to Php 223.6M; cash used in investing activities amounted to Php 2.2M; while cash provided by financing activities, primarily from the payment of subscription receivables, amounted to Php 347.7M.
- **Receivables** - As of September 30, 2023 and December 31, 2022, this account amounted to Php 467.2M and Php 442.3M, respectively, showing an increase of Php 24.9M or 6%. Receivables were higher, as the mining season started to operate in 2nd quarter 2023.

- **Other Current Assets** - On September 30, 2023 and December 31, 2022, this account amounted to Php 235.2M and Php 179.8M respectively, showing an increase of Php 55.4M or 31%. The net increase primarily came from increases in creditable withholding taxes and input taxes.
- **Property and Equipment, Net** - On September 30, 2023 and December 31, 2022, this account amounted to Php 34.9M and Php 71.9M, respectively, showing a decrease of Php 37M or 51%. The net decrease primarily came from depreciation expense in Jan-Sep 2023.
- **Trade and Other Payables** - On September 30, 2023 and December 31, 2022, this account amounted to Php 541.3M and Php 549.7M, respectively, showing a decrease of Php 8.4M or 2%. The decrease came from payments of trade payables.
- **Short Term debt** - On September 30, 2023 and December 31, 2022, this account amounted to Php 154.9M and Php 428.8M, respectively, showing a decrease of Php 273.9M or 64%. The decrease is due to the settlement of loans to some creditors.
- **Capital Stock** - On September 30, 2023 and December 31, 2022, this amounted to Php 1,414.3M and Php 1,007.5M, respectively, showing an increase of Php 406.8M or 40%. The increase came from the collection of subscription receivables.
- **Additional Paid-In Capital** - On September 30, 2023 and December 31, 2022, this amounted to Php 629.4M and Php 499.2M, respectively, showing an increase of Php 130.2M or 26%. The increase came from the collections of subscription receivables.
- **Retained earnings** - As of September 30, 2023 and December 31, 2022, this account amounted to Php 70.3M and Php 165.5M, respectively, showing a decrease of Php 95.2M or 58%. The changes in the attached income statement account balances are shown below:

Performance

- **Revenues** - The Group's Jan-Sep 2023 and 2022, revenues amounted to Php 399.7M and Php 229.8M, respectively, showing an increase of Php 169.9M or 74%.

Revenue from real estate sales in these nine-month periods in 2023 and 2022 amounted to Php 336.3M and Php 141.5M, respectively, showing an increase of Php 194.8M or 138%. The increase arose from the higher percentage of construction completion in 2023 .

Revenue from mining-related services for Jan-Sep 2023 and 2022 amounted to Php 63.4M and Php 88.3M, respectively, showing a decrease of Php 24.9M or 28%. The decrease is primarily due to lower hauling volumes.

- **Cost of Real Estate Sold** - The Group's cost of real estate sold in Jan-Sep 2023 and 2022 amounted to Php 163.3M and Php 58.3M, respectively, showing an increase of Php 105M or 180%. This arose from the higher revenues generated and the higher cost to revenue percentage of some projects in the revenue.
- **Cost of services** - The Group's cost of services for Jan-Sep 2023 and 2022 amounted to Php 79.3M and Php 100.6M, respectively, showing a decrease of Php 21.3M or 21%. The decrease is due to the lower mining operating cost.
- **Professional and Legal Fees** - The Group's professional and legal fees in Jan-Sep 2023 and 2022 amounted to Php 58.7M and Php 37.7M, respectively, showing an increase of Php 21M or 56%. The increase is due to more services rendered.

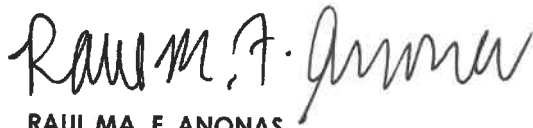
- **Personnel costs** - The Group's personnel costs in Jan-Sep 2023 and 2022 amounted to Php 18.1M and Php 28.9M, respectively, showing a decrease of Php 10.7M or 37%. The decrease is due to changes in the management.
- **Advertising** - The Group's advertising expenses in Jan-Sep 2023 and 2022 amounted to Php 0.5M and Php 6.5M, respectively, showing a decrease of Php 6M or 92%. The decrease primarily arose from the lower advertising and marketing services incurred by the Group in 2023.
- **Taxes and Licenses** - The Group's taxes and licenses in Jan-Sep 2023 and 2022 amounted to Php 4.4M and Php 24.6M, respectively, showing a decrease of Php 20.2M or 82%. The decrease primarily arose from the lower taxes incurred by the Group in 2023.
- **Transportation and Travel** - The Group's transportation and travel expenses in Jan-Sep 2023 and 2022 amounted to Php 3.7M and Php 6.7M, respectively, showing a decrease of Php 3M or 45%. The decrease came from lower domestic travels incurred by the Group.
- **Entertainment, Amusement and Recreation** - The Group's entertainment, amusement and recreation expenses for Jan-Sep 2023 and 2022 amounted to Php 3.7M and Php 18.6M, respectively, showing a decrease of Php 14.9M or 80%. The decrease resulted from lower selling and marketing expense primarily related to real estate sales incurred in 2023.
- **Repairs and Maintenance** - The Group's repairs and maintenance in Jan-Sep 2023 and 2022 amounted to Php 1.6M and Php 2.4M, respectively, showing a decrease of Php 0.8M or 33%. The decrease primarily arose from the lower maintenance costs of the machinery and equipment of PGDI.
- **Other Expenses** - The Group's other expenses for Jan-Sep 2023 and 2022 amounted to Php 40.9M and Php 19.6M, respectively, showing an increase of Php 21M or 109%. The increase primarily came from service fees accrued for LDA Capital in 2023.
- **Interest Income** - The Group's interest income in Jan-Sep 2023 and 2022 amounted to Php 6.4M and Php 1.4M, respectively, showing an increase of Php 5M or 357%. The increase primarily came from the interest earning assets in 2023.
- **Other Income (Loss), Net** - The Group's other income (loss), net in Jan-Sep 2023 and 2022 amounted to NIL and Php 2.7M, respectively, showing a decrease of Php 2.7M or 100%. A re-measurement loss on retirement obligations was recorded in 2022 with no similar loss recorded in 2023.
- **Interest Expense** - The Group's interest expense for Jan-Sep 2023 and 2022 amounted to Php 82.2M and Php 76.5M, respectively, showing an increase of Php 5.7M or 7%. The increase is due to the higher short-term loans obtained in 2023.

For assessing impairment of goodwill, a test of impairment is performed annually or when circumstances indicate that the carrying value may be impaired.

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.

PREMIERE HORIZON ALLIANCE CORPORATION
Issuer



RAUL MA. F. ANONAS
Executive Vice President/COO/CIO

Date: November 13, 2023



ANDRES A. DEL ROSARIO
Senior Vice President and Assistant Treasurer

Date: November 13, 2023

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
AS OF SEPTEMBER 30, 2023

	Unaudited September 30, 2023	Audited December 31, 2022
ASSETS		
Current Assets		
Cash	191,676,709	69,729,594
Contract Assets	247,702,489	34,842,065
Receivables	467,195,946	442,327,680
Real Estate Held for Sale	764,194,163	811,694,228
Other current assets	235,173,040	179,831,676
Due from related parties	-	-
Total current assets	1,905,942,346	1,538,425,243
Noncurrent Assets		
Investment property	2,023,560,400	2,023,560,400
Noncurrent portion of contract assets	82,567,496	69,581,924
Deferred exploration costs	420,001,086	418,042,648
Intangible assets	2,534,384	2,838,510
Property and equipment	34,886,353	71,903,815
Deferred tax assets	27,580,919	27,580,919
Right of use assets	950,770	950,770
Other noncurrent assets	20,701,271	23,037,145
Investment in subsidiaries	-	-
Total Noncurrent assets	2,612,782,679	2,637,496,131
Total Assets	4,518,725,025	4,175,921,374
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Trade and other payables	541,288,074	549,737,521
Contract liabilities	19,357,993	25,107,618
Dividend payable	39,800,000	39,800,000
Capital gains tax payable	27,000,000	26,940,000
Current portion of long term debt:		
Short-term debt	154,960,345	428,754,632
Purchased land payable	-	5,677,930
Loans payable	307,123,246	251,892,401
Obligation under finance lease	2,290	188,123
Convertible loans	-	-
Installment payable	-	-
Callable loans	-	-
Lease liability	799,331	799,331
Due to related parties	-	-
Total Current Liabilities	1,090,331,280	1,328,897,556
Noncurrent Liabilities		
Pension Liabilities	45,059,876	45,059,876
Convertible loans	-	-
Noncurrent portion of long term debt:		
Loans from officers and shareholders	-	-
Loans from third parties	100,000,000	100,000,000
Purchased land payable	-	-
Loans payable	220,886,297	127,987,000
Lease liability	192,720	192,720
Callable loans	-	-
Deposit for future stock subscription	-	-
Deferred tax liabilities	530,496,548	518,195,465
Total Noncurrent Liabilities	896,635,441	791,435,061
Total Liabilities	1,986,966,720	2,120,332,617
STOCKHOLDER'S EQUITY		
Equity attributable to equity holders of the parent		
Capital stock	1,414,348,522	1,007,496,826
Additional paid-in capital	629,410,181	499,217,637
Retained earnings	70,274,892	165,473,971
Cumulative remeasurement gain on pension liabilities	9,867,270	9,792,086
Equity attributable to Parent	2,123,900,864	1,681,980,520
Equity attributable to non-controlling interests	407,857,441	373,608,239
Total Equity	2,531,758,305	2,055,588,759
Total Liabilities and Equity	4,518,725,025	4,175,921,376

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
AS OF SEPTEMBER 30, 2023

	For nine months ended September 30,		For three months ended September 30,	
	2023	2022	2023	2022
REVENUES				
Real estate sales	336,288,270	141,503,805	105,738,603	97,819,297
Mining related services	63,387,200	88,344,839	30,425,611	43,654,308
Service Income	-	-	-	-
Total revenue	399,675,469	229,848,644	136,164,213	141,473,605
Costs of real estate sold	163,290,683	58,325,189	49,332,260	43,340,586
Costs of services	79,259,720	100,633,114	25,880,969	28,939,492
Total Cost of Sales and Services	242,550,403	158,958,303	75,213,228	72,280,078
GROSS PROFIT	157,125,066	70,890,341	60,950,985	69,193,527
OTHER COSTS AND EXPENSES				
Professional and legal fees	58,746,501	37,741,527	20,184,639	16,137,664
Personnel costs	18,123,030	28,867,508	5,457,349	10,368,727
Advertising	578,761	6,479,828	82,671	2,088,242
Taxes and licenses	4,425,623	24,655,463	939,673	17,295,696
Depreciation and amortization	4,548,427	3,724,723	1,480,648	987,071
Rent, utilities and supplies	5,249,653	5,058,959	2,000,850	1,872,485
Transportation and travel	3,746,237	6,758,132	1,145,469	2,233,252
Entertainment, amusement and recreation	3,725,613	18,647,829	1,063,869	11,178,860
Repairs and maintenance	1,559,223	2,420,747	503,771	(660,232)
Others	40,894,484	19,593,032	21,436,040	6,864,140
	141,597,554	153,947,748	54,294,978	68,365,905
INCOME (LOSS) BEFORE OTHER INCOME AND CHARGES	15,527,513	(83,057,407)	6,656,007	827,622
OTHER INCOME (CHARGES)				
Gain on change in FV of investment property	-	-	-	-
Interest income	6,385,193	1,375,103	3,428,520	520,184
Impairment losses	-	-	-	-
Other income-net	-	2,745,875	-	463,085
Interest expenses	(82,205,799)	(76,472,928)	(29,945,268)	(35,580,002)
	(75,820,606)	(72,351,950)	(26,516,749)	(34,596,733)
INCOME (LOSS) BEFORE TAX	(60,293,093)	(155,409,357)	(19,860,742)	(33,769,112)
PROVISION FOR INCOME TAX				
Current	-	-	-	-
Deferred	-	-	-	-
INCOME (LOSS) FOR THE PERIOD	(60,293,093)	(155,409,357)	(19,860,742)	(33,769,112)
Actuarial Loss (Gain) Benefit obligation	-	-	-	-
TOTAL COMPREHENSIVE INCOME (LOSS)	(60,293,093)	(155,409,357)	(19,860,742)	(33,769,112)
NET INCOME (LOSS) ATTRIBUTABLE TO:				
Equity holders of the parent	(94,542,295)	(146,316,719)	(32,680,027)	(47,492,207)
Non-controlling interest	34,249,202	(9,092,637)	12,819,285	13,723,095
	(60,293,093)	(155,409,357)	(19,860,742)	(33,769,112)
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Equity holders of the parent	(60,293,093)	(155,409,357)	(19,860,742)	(33,769,112)
Non-controlling interest	-	-	-	-
NET INCOME (LOSS) FOR THE PERIOD	(60,293,093)	(155,409,357)	(19,860,742)	(33,769,112)

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
AS OF SEPTEMBER 30, 2023

	For nine months ended September 30,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (loss) before income tax	(60,293,093)	(155,409,357)
Adjustments for:		
Depreciation and Amortization	41,232,862	47,029,991
Interest Expenses	82,205,799	76,472,928
Impairment Losses		
Reversal of allowance on Impairment Losses		
Pension cost		
Unrealized gain on fair valuation of investment properties		
Loss on disposal of property plant and equipment		
Interest Income	(6,385,193)	(1,375,103)
Operating income (loss) before working capital changes	56,760,374	(33,281,540)
Decrease (increase) in:		
Receivables	(24,868,266)	(34,192,899)
Contract Assets	(225,845,996)	(56,127,724)
Real estate held for sale	47,500,065	13,930,572
Other current assets	(55,341,364)	(16,551,837)
Deferred exploration cost	(1,958,438)	(2,887,366)
Increase (decrease) in:		
Trade payables	(8,449,448)	(41,031,207)
Contract liabilities	(5,749,624)	21,646,250
Purchased Land Payable	(5,677,930)	(3,201,000)
Other noncurrent liabilities		
Net cash flows from (used in) operating activities	(223,630,626)	(151,696,751)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property and equipment		
Additions to Investment properties	-	
Acquisition of property and equipment	(4,492,873)	(15,712,879)
Additions to deferred exploration cost		
Due from related parties	-	
Decrease (Increase) in other noncurrent assets	2,335,874	1,381,060
Net cash (used in) provided by investing activities	(2,156,998)	(14,331,819)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from:		
Short term loans	-	39,700,000
Long term loans	148,130,142	65,659,554
Deposit for future subscription	-	(365,231,456)
Convertible Loan		
Deferred Tax Liability	12,301,082	
Interest received	6,385,193	1,375,103
Capital gains tax payable	60,000	
Payment of:		
Purchased Land Payable	-	
Short term loans and interest	(356,000,085)	(76,472,928)
Lease Liability		
Obligation under finance lease	(185,833)	(464,703)
Cash proceeds from subscription receivable	406,851,697	206,846,300
Cash proceeds from additional paid in capital	130,192,543	312,992,782
Cash flows from financing activities	347,734,739	184,404,652
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	121,947,115	18,376,081
EFFECT ON CHANGES IN FOREIGN EXCHANGE RATE		
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	69,729,594	89,845,913
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	191,676,709	108,221,994

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
UNADITED STATEMENT OF CHANGES IN EQUITY
AS OF SEPTEMBER 30, 2023

	For nine months ended September 30,	
	2023	2022
CAPITAL STOCK		
Balance at the beginning of the year	1,007,496,826	1,007,496,826
Additional subscription	406,851,697	
Balance at end of year	1,414,348,523	1,007,496,826
ADDITIONAL PAID-IN CAPITAL		
Balance at beginning of year	499,217,638	186,224,855
Additional subscription	130,192,543	312,992,783
Balance at end of year	629,410,181	499,217,638
RETAINED EARNINGS		
balance at beginning of year	165,473,971	135,971,303
Net income (loss)	(95,199,079)	(146,316,720)
Balance at end of year	70,274,892	(10,345,417)
CUMULATIVE REMEASUREMENT GAIN ON PENSION LIABILITIES		
Balance at beginning of year	9,792,086	10,913,571
Remeasurement gain (loss) on defined benefit obligation	75,184	-
Balance at end of year	9,867,270	10,913,571
NON CONTROLLING INTERESTS		
Balance at beginning of year	373,608,238	355,194,200
Net Income (loss)	34,249,202	(9,092,637)
Remeasurement gain (loss) on defined benefit obligation	-	
Balance at end of year	407,857,440	346,101,563
TOTAL EQUITY	2,531,758,305	1,853,384,180

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES

NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

(In Php 000)

1. Corporate Information and Status of Operations

Premiere Horizon Alliance Corporation (PHA or the Parent Company), was incorporated in the Philippines on January 13, 1988 and listed in the Philippine Stock Exchange (PSE) on May 5, 1997. The Parent Company's primary purpose is to engage in business activities relating to entertainment, gaming, hotel and leisure.

The Parent Company's registered address is Metro Manila, Philippines. Currently, the Parent Company acts as holding company to Premiere Horizon Alliance Corporation and its subsidiaries (the Group).

On December 29, 2011, the Securities and Exchange Commission (SEC) approved the amended articles of incorporation of the Parent Company which include the following:

- a. Change of name of the corporation from Premiere Entertainment Philippines, Inc. to Premiere Horizon Alliance Corporation;
- b. Reduction in deficit amounting to Php 1,236.4M by decreasing the authorized capital stock from Php 1,800M to Php 563.6M (see Note 16); and
- c. Amendment of secondary purpose clause to include the authority to engage in non-gaming business such as mining and real estate.

On April 26, 2012, the SEC approved the Parent Company's application on the treatment of quasi-reorganization in the consolidated financial statements.

On May 27, 2013 and September 30, 2014, the stockholders and Board of Directors (BOD), respectively, approved the amendments to the Articles of Incorporation (AOI) of the Parent Company to change the Parent Company's principal place of business to Unit E-1705, 17th Floor, East Tower, Philippine Stock Exchange Center, Exchange Road, Ortigas Center, Pasig City. On November 7, 2014, the SEC approved the amendment to the AOI.

2. Cash

This account consists of:

	Unaudited September 30, 2023	Audited 2022
Cash on hand	18,622,419	16,027,072
Cash in banks	173,054,289	53,702,522
	<u>191,676,708</u>	<u>69,729,594</u>

Cash in banks earn interest at the prevailing bank deposit rates.

3. Receivables - net

This account consists of:

	Unaudited September 30, 2023	Audited 2022
Contract receivables	326,159,454	316,621,402
Trade receivables	36,874,058	24,426,819
Advances to officers and employees	67,266,900	72,863,508
Receivables from related parties	3,264,361	0
Others	70,396,793	35,999,756
	503,961,569	449,925,987
Less allowance for impairment losses	36,765,623	7,583,805
	467,195,946	442,327,680

Aging of Receivables

	Total	0-30	31-60	61-90	Over 90
Advances to officers and employees	67,266,900	595,930	404,085	174,630	66,092,256
Contract receivables	326,159,454	139,916,529			186,242,925
Trade receivables	36,874,058	6,047,398			30,826,660
Others	70,396,793		19,559,449		50,837,343.97
Total	500,697,205	146,559,856	19,963,534	174,630	333,999,185

4. Trade and Other Payables

This account consists of:

	Unaudited September 30, 2023	Audited 2022
Trade payables		
Third parties	78,128,095	88,007,198
Related parties	343,722	4,693,722
Customers' Deposits and Advances	97,550,000	97,573,376
Advances from Officers and Directors	5,841,976	13,681,976
Advances from others	-	22,053,982
Accrued expenses	299,255,216	197,514,948
Customer refunds	50,647,915	55,791,003
Deferred output vat	47,073,377	34,319,631
Output VAT Payable	850,990	10,233,373
Vouchers payable	-	-
Retention payable	5,253,805	1,811,013
Others	(43,657,023)	24,057,300
	541,288,073	549,737,520