

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
Jun 30, 2022
2. SEC Identification Number
147584
3. BIR Tax Identification No.
002-727-376-000
4. Exact name of issuer as specified in its charter
PREMIERE HORIZON ALLIANCE CORPORATION
5. Province, country or other jurisdiction of incorporation or organization
PHILIPPINES
6. Industry Classification Code(SEC Use Only)
7. Address of principal office
Unit 1705, East Tower, Philippine Stock Exchange Centre, Exchange Road, Ortigas
Center, Pasig City
Postal Code
1605
8. Issuer's telephone number, including area code
(02) 8632-7715
9. Former name or former address, and former fiscal year, if changed since last report
Not Applicable
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
COMMON STOCK P 0.25 PAR VALUE	5,708,359,504

11. Are any or all of registrant's securities listed on a Stock Exchange?

Yes No

If yes, state the name of such stock exchange and the classes of securities listed therein:
Philippine Stock Exchange Common Shares
12. Indicate by check mark whether the registrant:

(a) has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17 thereunder or Sections 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 that the registrant was required to file such reports)

Yes No

(b) has been subject to such filing requirements for the past ninety (90) days

Yes No

The Exchange does not warrant and holds no responsibility for the veracity of the facts and representations contained in all corporate disclosures, including financial reports. All data contained herein are prepared and submitted by the disclosing party to the Exchange, and are disseminated solely for purposes of information. Any questions on the data contained herein should be addressed directly to the Corporate Information Officer of the disclosing party.



Premiere Horizon Alliance Corporation PHA

PSE Disclosure Form 17-2 - Quarterly Report References: SRC Rule 17 and Sections 17.2 and 17.8 of the Revised Disclosure Rules

For the period ended	Jun 30, 2022
Currency (indicate units, if applicable)	Php 000

Balance Sheet

	Period Ended	Fiscal Year Ended (Audited)
	Jun 30, 2022	Dec 31, 2021
Current Assets	1,437,566	1,365,508
Total Assets	3,809,634	3,770,250
Current Liabilities	1,304,186	1,293,709
Total Liabilities	1,932,027	2,281,296
Retained Earnings/(Deficit)	37,147	135,971
Stockholders' Equity	1,877,607	1,488,954
Stockholders' Equity - Parent	1,554,775	1,133,760
Book Value per Share	0.27	0.22

Income Statement

	Current Year (3 Months)	Previous Year (3 Months)	Current Year-To-Date	Previous Year-To-Date
Gross Revenue	58,149	81,396	88,375	184,232
Gross Expense	88,387	103,208	172,260	203,357
Non-Operating Income	1,713	14,776	3,138	17,872
Non-Operating Expense	21,402	26,395	40,893	41,156
Income/(Loss) Before Tax	-49,927	-33,431	-121,640	-42,409
Income Tax Expense	0	2,406	0	1,003
Net Income/(Loss) After Tax	-49,927	-31,025	-121,640	-43,412
Net Income Attributable to Parent Equity Holder	-40,752	-28,961	-98,825	-38,291
Earnings/(Loss) Per Share (Basic)	-0.01	-0.01	-0.02	-0.01

Earnings/(Loss) Per Share (Diluted)	-0.01	-0.01	-0.02	-0.01
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	Current Year (Trailing 12 months)	Previous Year (Trailing 12 months)
Earnings/(Loss) Per Share (Basic)	0	0
Earnings/(Loss) Per Share (Diluted)	0	0

Other Relevant Information
-

Filed on behalf by:

Name	Raul Ma. Anonas
Designation	Executive Vice President, Chief Operating Officer, Chief Information Officer (CIO) and SEC Compliance Officer

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 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

RAUL MA. F. ANONAS

Contact Person

Tel No. 8632-7715

Company Telephone Number

SEC FORM 17-Q

1 2 3 1
Month Day
Fiscal Year
Meeting

FORM TYPE

1 2 1 7
Month Day
Annual

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.

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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: **June 30, 2022**

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

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 & 12 of the Code, or Sections 4 & 8 of the
RSA:

Title of each Class

Number of shares of common
stock outstanding and amount
of debt outstanding

COMMON STOCK P 0.25 PAR VALUE

**5,708,359,504 COMMON SHARES
2,254,117,253 issued and listed**

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 as of the second quarter of 2022 are attached to this Report.

1. The accompanying financial statements are prepared in accordance with the generally accepted accounting principles in the Philippines.
2. The same accounting policies and methods of computation are followed in the interim financial statements as compared with the most recent annual financial statements.

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

The Company and its subsidiaries use the following key performance indicators: 1) **revenues**; 2) **gross profit / loss**; 3) **gross profit ratio** (computed as gross profit divided by the gross revenues); 4) **net income / loss**; 5) **net profit ratio** (computed as net profit divided by the gross revenues); 6) **net profit attributable to parent**; 7) **12 months trailing net income (loss)** (computed as year to date net income (loss) plus net income of the latest annual income minus the previous year to date net income (loss)); 8) **12 months trailing net income (loss) per share** (computed as 12 months 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); and 12) **return on investment** (computed as net income divided by investment).

		June 30, 2022	June 30, 2021	Inc/(Dec)
1.	Revenues	Php88,375	Php184,232	(95,857)
2.	Gross Profit / Loss	Php1,697	Php48,403	(46,707)
3.	Gross Profit/Loss Ratio	1.9%	26.3%	-24.1%
4.	Net Profit / Loss	Php(121,640)	Php(43,412)	(78,228)
5.	Net Profit / Loss Ratio	-137.6%	-23.6%	-114.1%
6.	Net Profit / Loss attributable to Parent	Php(98,825)	Php(38,291)	(60,534)
7.	12 months trailing net income (loss)	Php36,794	Php115,022	-78,228
8.	Trailing 12months earnings(loss) per share basic	0.00	0.00	0.00

		June 30, 2022	December 31, 2021	Inc/(Dec)
9.	Debt -to- Equity Ratio	1.03:1	1.53:1	(0.50)
10.	Current Ratio	1.10:1	1.06:1	0.04
11.	Debt Ratio	0.51:1	0.61:1	(0.10)
12.	Return on Assets	(0.03:1)	(0.01:1)	(0.02)

During the second quarter of 2022 the Group generated gross revenues of Php88,375 thousand broken down into Php43,685 thousand from real estate sales and Php44,691 thousand from mining related services.

Gross profit (loss) in the 2nd Quarter of 2022 and 2021 amounted to Php1,697 thousand and Php48,403 thousand, respectively, which shows a decrease of Php 46,707 thousand or 96.5%.

The Group's net loss attributable to the equity holder of the parent in the second Quarter of 2022 and 2021 amounted to Php98,825 thousand and Php38,291 thousand, respectively, which shows an increase of Php60,534 thousand or 158.1%.

The Group's 12 months trailing net income (loss) in the second Quarter of 2022 and 2021 amounted to Php36,794 thousand and Php115,022 thousand, respectively, which shows a decrease of Php78,228 thousand.

The Group's trailing net income (loss) per share in the second Quarter of 2022 and 2021 amounted to 0.00 and 0.00, respectively.

The Debt-to-Equity Ratio is 1.03:1 and 1.53:1 in the 2nd quarter of 2022 and year end 2021, respectively.

The Current Ratio is 1.10:1 and 1.06:1 in the 2nd quarter of 2022 and year end 2021, respectively.

The Debt Ratio is 0.51:1 and 0.61:1 in the 2nd quarter of 2022 and year end 2021, respectively.

The Return on Assets is -0.03:1 and -0.01:1 in the 2nd quarter of 2022 and year end 2021, respectively.

There were no events that triggered direct or contingent financial obligation that is material to the Company, including any default or acceleration of an obligation.

Moreover, there were no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period.

The following are the causes for the material changes, i.e. those amounting five percent (5%) of the relevant accounts or such lower amount, between this period versus the previous, on a vertical and horizontal basis of analyses:

Financial Position

- **Cash** – As of June 30, 2022 and December 31, 2021, this account amounted to Php41,606 thousand and Php89,846 thousand, respectively, which shows a

decrease of Php48,240 thousand or 53.7%. Cash used in operation activities amounted to Php237,880 thousand; cash used in investing activities amounted to Php729 thousand; while cash provided by financing activities amounted to Php190,370 thousand. The said cash flows represent the net decrease during the reporting period.

- **Receivables** – As of June 30, 2022 and December 31, 2021, this account amounted to Php129,456 thousand and Php76,619 thousand, respectively, which shows a net increase of Php52,837 thousand or 69.0%. The net increase primarily came from mining trade receivables.
- **Real estate held for sale** – As of June 30, 2022 and December 31, 2021, this account amounted to Php815,182 thousand and Php765,386 thousand, respectively, which shows an increase of Php49,796 thousand or 6.5%. The net increase primarily came from the cost of construction during the period.
- **Other current assets** – As of June 30, 2022 and December 31, 2021, this account amounted to Php250,292 thousand and Php226,491 thousand, respectively, which shows a net decrease of Php23,801 thousand or 10.5%. The net increase primarily came from increase in prepayments and input taxes.
- **Property and equipment, net** – As of June 30, 2022 and December 31, 2021, this account amounted to Php101,009 thousand and Php135,110 thousand, respectively, which shows a decrease of Php34,100 thousand or 25.2%. The net decrease primarily came from the depreciation expense for the quarter.
- **Other noncurrent assets** - As of June 30, 2022 and December 31, 2021, this account amounted to Php9,840 thousand and Php10,702 thousand, respectively, which shows a decrease of Php862 thousand or 8.1%. The net decrease primarily came from reduction in security deposits and reclassification of input taxes.
- **Trade and other payables** - As of June 30, 2022 and December 31, 2021, this account amounted to Php537,861 thousand and Php575,652 thousand, respectively, which shows a decrease of Php37,791 thousand or 6.6%. The decrease came from payments of trade payables.
- **Contract liabilities** – As of June 30, 2022 and December 31, 2021, this account amounted to Php49,827 thousand and Php36,877 thousand, respectively, which shows an increase of Php12,950 thousand or 35.1%. The net increase primarily came from increase in buyer's deposits.
- **Short-term debt** – As of June 30, 2022 and December 31, 2021, this account amounted to Php279,055 thousand and Php254,555 thousand, respectively, which shows an increase of Php24,500 thousand or 9.6%.
- **Lease liability** – As of June 30, 2022 and December 31, 2021, this account amounted to nil and Php243 thousand, respectively, which shows a decrease of Php243 thousand or 100.0%. The lease liability has been fully paid.
- **Deposit for Future Stock Subscription** – As of June 30, 2022 and December 31, 2021, this account amounted to Php100,000 thousand and Php465,231 thousand, respectively, which shows a decrease of Php365,231 thousand or 78.5%. The net decrease came from transferring certain qualified deposits for stock subscriptions to equity.
- **Capital Stock** – As of June 30, 2022 and December 31, 2021, this account amounted to Php1,007,497 thousand and Php800,651 thousand, respectively,

which shows an increase of Php206,846 thousand or 25.8%. The net increase came newly issued shares and collection of share subscriptions.

- **Additional paid-in capital** – As of June 30, 2022 and December 31, 2021, this account amounted to Php499,218 thousand and Php186,225 thousand, respectively, which shows an increase of Php312,993 thousand or 168.1%. The net increase came newly issued shares and collection of share subscriptions.

Performance

- **Revenues** - The Group's revenues in the first half of 2022 and 2021 amounted to Php88,375 thousand and Php184,232 thousand, respectively, which shows a decrease of Php95,857 thousand or 52.0%.

Revenue from the real estate sales in the first half of 2022 and 2021 amounted to Php43,685 thousand and Php100,765 thousand, respectively, which shows a decrease of Php57,080 thousand or 56.6%. The decrease is primarily due to lower percentage of completion-based revenues.

Revenue from the mining related services in the first half of 2022 and 2021 amounted to Php44,691 thousand and Php83,467 thousand, respectively, which shows a decrease of Php38,777 thousand or 46.5%. The decrease is primarily due to lower tonnages hauled due to inclement weather.

- **Cost of real estate sold** – The Group's cost of real estate sold in the first half of 2022 and 2021 amounted to Php14,985 thousand and Php53,533 thousand, respectively, which shows a decrease of Php38,549 thousand or 72.0%. The decrease primarily came from the lower percentage of completion.
- **Cost of services** – The Group's cost of services in the first half of 2022 and 2021 amounted to Php71,694 thousand and Php82,295 thousand, respectively, which shows a decrease of 10,602 thousand or 12.9%. The decrease is due to the higher operating direct costs incurred during the period.
- **Professional and Legal Fees** – The Group's professional and legal fees in the first half of 2022 and 2021 amounted to Php21,604 thousand and Php13,612 thousand, respectively, which shows an increase of 7,992 thousand or 58.7%. The increase is due to the higher fees paid to professionals.
- **Advertising** – The Group's advertising expenses in the first half of 2022 and 2021 amounted to Php4,392 thousand and Php3,565 thousand, respectively, which shows an increase of Php827 thousand or 23%. The increase primarily came from additional advertising and marketing services incurred by the group.
- **Taxes and licenses** – The Group's taxes and licenses in the first half of 2022 and 2021 amounted to Php7,360 thousand and Php5,950 thousand, respectively, which shows an increase of Php1,410 thousand or 23.7%. The increase primarily came from the higher taxable transactions incurred by the Group during the period.
- **Depreciation and amortization** – The Group's depreciation and amortization in the first half of 2022 and 2021 amounted to Php2,738 thousand and Php3,191 thousand, respectively, which shows a decrease of Php453 thousand or 14.2%. The decrease came from lower amount of depreciable assets.
- **Rent, Utilities, and Supplies** – The Group's rent, utilities, and supplies in the first half of 2022 and 2021 amounted to Php3,186 thousand and Php2,826 thousand, respectively, which shows an increase of Php361 thousand or 12.8%. The net increase came from higher utilities and supplies consumed by the group.

- **Transportation and travel-** The Group's transportation and travel in the first half of 2022 and 2021 amounted to Php4,525 thousand and Php3,972 thousand, respectively, which shows an increase of Php553 thousand or 14.9%.
- **Entertainment, amusement, and recreation-** The Group's entertainment, amusement, and recreation in the first half of 2022 and 2021 amounted to Php7,469 thousand and Php5,862 thousand, respectively, which shows an increase of Php1,607 thousand or 27.4%.
- **Repairs and maintenance-** The Group's repairs and maintenance in the first half of 2022 and 2021 amounted to Php3,081 thousand and Php2,861 thousand, respectively, which shows an increase of Php220 thousand or 7.7%. The increase primarily came from the higher maintenance costs of PGDI.
- **Other Expenses –** The Group's other expenses in the first half of 2022 and 2021 amounted to Php12,729 thousand and Php7,590 thousand, respectively, which shows an increase of Php5,139 thousand or 67.7%. The increase primarily came from fees paid to LDA in the 1st quarter of 2022.
- **Interest income –** The Group's interest income in the first half of 2022 and 2021 amounted to Php855 thousand and Php1,529 thousand, respectively, which shows a decrease of Php674 thousand or 44.1%. The decrease primarily came from the lower balance of interest earning assets in the first half of 2022.
- **Other income - net –** The Group's other income -net in the first half of 2022 and 2021 amounted to Php2,283 thousand and Php16,343 thousand, respectively, which shows a decrease of Php14,060 thousand or 86.0%.
- **Provision for income tax (benefit) –**The Group's provision for income tax (benefit) in the first half of and 2021 amounted to nil and Php1,003 thousand, respectively. The group has no taxable income in the first half of 2022.

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

Item 3. No relevant disclosure covered by this Item was made since there is no event that triggered any direct or contingent financial obligation that is material to the company. Likewise, no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the company with unconsolidated entities or other persons was created during the reported period.

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



ROBERTO B. ORTIZ
President & CEO

Date: August 19, 2022



ADRIAN GEOVANNI F. LUZURIAGA
Group Chief Financial Officer

Date: August 19, 2022

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(In Php000.00)

	Unaudited June 30, 2022	Audited 2021
ASSETS		
Current Assets		
Cash	41,606	89,846
Contract Assets	201,030	207,166
Receivables	129,456	76,619
Real Estate Held for Sale	815,182	765,386
Other current assets	250,292	226,491
Total current assets	1,437,566	1,365,508
Noncurrent Assets		
Investment property	1,692,025	1,692,025
Noncurrent portion of contract assets	108,212	108,212
Deferred exploration costs	416,101	413,813
Intangible assets	18,946	18,946
Property and equipment	101,009	135,110
Deferred tax assets	25,924	25,924
Right of use assets	11	11
Other noncurrent assets	9,840	10,702
Total Noncurrent assets	2,372,068	2,404,742
Total Assets	3,809,634	3,770,250
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Trade and other payables	537,861	575,652
Contract liabilities	49,827	36,877
Dividend payable	39,800	39,800
Capital gains tax payable	26,940	26,940
Current portion of long term debt:		
Short -term debt	279,055	254,555
Purchased land payable	5,478	5,678
Loans payable	242,489	231,249
Obligation under finance lease	737	715
Convertible loans	100,000	100,000
Installment payable	-	-
Callable loans	22,000	22,000
Lease liability	-	243
Total Current Liabilities	1,304,186	1,293,709
Noncurrent Liabilities		
Pension Liabilities	28,696	28,696
Convertible loans	-	-
Noncurrent portion of long term debt:		
Loans from officers and shareholders	64,042	64,042
Loans from third parties	-	-
Loans payable	-	-
Lease liability	-	-
Callable loans	-	-
Deposit for future stock subscription	100,000	465,231
Deferred tax liabilities-Net	435,103	429,618
Total Noncurrent Liabilities	627,841	987,587
Total Liabilities	1,932,027	2,281,296
STOCKHOLDER'S EQUITY		
Equity attributable to equity holders of the parent		
Capital stock	1,007,497	800,651
Additional paid-in capital	499,218	186,225
Retained earnings	37,147	135,971
Cumulative remeasurement gain on pension liabilities	10,914	10,914
Equity attributable to Parent	1,554,775	1,133,760
Equity attributable to non-controlling interests	322,832	355,194
Total Equity	1,877,607	1,488,954
Total Liabilities and Equity	3,809,634	3,770,250

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
Unaudited Consolidated Statements of Comprehensive Income
(In Php000.00)

	For six months ended June 30		For three months ended June 30	
	2022	2021	2022	2021
REVENUES				
Real estate sales	43,685	100,765	16,917	7,647
Mining related services	44,691	83,467	41,233	73,749
Total revenue	88,375	184,232	58,149	81,396
Costs of real estate sold	14,985	53,533	5,729	5,423
Costs of services	71,694	82,295	39,742	59,863
Total Cost of Sales and Services	86,678	135,829	45,471	65,286
GROSS PROFIT	1,697	48,403	12,678	16,110
OTHER COSTS AND EXPENSES				
Professional and legal fees	21,604	13,612	10,887	5,800
Personnel costs	18,499	18,100	9,371	10,629
Advertising	4,392	3,565	1,742	1,174
Taxes and licenses	7,360	5,950	4,311	2,500
Depreciation and amortization	2,738	3,191	1,248	2,392
Rent and utilities and supplies	3,186	2,826	1,754	1,487
Transportation and travel	4,525	3,972	2,271	2,110
Entertainment, amusement and recreation	7,469	5,862	5,214	2,930
Repairs and maintenance	3,081	2,861	2,161	2,153
Others	12,729	7,590	3,958	6,747
	85,582	67,528	42,916	37,922
INCOME(LOSS) BEFORE OTHER INCOME AND CHARGES	(83,885)	(19,125)	(30,238)	(21,813)
OTHER INCOME(CHARGES)				
Gain on change in FV of investment property				
Interest income	855	1,529	346	538
Other income-net	2,283	16,343	1,367	14,238
Interest expenses	(40,893)	(41,156)	(21,402)	(26,395)
	(37,755)	(23,283)	(19,689)	(11,619)
INCOME (LOSS) BEFORE TAX	(121,640)	(42,409)	(49,927)	(33,431)
PROVISION FOR INCOME TAX				
Current	-	1,003	-	2,406
Deferred	-	-	-	-
INCOME(LOSS) FOR THE PERIOD	(121,640)	(43,412)	(49,927)	(31,025)
INCOME FROM CONTINUING OPERATION				
Equity holders of the parent	(98,825)	(38,291)	(40,752)	(28,961)
Non-controlling interest	(22,816)	(5,121)	(9,175)	(2,064)
	(121,640)	(43,412)	(49,927)	(31,025)
NET INCOME (LOSS) FOR THE PERIOD	(121,640)	(43,412)	(49,927)	(31,025)

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
(In Php000.00)

	For six months ended June 30	
	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (loss) before income tax	(121,640)	(43,412)
Adjustments for:		
Depreciation and Amortization	35,692	39,953
Interest Expenses	40,893	41,156
Impairment Losses	-	-
Pension cost	-	-
Unrealized foreign exchange gain	-	-
Loss on disposal of property plant and equipment	-	-
Interest Income	(855)	(1,529)
Operating income (loss) before working capital changes	(45,911)	36,168
Decrease (increase) in:		
Receivables	(52,837)	(18,430)
Contract Assets	6,136	80,399
Real estate held for sale	(49,796)	31,022
Deferred exploration cost	(2,288)	(8,531)
Other current assets	(33,591)	(32,592)
Increase (decrease) in:		
Trade payables	(37,791)	(181,143)
Contract liabilities	12,950	(56)
Purchased land payables	(200)	(12,425)
Other noncurrent liabilities	5,485	-
Net cash flows from (used in) operation	(197,842)	(105,588)
Interest received	855	1,529
Interest paid	(40,893)	(41,156)
Income tax paid	-	-
Net cash flows from (used in) operating activities	(237,880)	(145,215)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash received from sales of investment in associates		
Acquisition of property and equipment	(1,591)	(1,068)
Rights of use assets	0	-
Decrease (Increase) in other noncurrent assets	862	910
Net cash (used in) provided by investing activities	(729)	(158)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from:		
Short term loans	24,500	(67,410)
Callable Loans	-	-
Convertible loans	-	(16,319)
Deposit for future stock subscription	(365,231)	(113,000)
Payment of:		
Convertible loans	-	-
Installment payable	-	-
Obligations under finance lease	22	(491)
Short term loans	-	-
Loans payable	11,240	(25,946)
Cash proceeds from subscription receivable	206,846	237,121
Cash proceeds from additional paid in capital	312,993	68,773
Cash flows from financing activities	190,370	82,728
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(48,240)	(62,645)
EFFECT ON CHANGES IN FOREIGN EXCHANGE RATE		
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	89,846	124,523
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	41,606	61,878

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES
UNADITED STATEMENT OF CHANGES IN EQUITY
(In 000)

	For six months ended June 30,	
	2022	2021
CAPITAL STOCK		
Issued and subscribed shares	1,007,497	800,651
ADDITIONAL PAID-IN CAPITAL		
	499,218	186,225
UNREALIZED GAIN ON AFS FINANCIAL ASSETS		
	-	-
RETAINED EARNINGS		
Beginning	135,971	186,924
Dilution gain		
Declaration of dividends		
Net income(loss)	(98,825)	(38,291)
Balance at end of the period	37,147	148,633
ATTRIBUTABLE TO NON-CONTROLLING INTEREST		
Balance at beginning of the period	355,194	345,648
Additional investment for non-controlling interest		
Net income(loss) attributable to non-controlling interest	(32,362)	(5,122)
Balance at end of the period	322,832	340,526
Cumulative remeasurement gain on pension liabilities	10,914	
TOTAL EQUITY	1,877,607	1,476,035

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 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 P1,236.44 million by decreasing the authorized capital stock from P1,800.00 million to P563.56 million (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 June 30, 2022	Audited 2021
Cash on hand	732,182	618,910
Cash in banks	40,873,955	89,227,003
	41,606,137	89,845,913

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

3. Receivables - net

This account consists of:

	Unaudited June 30, 2022	Audited 2021
Contract receivables	51,019,275	35,186,931
Trade receivables	34,605,506	1,388,982
Advances to officers and employees	66,940,156	63,724,304
Others	5,362,196	4,636,569
	157,927,137	104,936,786
Less allowance for impairment losses	28,471,288	28,318,169
	129,455,850	76,618,617

Aging of Receivables

Account Title	Total	0-30	31-60	61-90	over 90
Trade receivables	34,605,506.26	7,151,435.00	27,454,071.26		
Contract receivables	51,019,279.49	19,495,124.00	31,524,155.49		
Advances to employees and officers	66,940,155.59	3,468,549.00	19,264,412.00	12,546,164.00	31,661,030.59
Others	5,362,196.06	579,515.00	1,892,525.00	2,306,515.00	583,641.06
Total	157,927,137.40	30,694,623.00	80,135,163.75	14,852,679.00	32,244,671.65

4. Trade and Other Payables

This account consists of:

	Unaudited June 30, 2022	Audited 2021
Trade payables		
Third parties	64,607,968	95,528,750
Related parties	36,329,457	11,771,567
Customers' Deposits and Advances	118,025,000	100,975,000
Advances from shareholders	2,080,947	137,779,737
Advances from others		37,114,843
Accrued expenses	40,143,988	76,115,256
Customer refunds	50,040,070	48,463,451
Deferred output vat	32,659,501	30,862,206
Output VAT Payable	13,511,454	13,511,454
Voucher's payable	1,596,263	6,929,987
Retention payable	190,965	222,357
Others	178,674,983	16,377,060
	537,860,595	575,651,668