

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
Sep 30, 2019
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	1,990,480,889

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	Sep 30, 2019
Currency (indicate units, if applicable)	Php 000

Balance Sheet

	Period Ended	Fiscal Year Ended (Audited)
	Sep 30, 2019	Dec 31, 2018
Current Assets	2,796,987	2,882,279
Total Assets	3,698,792	3,745,159
Current Liabilities	1,861,729	1,917,067
Total Liabilities	2,976,771	2,964,512
Retained Earnings/(Deficit)	-336,122	-140,690
Stockholders' Equity	722,021	780,647
Stockholders' Equity - Parent	258,519	277,873
Book Value per Share	0.13	0.15

Income Statement

	Current Year (3 Months)	Previous Year (3 Months)	Current Year-To-Date	Previous Year-To-Date
Gross Revenue	176,061	192,663	442,175	435,693
Gross Expense	216,563	187,634	493,867	429,377
Non-Operating Income	6,278	12,803	22,933	24,207

Non-Operating Expense	98,309	45,126	196,184	113,217
Income/(Loss) Before Tax	-132,532	-27,294	-224,943	-82,694
Income Tax Expense	3,075	10,231	9,761	10,231
Net Income/(Loss) After Tax	-135,607	-37,525	-234,704	-92,925
Net Income Attributable to Parent Equity Holder	-117,583	-26,416	-195,432	-74,191
Earnings/(Loss) Per Share (Basic)	-0.07	-0.02	-0.12	-0.05
Earnings/(Loss) Per Share (Diluted)	-0.07	-0.02	-0.12	-0.05

	Current Year (Trailing 12 months)	Previous Year (Trailing 12 months)
Earnings/(Loss) Per Share (Basic)	-0.26	0
Earnings/(Loss) Per Share (Diluted)	-0.26	0

Other Relevant Information
-

Filed on behalf by:

Name	Raul Ma. Anonas
Designation	Executive Vice President, CIO/ COO

COVER SHEET

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 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)

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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

Tel No. 8632-7715

Company Telephone Number

SEC FORM 17-Q
(3rd Quarter – 2019)

1	2
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 Month
 Fiscal Year

3	1
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 Day

FORM TYPE

0	5
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 Month
 Annual Meeting

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 Day

Secondary License Type, If Applicable

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 Dept Requiring this Doc

Amended Articles Number / Section

Total No. of Stockholders

Domestic

Foreign

To be accomplished by SEC Personnel concerned

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PSE 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: **September 30, 2019**

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 Center,
Exchange Road, Ortigas Center, Pasig City.**

1605

8. Registrant's telephone number, including area code: **(02) 8632-7714 to 15**

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
<u>COMMON STOCK P 0.25 PAR VALUE</u>	<u>1,990,480,889 COMMON SHARES</u> 1,815,480,889 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 and for the nine-month period ended September 30, 2019 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).

		September 30, 2019	September 30, 2018	Inc/(Dec)
1.	Revenues	P442,175	P435,693	P6,482
2.	Gross Profit / Loss	P120,541	P174,491	(P53,950)
3.	Gross Profit/Loss Ratio	27.26%	40.05%	(12.79%)
4.	Net Profit / Loss	(P234,704)	(P92,925)	(P141,779)
5.	Net Profit / Loss Ratio	(53.08%)	(21.33%)	(31.75%)
6.	Net Profit / Loss attributable to Parent	(P195,432)	(P74,191)	(121,241)
7.	12 months trailing net income (loss)	(P516,246)	P7,409	(P523,655)
8.	Trailing 12 months earnings(loss) per share basic	-0.259	0.004	(0.263)
		September 30, 2019	December 31, 2018	Inc/(Dec)
9.	Debt -to- Equity Ratio	4.12:1	3.80:1	0.33
10.	Current Ratio	1.50:1	1.50:1	-
11.	Debt Ratio	0.80:1	0.79:1	0.01
12.	Return on Assets	-0.06:1	-0.10:1	0.04

During the 3rd quarter of 2019 the Group generated gross revenues of Php442,175 thousand broken down into Php110,591 thousand from real estate sales and Php331,584 thousand from mining related services.

Gross profit in the 3rd quarter of 2019 and 2018 amounted to Php120,541 thousand and Php174,491 thousand, respectively, which shows a decrease of Php53,950 thousand or 30.92%.

The Group's net loss attributable to the equity holder of the parent in the 3rd quarter of 2019 and 2018 amounted to Php195,432 thousand and Php74,191 thousand, respectively, which shows a decrease of Php121,241 thousand or 163.42%.

The Group's 12 months trailing net income in the third quarter of 2019 and 2018 amounted to Php(516,246) thousand and Php7,409 thousand, respectively, which shows an decrease of Php 523,655.

The Group's trailing net income (loss) per share in the third quarter of 2019 and 2018 amounted to -0.259 and 0.004, respectively, which shows a decrease of 0.263.

The Debt-to-Equity Ratio is 4.12 and 3.80:1 in the third quarter of 2019 and year end 2018, respectively.

The Current Ratio is 1.50:1 and 1.50:1 in the third quarter of 2019 and year end 2018, respectively.

The Debt Ratio is 0.80:1 and 0.79:1 in the third quarter of 2019 and year end 2018, respectively.

The Return on Assets is -0.06:1 and -0.10:1 in the third quarter of 2019 and year end 2018, 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 September 30, 2019 and December 31, 2018, this account amounted to Php55,776 thousand and Php68,980 thousand, respectively, which shows a decrease of Php13,204 thousand or 19.14%. Cash used in operating activities amounted to Php40,574 thousand; cash used in investing activities amounted to Php149,387 thousand; while cash provided by financing activities amounted to Php176,757 thousand; the said cashflows represents the net decrease during the reporting period.
- **Contract Assets** – As of September 30, 2019 and December 31, 2018, this account amounted to Php952,454 thousand and Php1,139,886 thousand, respectively, which shows a decrease of Php187,432 thousand or 16.44%. Current and noncurrent portion as of September 30, 2019 amounted to

Php840,722 Thousand and Php111,732 Thousand, respectively. The decrease came from the collections during the reporting period.

- **Receivables, net** – As of September 30, 2019 and December 31, 2018, this account amounted to Php129,527 thousand and Php86,341 thousand, respectively, which shows an increase of Php43,186 thousand or 50.02%. The increase primarily came from the uncollected sales.
- **Real Estate Held for Sale** – As of September 30, 2019 and December 31, 2018, this account amounted to Php1,620,865 thousand and Php1,606,444 thousand, respectively, which shows an increase of Php14,421 thousand or 0.90%. This account did not have a material change during the reporting period.
- **Other current assets** – As of September 30, 2019 and December 31, 2018, this account amounted to Php150,097 thousand and Php92,360 thousand, respectively, which shows an increase of Php57,737 thousand or 62.51%. The increase primarily came from the additional advances made to suppliers and contractors, and the current portion of deferred input VAT of the heavy equipment acquired during the reporting period.
- **Deferred Exploration Cost** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php390,197 thousand. There were no movements in this account during the reporting period.
- **Intangible Assets** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php20,207 thousand. There were no movements in this account during the reporting period.
- **Property and equipment, net**– As of September 30, 2019 and December 31, 2018, this account amounted to Php324,336 thousand and Php294,916 thousand, respectively, which shows a net increase of Php29,420 thousand or 9.98%. The increase primarily came from the additional heavy equipment acquired during the reporting period.
- **Other non-current assets** – As of September 30, 2019 and December 31, 2018, this account amounted to Php55,332 thousand and Php45,828 thousand, respectively, which shows an increase of Php9,504 thousand or 20.74%. The increase primarily came from the noncurrent portion of deferred input VAT of the heavy equipment acquired during the reporting period.
- **Trade and other payables** – As of September 30, 2019 and December 31, 2018, this account amounted to Php715,097 thousand and Php703,034 thousand, respectively, which shows an increase of Php12,063 thousand or 1.72%. This account did not have a material change during the reporting period.
- **Contract liabilities** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php133,218 thousand. There were no movements in this account during the reporting period.
- **Short-term debt** – As of September 30, 2019 and December 31, 2018, this account amounted to Php247,700 thousand and Php243,895 thousand, respectively, which shows an increase of Php3,805 thousand or 1.56%. The increase came from the additional short-term debt availed during the period.
- **Dividend payable** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php39,800 thousand. There were no movements in this account during the reporting period.

- **Capital gains tax payable** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php26,940 thousand. Current and noncurrent portion as of September 30, 2019 amounted to Php16,815 Thousand and Php10,125 Thousand, respectively. There were no movements in this account during the reporting period.
- **Income tax payable** – As of September 30, 2019 and December 31, 2018, this account amounted to Php182 thousand and Php665 thousand, respectively, which shows a decrease of Php483 thousand or 72.63%. The decrease came from the income tax paid during the period.
- **Purchased land payable** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php100,863. Current and noncurrent portion as of September 30, 2019 amounted to Php92,385 Thousand and Php8,478 Thousand, respectively. There were no movements in this account during the reporting period.
- **Loans payable** – As of September 30, 2019 and December 31, 2018, this account amounted to Php970,733 thousand and Php1,041,264 thousand, respectively, which shows a decrease of Php70,531 thousand or 6.77%. Current and noncurrent portion as of September 30, 2019 amounted to Php604,292 Thousand and Php366,441 Thousand, respectively. The decrease came from the loan payments during the period.
- **Obligations under finance lease** – As of September 30, 2019 and December 31, 2018, this account amounted to Php3,727 thousand and Php7,823 thousand, respectively, which shows a decrease of Php4,096 thousand or 52.36%. Current and noncurrent portion as of September 30, 2019 amounted to Php3,591 Thousand and Php136 Thousand, respectively. The decrease primarily came from the payments made during the reporting period.
- **Installment payable** – As of September 30, 2019 and December 31, 2018, this account amounted to Php91,056 thousand and Php13,555 thousand, respectively, which shows an increase of Php77,501 thousand or 571.75%. Current and noncurrent portion as of September 30, 2019 amounted to Php8,648 Thousand and Php82,408 Thousand, respectively. The increase came from the additional loans for the acquisition of heavy equipment.
- **Pension liabilities** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php13,333 thousand. There were no movements in this account during the reporting period.
- **Convertible loans** – As of September 30, 2019 and December 31, 2018, this account amounted to Php459,425 thousand and Php465,425 thousand, respectively, which shows a decrease of Php6,000 thousand or 1.29%. This account did not have a material change during the reporting period.
- **Callable loans** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php15,000 thousand. There were no movements in this account during the reporting period.
- **Deferred tax liabilities - net** – As of September 30, 2019 and December 31, 2018, this account both amounted to Php159,697 thousand. There were no movements in this account during the reporting period.

Performance

- **Revenues** –The Group's revenues in the 3rd quarter of 2019 and 2018 amounted to Php442,175 thousand and Php435,693 thousand, respectively, which shows an increase of Php6,842 thousand or 1.49%.

Revenue from the mining related services in the 3rd quarter of 2019 and 2018 amounted to Php331,584 thousand and Php266,390 thousand, respectively, which shows an increase of Php65,194 thousand or 24.47%. This is due primarily to the increase in the volume of ore extracted/and hauled.

Revenue from the real estate sales in the 3rd quarter of 2019 and 2018 amounted to Php110,591 thousand and Php169,303 thousand, respectively, which shows a decrease of Php58,712 thousand or 34.68%. This is due primarily to the decrease in new sales and lower recognized sales via percentage of completion.

- **Cost of services** –The Group's cost of services for the 3rd quarter of 2019 and 2018 amounted to Php229,126 thousand and Php171,630 thousand, respectively, which shows an increase of Php57,496 thousand or 33.50%. The Cost of services increased due to the higher direct costs from the increase in the volume of ore extracted/and hauled.
- **Cost of real estate sold** – The Group's cost of real estate sold in the 3rd quarter of 2019 and 2018 amounted to Php92,508 thousand and Php89,572 thousand, respectively, which shows an increase of Php 2,936 thousand or 3.28%. The costs of the real estate sold decreased due to the slowdown of construction works and decrease in sales.
- **Personnel cost** –The Group's personnel cost in the 3rd quarter of 2019 and 2018 amounted to Php52,579 thousand and Php58,757 thousand, respectively, which shows a decrease of Php6,178 thousand or 10.51%. The decrease primarily came from the lower personnel costs incurred.
- **Professional and legal fees** – The Group's professional and legal fees in the 3rd quarter of 2019 and 2018 amounted to Php28,758 thousand and Php14,300 thousand, respectively, which shows an increase of Php14,458 thousand or 101.10%. The increase primarily came from the additional and increase in fees charged by professionals.
- **Advertising** –The Group's advertising expenses in the 3rd quarter of 2019 and 2018 amounted to Php13,550 thousand and Php22,109 thousand, respectively, which shows a decrease of Php8,559 thousand or 38.71%. The decrease came from the lower advertising costs incurred in marketing the real estate projects.
- **Depreciation and amortization** – The Group's depreciation and amortization in the 3rd quarter of 2019 and 2018 amounted to Php13,536 thousand and Php11,440 thousand, respectively, which shows an increase of Php2,096 thousand or 18.32%. The increase primarily came from the increase in depreciable assets due to the acquisition of heavy equipment.
- **Taxes and licenses** –The Group's taxes and licenses in the 3rd quarter of 2019 and 2018 amounted to Php12,237 thousand and Php13,779 thousand, respectively, which shows a decrease of Php1,542 thousand or 11.19%. The decrease primarily came from the lower taxes and taxable transactions incurred by the Group.
- **Transportation & Travel** – The Group's transportation and travel in the 3rd quarter of 2019 and 2018 amounted to Php9,274 thousand and Php8,738 thousand,

respectively, which shows an increase of Php536 thousand or 6.13%. The increase primarily came from the higher requirements of operations.

- **Entertainment, amusement and recreation** – The Group's entertainment, amusement and recreation in the 3rd quarter of 2019 and 2018 amounted to Php8,459 thousand and Php5,603 thousand, respectively, which shows an increase of Php2,856 thousand or 50.96%. The increase primarily came from the higher requirements of operations.
- **Rentals and utilities and supplies** – The Group's rent, utilities, and supplies in the 3rd quarter of 2019 and 2018 amounted to Php6,357 thousand and Php8,452 thousand, respectively, which shows a decrease of Php2,095 thousand or 24.78%. The decrease primarily came from the lower requirements of operations.
- **Repairs and maintenance**– The Group's repairs and maintenance in the 3rd quarter of 2019 and 2018 amounted to Php2,768 thousand and Php1,461 thousand, respectively, which shows an increase of Php1,307 thousand or 89.46%. The increase primarily came from additional repairs undertaken during the period.
- **Other Expenses** – The Group's other expenses in the 3rd quarter of 2019 and 2018 amounted to Php24,717 thousand and Php23,537 thousand, respectively, which shows an increase of Php1,180 thousand or 5.01%. The increase primarily came from the additional requirements of operations.
- **Other income - net** – The Group's other income -net in the 3rd quarter of 2019 and 2018 amounted to Php22,879 thousand and Php24,159 thousand, respectively, which shows a decrease of Php1,280 thousand or 5.30%. The decrease primarily came from lower service income earned from operations during the reporting period.
- **Interest income** – The Group's interest income in the 3rd quarter of 2019 and 2018 amounted to Php54 thousand and Php48 thousand, respectively, which shows a decrease of Php6 thousand or 12.49%. The decrease primarily came from the decreased balance of interest earning assets during the reporting period.
- **Interest expenses** – The Group's interest expenses in the 3rd quarter of 2019 and 2018 amounted to Php196,184 thousand and Php113,216 thousand, respectively, which shows an increase of Php 82,968 thousand or 73.28%. The increase primarily came from increased balance of interest bearing liabilities during the reporting period.
- **Provision for income tax (benefit)** –The Group's provision for income tax (benefit) in the 3rd quarter of 2019 and 2018 amounted to Php9,761 and Php10,231 thousand, respectively, which shows a decrease of Php470 thousand or 4.59%. The decrease came from the lower taxable income during the reporting period.

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

There were no seasonal aspects that had any material effect on the financial condition or results of operation.

During the third quarter of 2019 the Group's gross revenues and net loss amounted to Php442,175 thousand and Php234,704 thousand, respectively; while, in 2018 the same amounted to Php435,693 thousand and Php92,925 thousand, respectively. In the 3rd quarter of 2019 and 2018, The share of equity holder of the Parent in the loss amounted to Php195,432 thousand and Php74,191 thousand, respectively.

As of the September 30, 2019 and December 31, 2018, The Group's total assets amounted to Php 3,698,792 thousand and Php 3,745,159 thousand, respectively; the total liabilities of the aforesaid period amounted to Php 2,976,771 thousand and Php 2,964,512 thousand, respectively.

Others

On March 20, 2018, in a meeting of the Board of Directors and Stockholders, the following resolutions were approved 1) Declaration of a stock dividend of 55 million shares at the new par value of P0.10 per share; 2) PGDI refocusing to an Infrastructure Company and the Amendment of its Primary/Secondary Purpose; 3) Increase in Authorized Capital Stock from P100 million divided into 100 million shares at P1.00 per share to P650 million divided into 6.5 billion shares at P0.10 per share. ; 4) Debt to equity conversion of PHA's P125 million advances to PGDI; 5) Increase in the number of directors; 6) Majority investment in two domestic companies who are holders of Mineral Production Sharing Agreements (MPSAs) ; 7) Declaration of cash dividends; 8) payment of Management Fee to Premiere Horizon Alliance Corp. for services rendered by its concurrent officers assigned to PGDI; and 7) Listing by Way of Introduction

On July 11, 2018 the Securities and Exchange Commission (SEC) approved the increase of capital stock of Palawan Star Mining Ventures, Inc. from Php 10 Million divided into 10 Million shares with PAR value of Php 1.00 per share to Php 250 Million divided into 250 Million shares with PAR value of Php 1.00 per share. RCDC's capital subscription in the aforesaid company amounted to Php 220 Million which gives PGDI 98.88% ownership.

On July 11, 2018 the Securities and Exchange Commission (SEC) approved the increase of capital stock of Palawan Star Mining Ventures, Inc. from Php 10 Million divided into 10 Million shares with PAR value of Php 1.00 per share to Php 200 Million divided into 200 Million shares with PAR value of Php 1.00 per share. RCDC's capital subscription in the aforesaid company amounted to Php 170 Million which gives PGDI 98.55% ownership.

In the special meeting of the Board of Directors held on August 28, 2018 at its principal office, a resolution was adopted to convert debt to equity of PHA and other investors amounting to Php 432,500,000 into capital stock of Php 432,500,000 divided into 3,417,000,000 shares.

Increase in Authorized Capital Stock and Other Amendments

On September 13, 2018, the Securities and Exchange Commission approved the following:

- a.) Renaming of "Redstone Construction and Development Corporation" to "Premiere Georesources and Development, Inc.";
- b.) Certain amendments of the primary and secondary purpose for the refocusing to an infrastructure company;
- c.) Increase in Authorized Capital Stock from Php 100 million divided into 100 million shares at Php 1.00 per share to Php 650 million divided into 6.5 billion shares at Php 0.10 per share; and
- d.) Increase in the number of directors.

The Parent Company incorporated West Palawan Premiere Development Corp. as a 100% owned subsidiary.

The Parent Company increased its ownership interest in Redstone Construction and Development Corporation to 80%. The increase took effect in the 1st half of 2015.

In the 1st half of 2015, the Company acquired Goshen Land Capital, Inc. and obtained a 55% ownership thus gaining control.

In 1st half of 2015, the Parent Company increased its ownership to the Concepts Unplugged: Business Environment Solutions, Inc. (CUBES) an affiliate in 2014. The increase in ownership gave the parent the power to control.

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



AUGUSTO ANTONIO C. SERAFICA, JR.
President & CEO

Date: November 12, 2019



MANOLO B. TUASON
Senior Vice President & Chief Financial Officer

Date: November 12, 2019

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES		
CONSOLIDATED BALANCE SHEETS		
(In Php000.00)		
	Unaudited September 30, 2019	Audited December 31, 2018
ASSETS		
Current Assets		
Cash	55,776	68,980
Contract assets	840,722	1,028,154
Receivables	129,527	86,341
Real estate held for sale	1,620,865	1,606,444
Other current assets	150,097	92,360
Total Current Assets	2,796,987	2,882,279
Noncurrent Assets		
Noncurrent portion of contract assets	111,732	111,732
Deferred exploration costs	390,197	390,197
Intangible assets	20,207	20,207
Property and equipment	324,336	294,916
Other noncurrent assets	55,332	45,828
Total Noncurrent assets	901,805	862,880
Total Assets	3,698,792	3,745,159
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Trade and other payables	715,097	703,034
Contract liabilities	133,218	133,218
Short -term debt	247,700	243,895
Dividend payable	39,800	39,800
Capital gains tax payable	16,815	16,815
Income tax payable	182	665
Current portion of long term debt:		
Purchased land payable	92,385	92,385
Loans payable	604,292	674,823
Obligation under finance lease	3,591	3,784
Installment payable	8,648	8,648
Total Current Liabilities	1,861,729	1,917,067
Noncurrent Liabilities		
Pension Liabilities	13,333	13,333
Convertible loans	459,425	465,425
Callable loans	15,000	15,000
Noncurrent portion of long term debt:		
Purchased land payable	8,478	8,478
Obligation under finance lease	136	4,039
Loans payable	366,441	366,441
Installment payable	82,408	4,907
Capital gains tax payable	10,125	10,125
Deferred tax liabilities-Net	159,697	159,697
Total Noncurrent Liabilities	1,115,043	1,047,445
Total Liabilities	2,976,771	2,964,512
Stockholders' Equity		
Equity attributable to equity holders of the parent		
Capital stock	497,620	472,715
Additional paid-in capital	97,020	66,074
Retained earnings	(336,122)	(140,690)
Parent Company shares held by a subsidiary	-	(120,226)
Equity attributable to Parent	258,519	277,873
Equity attributable to non-controlling interests	463,502	502,774
Total Equity	722,021	780,647
Total Liabilities and Equity	3,698,792	3,745,159

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES					
Unaudited Consolidated Statements of Comprehensive Income					
(In Php000.00)					
	For nine months ended		For three months		
	2019	2018	2019	2018	
REVENUES					
Mining related services	331,584	266,390	143,275	160,117	
Real estate sales	110,591	169,303	32,786	32,546	
	442,175	435,693	176,061	192,663	
COST OF SALES AND SERVICES					
Costs of services	229,126	171,630	115,444	89,740	
Costs of real estate sold	92,508	89,572	41,573	17,367	
	321,634	261,202	157,017	107,107	
GROSS PROFIT	120,541	174,491	19,044	85,556	
OTHER COSTS AND EXPENSES					
Personnel costs	52,579	58,757	13,268	36,269	
Professional and legal fees	28,758	14,300	13,178	2,991	
Advertising	13,550	22,109	3,085	8,293	
Depreciation and amortization	13,536	11,440	4,769	3,105	
Taxes and licenses	12,237	13,779	2,201	8,838	
Transportation and travel	9,274	8,738	5,200	4,079	
Entertainment, amusement and recreation	8,459	5,603	4,164	2,737	
Rent and utilities and supplies	6,357	8,452	2,240	3,330	
Repairs and maintenance	2,768	1,461	857	600	
Others	24,717	23,537	10,583	10,286	
	172,233	168,176	59,546	80,527	
INCOME(LOSS) BEFORE OTHER INCOME AND CHARGES	(51,692)	6,316	(40,502)	5,029	
OTHER INCOME(CHARGES)					
Other income-net	22,879	24,159	6,247	12,783	
Interest income	54	48	31	19	
Interest expenses	(196,184)	(113,216)	(98,309)	(45,124)	
	(173,251)	(89,009)	(92,030)	(32,323)	
INCOME(LOSS) BEFORE TAX	(224,943)	(82,694)	(132,532)	(27,294)	
PROVISION FOR INCOME TAX (BENEFITS)	9,761	10,231	3,075	10,231	
INCOME (LOSS) FOR THE PERIOD	(234,704)	(92,925)	(135,607)	(37,525)	
INCOME FROM CONTINUING OPERATION					
Equity holders of the parent	(195,432)	(74,191)	(117,583)	(26,416)	
Non-controlling interest	(39,272)	(18,734)	(18,024)	(11,108)	
	(234,704)	(92,925)	(135,607)	(37,525)	
NET INCOME (LOSS) FOR THE PERIOD	(234,704)	(92,925)	(135,607)	(37,525)	

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES		
UNADITED STATEMENT OF CHANGES IN EQUITY		
(In 000)		
	For nine months ended September 30	
	2019	2018
CAPITAL STOCK		
Issued and subscribed shares	497,620	472,715
ADDITIONAL PAID-IN CAPITAL	97,020	66,074
PARENT COMPANY SHARES HELD BY SUBSIDIARY	-	(133,664)
RETAINED EARNINGS		
Beginning	(140,690)	186,719
Net income (loss)	(195,432)	(74,191)
Balance at end of the period	(336,122)	112,528
ATTRIBUTABLE TO NON-CONTROLLING INTEREST		
Balance at beginning of the period	502,774	410,331
Increase in subscription	-	5,000
Divident income	-	(2,400)
Net income(loss) attributable to non-controlling interest	(39,272)	(18,734)
Balance at end of the period	463,502	394,197
TOTAL EQUITY	722,021	911,850

PREMIERE HORIZON ALLIANCE CORPORATION AND SUBSIDIARIES		
UNAUDITED STATEMENTS OF CASH FLOWS		
(In Php000.00)		
	For nine months ended September 30	
	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Income (loss) before income tax	(234,704)	(92,925)
Adjustments for:		
Depreciation and Amortization	110,462	68,084
Interest Expenses	196,184	113,216
Decrease (increase) in:		
Receivables	(43,186)	114,359
Contract Assets	187,432	-
Unused supplies	-	(3,364)
Real estate held for sale	(14,421)	6,494
Other current assets	(57,737)	(55,890)
Increase (decrease) in:		
Trade payables	12,063	286,885
Net cash flows from (used in) operation	156,039	436,811
Interest received	54	48
Interest paid	(196,184)	(113,216)
Income tax paid	(483)	2,193
Net cash flows from (used in) operating activities	(40,574)	325,836
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(139,882)	(34,793)
Land and land development costs	-	(26,382)
Increase (decrease) in other noncurrent assets	(9,504)	(270,961)
Net cash (used in) provided by	(149,387)	(332,136)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from:		
Short-term loans	3,805	19,405
Loans payable	6,971	84,640
Subscription of minority interest	-	5,000
Payment of:		
Dividend of minority interest	-	(2,400)
Purchased land payable	-	(18,165)
Obligations under finance lease	(4,096)	(20,296)
Long-term loans	(6,000)	(49,500)
Collection of subscription receivable	24,905	-
Cash proceeds from sale of parent shares owned by subsidiary	151,172	-
Cash flows from financing activities	176,757	18,684
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(13,204)	12,384
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	68,980	70,160
TOTAL CASH AT THE BEGINNING	68,980	70,160
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	55,776	82,544

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 September 30, 2019	Audited 2018
Cash on hand	P5,760	P2,582
Cash in banks	50,016	66,398
	P55,776	P68,980

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

3. Receivables - net

This account consists of:

	Unaudited September 30, 2019	Audited 2018
Contract receivables	P76,911	P61,945
Trade receivables	29,779	18,781
Advances to officers and employees	62,391	63,169
Others	15,831	206
	184,912	144,101
Less allowance for impairment losses	(55,385)	(57,761)
	129,527	P86,341

Aging of Receivables

	Account Title	Total	1-30	31-60	61-90	Over 90
1	Contract receivables	76,911	12,343	14,536	15,673	34,359
2	Trade	29,779	1,234	5,675	12,342	10,528
3	Advances to employees & officers	62,391	10,902	12,453	7,869	31,167
4	Others	15,831	4,567	2,345	7,895	1,024
	Total	184,912	29,046	35,009	43,779	77,078

4. Other Current Assets

This account consists of:

	Unaudited September 30, 2019	Audited 2018
Advances to suppliers and contractors	P60,725	P44,680
Input Tax – Value Added Tax	29,692	13,232
Supplies inventory	8,976	6,632
Tax Credits	49,149	24,725
Prepayments	826	530
Others	729	2,561
	P150,097	P92,360

5. Trade and Other Payables

This account consists of:

	Unaudited September 30, 2019	Audited 2018
Trade payables	P163,913	P139,539
Advances from third parties	188,527	171,235
Advances from shareholder	87,399	136,028
Accrued expenses	42,226	24,186
Deferred output VAT	108,019	103,420
Retention payable	58,682	54,430
Customers' deposits and advances	36,264	-
Others	30,067	74,196
	P715,097	P703,034
