

**PHILIPPINE RECLAMATION AUTHORITY**  
**STATEMENTS OF PROFIT OR LOSS**  
**For the Years Ended December 31, 2016 and 2015**  
(In Philippine Peso)

	Note	2016	2015
<b>OPERATING INCOME</b>			
Business income	23	769,263,424	3,039,142,454
Income from Joint Venture	24	134,907,349	122,479,364
Rent income	25	101,702,407	89,287,382
Service income	26	83,547,994	25,723,229
General income		2,749,185	1,756,729
		<b>1,092,170,359</b>	<b>3,278,389,158</b>
<b>OPERATING EXPENSES</b>			
<b>Personal Services</b>			
Salaries and wages		60,638,522	55,236,769
Other compensation		42,646,622	38,543,842
Personnel benefits contribution		8,079,820	6,881,745
Other personnel benefits		1,944,418	923,197
		<b>113,309,382</b>	<b>101,585,553</b>
<b>Maintenance and Other Operating Expenses</b>			
Taxes, insurance premiums and other fees		49,426,016	82,121,612
Professional services		43,638,794	35,891,422
Bad debts, depreciation and amortization		12,397,559	11,913,349
Travelling		7,679,424	7,063,057
Representation		7,024,799	6,695,580
Utilities		6,722,617	6,807,758
Repairs and maintenance		5,403,031	5,670,534
Communication		3,863,224	4,048,602
Supplies and materials		2,606,358	2,708,792
Rent		2,161,383	2,014,880
Training		1,691,868	2,994,498
Advertising		747,715	131,280
Printing and binding		497,210	94,970
Extraordinary and miscellaneous		628,807	718,381
Subscription		237,376	44,153
Program for senior citizens & disabled		206,390	73,056
Membership dues & contribution to organizations		25,000	5,850
Donations		14,000	12,500
Gender and development program		0	559,092
Other maintenance & other operating expenses	27	3,614,103	2,825,545
		<b>148,585,674</b>	<b>172,394,911</b>
<b>TOTAL EXPENSES</b>		<b>261,895,056</b>	<b>273,980,464</b>
<b>INCOME FROM OPERATIONS</b>		<b>830,275,303</b>	<b>3,004,408,694</b>
<b>OTHER INCOME (EXPENSES)</b>			
Interest income on savings & short-term investments		78,504,495	88,592,512
Gain on disposal of assets		146,857	0
Financial expenses		(17,544,559)	(14,632,013)
		<b>61,106,793</b>	<b>73,960,499</b>
<b>NET PROFIT BEFORE TAX</b>		<b>891,382,096</b>	<b>3,078,369,193</b>
<b>INCOME TAX EXPENSE</b>	28	<b>243,864,460</b>	<b>896,933,004</b>
<b>NET PROFIT</b>		<b>647,517,636</b>	<b>2,181,436,189</b>

See accompanying Notes to Financial Statements.