

# COVER SHEET

for  
AUDITED FINANCIAL STATEMENTS

SEC Registration Number

C	S	2	0	0	7	1	2	2	3	3
---	---	---	---	---	---	---	---	---	---	---

Company Name

S	A	B	E	R	O		O	R	G	A	N	I	C	S		P	H	I	L	I	P	P	I	N	E	S		
A	S	I	A		I	N	C	.																				

Principal Office ( No./Street/Barangay/City/Town)Province)

U	N	I	T		2	0	0	5	B		W	E	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		S	A	N		A	N	T	O	N	I	O		P	A	S	I	G		C	I	T	Y

Form Type

1	7	-	A
---	---	---	---

Department requiring the report

--	--	--	--

Secondary License Type, If Applicable

--	--	--	--

## COMPANY INFORMATION

Company's Email Address

Company's Telephone Number/s

Mobile Number

No. of Stockholders

Annual Meeting  
Month/Day

Fiscal Year  
Month/Day

## CONTACT PERSON INFORMATION

The designated contact person **MUST** be an Officer of the Corporation

Name of Contact Person

Email Address

Telephone Number/s

Mobile Number

Contact Person's Address

**Note:** In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.

SEC Number CS200712233

**Sabero Organics Philippines Asia Inc.**

(Company's Full Name)

**Unit 2005B Tektite West Tower PSEC  
Exchange Road Ortigas Center  
San Antonio Pasig City 1605, Philippines**

(Company's Address)

**8687-6649**

(Telephone Number)

**2021**

(Calendar Year Ended)

**Annual Audited Financial Statements**

Form Type

Amendment Designation (if applicable)

**December 31, 2021**

Period Ended Date

(Secondary License Type and File Number)

**SABERO ORGANICS PHILIPPINES ASIA INC.**

**FINANCIAL STATEMENTS  
DECEMBER 31, 2021 and 2020**



**SISON CORILLO PARONE & Co.**  
ACCOUNTANTS • CONSULTANTS

(+632) 86876649  
www.scp-ph.com

BOA Registration No. 0235,  
February 8, 2021 valid until November 26, 2024  
SEC Accreditation No. 0235-SEC  
September 16, 2020 valid until September 17, 2024

**CERTIFICATE ON THE COMPILATION SERVICES FOR THE PREPARATION OF THE FINANCIAL  
STATEMENTS AND NOTES TO THE FINANCIAL STATEMENTS**

On the basis of information provided by management we have compiled, in accordance with the Philippine Standard on Auditing applicable to compilation engagements, the statement of financial position of **Sabero Organics Philippines Asia Inc.** as at December 31, 2021 the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including summary of significant accounting policies.

We performed compilation engagement in accordance with Philippine Standard on Related Services 4410 (Revised) Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statement in accordance with the Philippine Financial Reporting standards for Small Entities (PFRS for SEs). We have complied with the relevant ethical requirements, including principles of integrity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with PFRSs.


**SISON CORILLO PARONE & CO.**



**NEIL U. SISON**  
Partner

CPA Certificate No. 89997  
SEC Accreditation No. 89997-SEC  
September 16, 2020 valid until September 15, 2024  
Tax Identification No. 163257522  
BIR Accreditation No. 07-100056-001-2019,  
December 10, 2019 valid until December 10, 2022  
PTR No. 8000220BCE, January 04, 2022, Pasig, City

April 12, 2022

a member firm of  
 **Moore's Rowland**



## STATEMENT OF MANAGEMENT RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **SABERO ORGANICS PHILIPPINES ASIA INC.** is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended December 31, 2021 and 2020. In accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

The Board of Directors reviews and approves the financial statements including the schedules attached therein and submits the same to the members.

Guillerma M. Gumera, the independent auditor appointed by the stockholders, has audited the financial statements of the company in accordance with Philippine Standards on Auditing, and in its report to the stockholders or members, has expressed its opinion on the fairness of presentation upon completion of such audit.



**ALINA C. SISON**  
*President*



**MARY CLAIRE C. CINCO**  
*Treasurer*

April 8, 2022

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY  
FOR ANNUAL INCOME TAX RETURN**

The Management of **SABERO ORGANICS PHILIPPINES ASIA INC.** is responsible for all information and representations contained in the Annual Income Tax Return for the year ended December 31, 2021. Management is likewise responsible for all information and representations contained in the financial statements accompanying the (Annual Income Tax Return or Annual Information Return) covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, withholding tax returns, documentary stamp tax returns, and all other tax returns.

In this regard, the Management affirms that the attached audited financial statements for the year ended December 31, 2021, and the accompanying Annual Income Tax Return are in accordance with the books and records of SABERO ORGANICS PHILIPPINES ASIA INC., complete and correct in all material respects. Management likewise affirms that:

- (a) the Annual Income Tax Returns has been prepared in accordance with the provisions for the National Internal Revenue Code, as amended, and pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue;
- (b) any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the company's books and records in accordance with the requirements of Revenue Regulation No. 8-2007 and other relevant issuances;
- (c) the Company has filed all applicable tax returns, reports and statements required to be filed under Philippine tax laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.



**ALINA C. SISON**  
*President*



**MARY CLAIRE C. CINCO**  
*Treasurer*

April 8, 2022

**GUILLERMA M. GUMERA**  
**Certified Public Accountant**

---

**Independent Auditor's Report**

The Shareholders and Board of Directors  
**SABERO ORGANICS PHILIPPINES ASIA INC.**  
Unit 2005B Tektite West Tower PSEC Exchange Road  
Ortigas Center, Brgy. San Antonio, Pasig City 1605

**Report on the Audit of the Financial Statements**

*Opinion*

I have audited the financial statements of **SABERO ORGANICS PHILIPPINES ASIA INC.**, which comprise the statement of financial position as at **December 31, 2021 and 2020**, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the years the ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Company as at **December 31, 2021 and 2020**, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards (PFRS) for Small and Medium-sized Entities (SMEs).

*Basis for Opinion*

I conducted my audit in accordance with Philippine Standards on Auditing (PSAs). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Company in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to my audit of the financial statements in the Philippines, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I gave obtained is sufficient and appropriate to provide a basis for my opinion.

*Responsibility of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS for SME's, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



**GUILLERMA M. GUMERA**  
**Certified Public Accountant**

---

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

*Auditors' Responsibilities for the Audit of the Financial Statements*

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

**GUILLERMA M. GUMERA**  
**Certified Public Accountant**

---

*Report on Other Legal and Regulatory Requirements*  
*The Supplementary Information Required under Revenue Regulations 15-2010*

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information required under Revenue Regulations No. 15-2010 and 19-2011 in Note 10 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of management. The information has been subjected to the auditing procedures applied in our audit of basic financial statements. In my opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



**GUILLERMA M. GUMERA**

CPA Registration No. 53368

PRC ID Expires on June 25, 2022

PTR No. CAL 0659588, Issued Jan. 26, 2022, issued at Caloocan City

TIN No. 109-904-586

BOA Accreditation No. 0974, valid until June 25, 2024

BIR AN: 05-000328-001-2021, valid until March 09, 2024

April 8, 2022

**Certified Public Accountant**

**INDEPENDENT AUDITOR'S REPORT**

The Shareholders and Board of Directors  
SABERO ORGANICS PHILIPPINES ASIA INC.  
Unit 2005B Tektite West Tower PSEC Exchange Road  
Ortigas Center, Brgy. San Antonio, Pasig City 1605

I have audited the accompanying financial statements of **SABERO ORGANICS PHILIPPINES ASIA INC.** as of and for the year period ended December 31, 2021 on which I have rendered the attached report dated April 8, 2022.

In compliance with Revenue regulation V-20, I am stating the following:

1. The schedule of taxes paid and accrued by the above company for the year ended December 31, 2021 is disclosed in the notes to financial statements.
2. I am not related by consanguinity or affinity to the manager, director, or primary stockholders of the Company.

  
**GUILLERMA M. GUMERA**

CPA Registration No. 53368

PRC ID Expires on June 25, 2022

PTR No. CAL 0659588, Issued Jan. 26, 2022, issued at Caloocan City

TIN No. 109-904-586

BOA Accreditation No. 0974, valid until June 25, 2024

BIR AN: 05-000328-001-2021, valid until March 09, 2024

April 8, 2022



**SABERO ORGANICS PHILIPPINES ASIA INC.****STATEMENTS OF FINANCIAL POSITION**

as of December 31, 2021

*(Amounts in Philippine Peso)*

	As of December	
	2021	2020
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	₱541,423	₱1,397,960
Trade and Other Receivables	-	17,750
Prepayments and Other Current Assets (Note 5)	157,451	301,105
Non Current Asset (Note 6)	767,388	-
<b>TOTAL ASSETS</b>	<b>₱1,466,262</b>	<b>₱1,716,815</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Current Liabilities</b>		
Trade and Other Payables (Note 7)	₱199,831	₱112,550
<b>Noncurrent Liabilities</b>		
Share Application Money Pending Allotment (Note 8)	389,174	389,174
Share Capital Application (Note 12)	145,941	145,941
<b>Total Liabilities</b>	<b>734,946</b>	<b>647,665</b>
<b>Equity</b>		
Share Capital (Note 12)	52,000	52,000
Retained Earnings (Deficit)	679,316	1,017,150
<b>Total Equity</b>	<b>731,316</b>	<b>1,069,150</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>₱1,466,262</b>	<b>₱1,716,815</b>

*See accompanying Notes to the Financial Statements.*



**SABERO ORGANICS PHILIPPINES ASIA INC.**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
For the years ended December 31, 2021 and 2020  
*(Amounts in Philippine Peso)*

	2021	2020
REVENUE (Note 9)	<b>₱6,829,063</b>	₱1,561,527
GENERAL AND ADMINISTRATIVE EXPENSES (Note 10)	<b>7,016,122</b>	1,015,425
FINANCIAL EXPENSES (Note 11)	<b>82,484</b>	24,106
INCOME (LOSS) BEFORE INCOME TAX	- <b>269,543</b>	521,996
INCOME TAX EXPENSE (BENEFIT) (Note 14)	<b>68,291</b>	156,599
<b>NET INCOME (LOSS) FOR THE YEAR</b>	<b>-₱337,834</b>	<b>₱365,397</b>

*See accompanying Notes to the Financial Statements*

**SABERO ORGANICS PHILIPPINES ASIA INC.**  
**STATEMENTS OF CHANGES IN EQUITY**  
**For the years ended December 31, 2021 and 2020**  
*(Amounts in Philippine Peso)*

	<b>Share Capital</b>	<b>Deficit</b>	<b>Total</b>
Beginning Balance	₱52,000	₱1,017,150	₱1,069,150
Net Income (loss) for the year	-	337,834	337,834
<b>Balance as of December 31, 2021</b>	<b>₱52,000</b>	<b>₱679,316</b>	<b>₱731,316</b>
Beginning Balance	₱52,000	₱651,753	₱703,753
Net Income (loss) for the year		365,397	365,397
<b>Balance as of December 31, 2020</b>	<b>₱52,000</b>	<b>₱1,017,150</b>	<b>₱1,069,150</b>

*See accompanying Notes to the Financial Statements*

**SABERO ORGANICS PHILIPPINES ASIA INC.****STATEMENTS OF CASH FLOW**

For the years ended December 31, 2021 and 2020

*(Amounts in Philippine Peso)*

	2021	2020
<b>Cash Flow From Operating Activities</b>		
Net Income (loss)	-P337,834	P365,397
Operating Income (loss) before working capital changes	-P337,834	P365,397
Increase/Decrease in Trade and Other Receivables	17,750 -	17,750
Increase/Decrease in Prepayments and Other Current Assets (Note 5)	143,654 -	91,435
Increase/Decrease in Other Non Current Assets (Note 6)	- 767,388	
Increase/Decrease in Accounts Payable (Note 7)	87,281 -	272,607
Net Cash Flow in Operating Activities	-P856,537	-P16,395
<b>Cash Flow from Investing Activities</b>		
Share Capital Application (Note 12)		
Net Cash Flow by Investing Activities	-	-
Net Increase/Decrease in Cash	- 856,537 -	16,395
Cash at the Beginning of the Year	1,397,960	1,414,355
Cash at the End of the Year	P541,423	P1,397,960

*See accompanying Notes to the Financial Statements*

**SABERO ORGANICS PHILIPPINES ASIA INC.****NOTES TO THE FINANCIAL STATEMENTS***(Amounts in Philippine Peso)*

---

**1. Corporate Information**

Sabero Organics Philippines Asia Inc. (the "Company") was incorporated and registered with the Philippine Securities and Exchange Commission (SEC) on August 3, 2007. Its primary purpose is to engage in the marketing, trading, on a wholesale basis of agricultural farm supplies and equipment. The office address of the Company is Unit 2005B Tektite West Tower, PSEC, Exchange Road, Ortigas Center, Barangay San Antonio, Pasig City 1605.

The Company has registered chemical brands which it plans to launch in the Philippines in the near future.

The Company's management has been undertaking measures to improve its operations and cash flows to strengthen its overall financial viability. The effects of the foregoing conditions will be recorded in the financial statements as they become known and estimable. The financial statements were prepared on a going concern basis and the assets were presented at net realizable values.

The financial statements for the year ended December 31, 2021 were approved and authorized for issue by the management on April 8, 2022.

---

**2. Basis of Preparation**Statement of Compliance

The financial statements have been prepared in compliance with Philippine Financial Reporting Standards for Small Entities (PFRS for SEs).

Basis of Measurement

The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

Functional and Presentation Currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Philippine Peso (₱), which is also the Company's functional currency.

Use of Estimates and Judgments

The preparation of financial statements in conformity with the PFRS for SEs requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Areas involving a high degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

---

**3. Summary of Significant Accounting Policies**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Cash

Cash include cash on hand and cash in bank that are subject to an insignificant risk of changes in value.



### Basic Financial Liabilities

This category pertains to financial liabilities that are not held for trading or not designated at FVPL upon the inception of the liability. These include liabilities arising from operations or borrowings.

The liabilities are recognized initially at fair value and are subsequently carried at amortized cost.

Included under this category are the Company's accounts payable.

### Capital Deficiency

Share capital is classified as equity.

Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### Related Parties

Parties are considered as related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related parties may be individuals or corporate entities. Transactions between related parties are based on terms similar to those offered to non-related parties.

### Income Tax

#### *Current tax*

Current tax assets or liabilities comprise those claims from, or obligations to, fiscal authorities relating to the current or prior reporting period, that are uncollected or unpaid at the statements of financial position date. They are calculated according to tax rates and tax laws applicable to fiscal periods to which they relate, based on the taxable profit for the year. All changes to current tax assets or liabilities are recognized as a component of tax expense in the income statement.

Currents tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amounts are those that are enacted or substantively enacted at the date of statement of financial position.

#### *Deferred Income Tax*

Deferred income tax is provided, using the balance sheet liability method, on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred income tax liabilities are recognized for all taxable temporary differences. Deferred income tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits from excess minimum corporate income tax (MCIT) over regular corporate income tax (RCIT) and unused net operating loss carryover (NOLCO), to the extent that it is

probable that taxable profit will be available against which the deductible temporary differences and carry forward of unused tax credits form excess credits and unexpired NOLCO can be utilized.

Deferred income tax, however, is not recognized when it arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred income tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax assets to be utilized.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantially enacted at the balance sheet date.

Income tax relating to items recognized directly in equity is recognized and not in the statement of comprehensive income.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to offset current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

#### Events After the End of the Reporting Period

Events after the end of the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue.

Any post year-end up to the date of approval of the Board of Directors (BOD) of the financial statements that provides additional information about the Branch's position at the end of reporting date (adjusting event) is reflected in the financial statements. Any post year-end event that is not an adjusting event is disclosed in the notes to the financial statements, when material.

---

#### **4. Significant Judgment and Estimates**

The preparation of the financial statements in compliance with PFRS for SEs requires the Company to make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses and disclosure of contingent assets and contingent liabilities. Future events may occur which will cause the assumptions used in arriving at the estimates to change. The effects of any change in estimates are reflected in the financial statements as they become reasonably determinable.

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### *Judgments*

In the process of applying the Company's accounting policies, management has made the following judgments, apart from those involving estimations, which have the most significant effect on the amounts recognized in the financial statements:

##### *Classification of financial instruments*

The Company exercises judgment in classifying a financial instrument, or its component parts, on initial recognition as either a financial asset, a financial liability, or an equity instrument in accordance with the substance of the contractual arrangement and the definitions of a financial asset, a financial liability or equity instrument. The substance of a financial instrument, rather than its legal form, governs its classification in the statements of financial position.

## 5. Prepayments and Other Current Assets

This account consists of:

	2021	2020
Deferred Tax Asset - NOLCO	₱69,521	₱137,811
Prepaid Expenses	66,000	0
Petty Cash Fund	15,000	0
Deferred Input Vat	6,930	6,930
Value-added input taxes	0	156,364
	₱157,451	₱301,105

Petty Cash Fund has been set up this year for company operations.

## 6. Non-Current Assets

Details of Non-Current Assets as of December 31, 2021 are as follows:

	Vehicle Equipment	Office & Communication Equipment	Total
Cost			
Balance at January 2021	₱838,293	₱74,624	₱912,917
Additions	-	-	-
Balance at December 31, 2021	₱838,293	₱74,624	₱912,917
Accumulated Depreciation			
Balance at January 1, 2021	-	-	-
Depreciation	125,185	20,344	145,529
Balance at December 2021	₱125,185	₱20,344	₱145,529
Carrying Values			
As at December 31, 2021	₱713,108	₱54,280	₱767,388

The Non-Current Assets are not used as collateral for any loan.

Management believes that there is no indication of impairment on the Company's property and equipment and that its net carrying amount can be recovered through use in operations.

The gross carrying amount of fully depreciated non-current assets still in used in operations amounted P912,917 as of December 31, 2021 respectively.



---

**7. Trade and Other Payables**

This account consists of:

	2021	2020
Withholding Tax Compensation	₱134,202	-
Output Vat	35,973	-
Withholding Tax Payable	16,876	₱17,750
Accounts Payable	7,500	94,800
SSS Payable	3,280	-
Phil Health Payable	1,800	-
Pag-ibig Payable	200	-
	<u>₱199,831</u>	<u>₱112,550</u>

Statutory compliances have been activated since this year ended 2021.

---

**8. Share Application Money Pending Allotment**

Share application money pending allotment amounted to ₱389,174 for both years ended December 31, 2021 and 2020. The transaction is purely relating to equity contribution made by Coromandel International Limited in Sabero Organics Philippines Asia Inc.

---

**9. Revenue**

This account consists of Commissions Income received from Coromandel Intl Ltd. amounting to ₱6,829,063 and ₱1,561,527 for the year ended December 31, 2021 and 2020, respectively.

---

**10. General and Administrative Expenses**

This account consists of:

	2021	2020
Payroll and other related expenses	₱3,803,351	-
Professional Fees	1,095,250	₱230,000
Research Works/Study	746,249	-
Taxes Licenses Registration	443,182	548,423
Freight	374,053	137,621
Miscellaneous	148,385	99,381
Depreciation Expense	145,529	-
Insurance Expense	138,832	-
Utilities	59,699	-
Transportation Expense	31,716	-
Rental	20,000	-
Office Supplies	9,876	-
	<u>₱7,016,122</u>	<u>₱1,015,425</u>

---

**11. Financial Expenses**

This account consists of:

	2021	2020
Foreign Exchange Loss (Income)	₱80,264	₱19,574
Bank Charges	2,220	4,532
	₱82,484	₱24,106

---

**12. Share Capital**

On July 8, 2017, the Board of Directors has approved the increase in the authorized capital stock amounting One Million One Hundred Twenty Thousand Pesos (Php 1,120,000.00) divided into Eleven Thousand Two Hundred (11,200) shares with a par value of One Hundred Peso (Php 100) per share.

Out of the increase of One Million One Hundred Twenty Thousand Pesos (Php 1,120,000.00) in capital stock, Nine Thousand Seven Hundred Thirty pesos (9,730) shares with a total par value of Nine Hundred Seventy -Three Thousand Pesos (Php 973,000) will be subscribed.

All the other stockholders of the Corporation have waived their pre-emptive rights to subscribe to this increase in favor of the Corporation.

The reason for the increase in the authorized capital stock is to finance the operations of the Corporation. To date, the proposed increase for authorized capital stock is still pending approval with Security and Exchange Commission (SEC).

That no bonded indebtedness has been created, incurred, or increased as of the date of the meetings of the stockholders and of the Board of Directors on July 8, 2017; furthermore, the Corporation does not have any actual indebtedness as of July 8, 2017.

---

**13. Supplementary Information Required in Taxes and Licenses under Revenue Regulations No. 15-2010 (RR No. 15-2010)**

On November 25, 2010, the BIR promulgated Revenue Regulation No. 15-2010 prescribing additional information on taxes, duties and license fees paid or accrued during the taxable year to be disclosed.

*Value Added Tax Output (VAT Output)*

The Company has VAT Output declarations during the year.

---

<b>VAT Output Tax</b>	
Beginning Balance, net of VAT	
Add: Service Income	₱6,829,063
Less: Ending Balance, net of VAT	-
Total Gross Receipts	₱6,829,063
Add: Foreign Exchange loss on collection	₱0
Total Vatable Gross Receipts	₱6,829,063
Multiply by: Tax rate	12%
Total Output tax for the year	₱819,488

---

*Value Added Tax (VAT) Input*

The amount of VAT Input taxes claimed is broken down into:

VAT Input Taxes	
Beginning of the year	
Current year's purchases/payments for:	₱293,460
Goods other than resale or manufacture	-
Total input tax at the end of the year	293,460
	2021
Vat output tax declared for the year	819,488
Less: Balance of VAT input tax at the end of the year	
Value Added Tax Payable for the year 2021	526,028
Less: VAT Payments for the current year	
1st Quarter	-
2nd Quarter	118,804
3rd Quarter	154,819
4th Quarter	706,420
VAT Overpayment	-₱454,015

*Withholding Taxes*

The Company's withholding taxes are as follows:

*i. Withholding tax on compensation*

	2021
Total withholding tax payable for the year	₱961,899
Less: Payments made from January to November	827,697
Withholding tax still due and payable	₱134,202

*ii. Expanded Withholding tax*

	2021
Total withholding tax payable for the year	₱52,872
Less: Payments made from January to November	35,996
Withholding tax still due and payable	₱16,876

*Other Taxes*

This account consists of taxes and licenses paid as follows:

	2021
Renewal Business Permit	₱34,658
Annual Registration Fee	500
	₱35,158

*Net Operating Loss Carry-over*

The details of the Company's NOLCO that can be claimed as deduction from normal taxable income and against regular corporate income tax due and their respective an ailment period are as follows:

NOLCO							
Year Incurred	Amount	Non-deductible expense	Applied in previous year	Expired in current year	Applied in Current Year	Balance	Available Until
2021	₱269,543					₱269,543	2024
2020	-	-	-	-	-	-	-
2019	-	-	-	-	-	-	-
2018	₱263,009	₱168,441	₱94,568	₱0	₱0	₱0	2021

The company recognized deferred tax asset on NOLCO, from prior years, amounting to ₱69,520 and ₱0 for the year ended December 31, 2021 and 2020, respectively.

*Statement on Disclosure of Supplementary Information*

The additional information discussed above on taxes and licenses is presented as compliance with the requirement of BIR and is not a required part of the basic financial statements. Said information has been subjected to the auditing procedures performed in our audit with applied materiality to the basic financial statements taken as a whole.



#### 14. Income Taxes

This account consists of current income tax expense amounting to ₱68,291 and ₱156,599 for the year ended December 31, 2021, and 2020, respectively.

##### Computation under Normal Income Tax Rate

	2021	2020
Revenue	₱6,829,063	₱1,561,527
Cost of Services	-	-
Gross Income	6,829,063	1,561,527
Operating Expenses	7,098,606	1,039,531
Net Taxable Income before Difference: -	269,543	521,996
Add: Non-deductible Expenses		
Expenses from FPA	-	-
Less: Non-taxable Income		
NOLCO Applied	- 68,291	-
Net Taxable Income after Differences -	337,834	521,996
Income Tax Due (25%)	-₱84,459	₱156,599

##### Computation under MCIT

	2021	2020
Gross Income	6,829,063	1,561,527
MCIT Rate	1%	2%
MCIT Due	₱68,291	₱31,231

##### Computation of Income Tax Payable

	2021	2020
Income Tax Still Due (Normal or MCIT whichever is higher)	₱68,291	₱156,599
Less: Total Tax Credits	- 137,811	294,410
Net Income Tax Payable/ (Overpayment)	-₱69,520	-₱137,811

**GUILLERMA M. GUMERA**  
**Certified Public Accountant**

---

**SUPPLEMENTAL WRITTEN STATEMENT**

The Shareholders and Board of Directors  
SABERO ORGANICS PHILIPPINES ASIA INC.  
Unit 2005B Tektite West Tower PSEC Exchange Road  
Ortigas Center, Brgy. San Antonio, Pasig City 1605

I have audited the financial statements of **SABERO ORGANICS PHILIPPINES ASIA INC.** as of and for the year period ended December 31, 2021 on which I have rendered the attached report dated April 8, 2022.

In compliance with Securities Regulation Code (SRC) Rule 68, I am stating that the above Company has a total number of four(4) shareholders owning one hundred (100) or more shares each.



**GUILLERMA M. GUMERA**

CPA Registration No. 53368

PRC ID Expires on June 25, 2022

PTR No. CAL 0659588, Issued Jan. 26, 2022, issued at Caloocan City

TIN No. 109-904-586

BOA Accreditation No. 0974, valid until June 25, 2024

BIR AN: 05-000328-001-2021, valid until March 09, 2024

April 8, 2022

---

277 First St. cor. J. Teodoro St., Caloocan City