

NATIONAL HOUSING AUTHORITY
STATEMENT OF FINANCIAL POSITION
December 31, 2011

(With Comparative Figures as of December 31, 2010)
(In Philippine Peso)

| | Notes | 2011 | 2010 |
|---------------------------------------|-------|-----------------------|----------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and cash equivalents | 3 | 3,839,203,809 | 1,828,860,949 |
| Receivables, net | 4 | 3,475,243,704 | 3,474,514,554 |
| Inventories | 5 | 11,546,320,111 | 12,118,040,502 |
| Prepayments | 6 | 13,249,216 | 11,088,797 |
| Total Current Assets | | 18,874,016,840 | 17,432,504,802 |
| Non-Current Assets | | | |
| Long-term receivables, net | 7 | 21,398,739,852 | 18,237,899,295 |
| Investments | 8 | 7,637,372,040 | 7,665,262,351 |
| Land assembly for future projects | 9 | 1,097,712,202 | 1,107,126,814 |
| Property and equipment, net | 10 | 1,039,971,963 | 824,227,080 |
| Other non-current assets | 11 | 913,832,463 | 1,161,026,211 |
| Total Non-Current Assets | | 32,087,628,520 | 28,995,541,751 |
| TOTAL ASSETS | | 50,961,645,360 | 46,428,046,553 |
| LIABILITIES AND EQUITY | | | |
| Current Liabilities | | | |
| Payables | 12 | 420,332,550 | 306,677,162 |
| Inter-agency payables | 13 | 2,815,123,259 | 2,671,353,912 |
| Loans payable - current portion | 14 | 747,258,708 | 769,796,650 |
| Other current liabilities | 15 | 2,020,007,639 | 1,573,366,900 |
| Total Current Liabilities | | 6,002,722,156 | 5,321,194,624 |
| Non-Current Liabilities | | | |
| Mortgage payables | 16 | 500,000,000 | 500,000,000 |
| Loans payable, net of current portion | 14 | 337,990,688 | 339,588,631 |
| Other payables | 17 | 129,960,416 | 190,332,088 |
| Deferred credits | 18 | 3,216,759,957 | 3,268,575,470 |
| Total Non-Current Liabilities | | 4,184,711,061 | 4,298,496,189 |
| TOTAL LIABILITIES | | 10,187,433,217 | 9,619,690,813 |
| EQUITY | | 40,774,212,143 | 36,808,355,740 |
| TOTAL LIABILITIES AND EQUITY | | 50,961,645,360 | 46,428,046,553 |

See accompanying Notes to Financial Statements.

NATIONAL HOUSING AUTHORITY
STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2011

(With Comparative Figures for the Year Ended December 31, 2010)

(In Philippine Peso)

| | Note | 2011 | 2010 |
|---|------|----------------------|---------------|
| INCOME | | | |
| Subsidy income from the National Government | 21 | 5,146,695,000 | 3,500,000,045 |
| General income | | | |
| Business income | | 849,821,298 | 903,249,007 |
| Service income | | 237,137,749 | 245,866,437 |
| Permits and licenses | | 251,225 | 194,623 |
| Gross Income | | 6,233,905,272 | 4,649,310,112 |
| EXPENSES | | | |
| Personal Services | | | |
| Salaries and wages | | 396,551,304 | 366,141,440 |
| Other compensation | | 215,254,149 | 203,833,982 |
| Personnel benefits contribution | | 55,722,826 | 51,820,980 |
| Other personnel benefits | | 30,748,091 | 21,224,825 |
| | | 698,276,370 | 643,021,227 |
| Maintenance and Other Operating Expenses | | | |
| Subsidy to other funds | | 971,350,941 | 860,766,998 |
| Rewards and other claims | | 111,749,000 | 165,283,280 |
| Professional services | | 92,658,396 | 116,236,745 |
| Utility expenses | | 32,636,012 | 36,745,455 |
| Supplies and materials expenses | | 24,122,468 | 22,923,407 |
| Taxes, insurance premiums and other fees | | 21,559,069 | 24,677,333 |
| Depreciation | | 19,411,489 | 16,168,785 |
| Repairs and maintenance | | 10,578,766 | 11,325,533 |
| Traveling expenses | | 9,252,510 | 9,529,094 |
| Bad debts | | 8,240,238 | 6,604,043 |
| Communication expenses | | 5,512,619 | 6,534,842 |
| Representation expenses | | 4,637,138 | 6,119,523 |
| Rent expense | | 3,931,335 | 20,013,464 |
| Printing and advertising expenses | | 2,280,597 | 3,623,126 |
| Training and scholarship expenses | | 1,548,056 | 2,867,928 |
| Extraordinary and miscellaneous expenses | | 666,729 | 3,131,171 |
| Other maintenance and operating expenses | | 30,859,830 | 51,153,200 |
| | | 1,350,995,193 | 1,363,703,927 |
| Financial Expenses | | | |
| | | 492,367 | 512,658 |
| Total Expenses | | 2,049,763,930 | 2,007,237,812 |
| Income from operations | | 4,184,141,342 | 2,642,072,300 |
| Interest income | | 36,690,251 | 24,635,421 |
| NET PROFIT | | 4,220,831,593 | 2,666,707,721 |

See accompanying Notes to Financial Statements.

NATIONAL HOUSING AUTHORITY
STATEMENT OF CHANGES IN EQUITY
For the Year Ended December 31, 2011

(With Comparative Figures for the Year Ended December 31, 2010)

(In Philippine Peso)

| | Notes | 2011 | 2010 |
|-----------------------------------|-------|-----------------------|----------------|
| CAPITAL STOCK | | | |
| | 19 | | |
| Balance at beginning of the year | | 2,893,406,770 | 2,893,406,770 |
| Additions/deductions | | - | - |
| Balance at end of the year | | 2,893,406,770 | 2,893,406,770 |
| MISCELLANEOUS CAPITAL | | | |
| | 20 | | |
| Balance at beginning of the year | | 9,394,889,986 | 3,277,016,671 |
| Turned-over properties | | 242,724,323 | - |
| Donated lots | | - | 108,200 |
| Joint Venture Project | | - | 6,127,219,012 |
| Adjustments | | (36,377) | (9,453,897) |
| Balance at end of the year | | 9,637,577,932 | 9,394,889,986 |
| RETAINED EARNINGS | | | |
| Balance at beginning of the year | | 24,520,058,984 | 22,206,583,097 |
| Adjustment in CY 2010 dividends | | 2,394,109 | - |
| Net profit for the year | | 4,220,831,593 | 2,666,707,721 |
| Correction of prior years' errors | 22 | (473,338,960) | (333,798,366) |
| Dividends for the year | | (26,718,285) | (19,433,468) |
| Balance at end of the year | | 28,243,227,441 | 24,520,058,984 |
| EQUITY | | 40,774,212,143 | 36,808,355,740 |

See accompanying Notes to Financial Statements.

NATIONAL HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2011

(With Comparative Figures for the Year Ended December 31, 2010)
(In Philippine Peso)

| | Note | 2011 | 2010 |
|--|------|----------------------|----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Subsidies from National Government | | 5,146,695,000 | 3,500,000,045 |
| Collections from awardees/beneficiaries | | 1,942,293,726 | 2,845,437,600 |
| Interest earned on savings/time deposit | | 51,696,040 | 45,465,159 |
| Other collections | | 643,353 | 471,739 |
| Restricted fund reclassified as cash in bank | | 70,300 | - |
| Payments to contractors | | (2,011,764,908) | -2,344,631,705 |
| Remittances to BCDA, Pag-IBIG, HIGC, PEA | | (463,481,878) | -903,488,707 |
| Cash paid to suppliers and employees | | (1,057,921,643) | -1,145,299,507 |
| Disbursements made for Northrail/Southern/ North Triangle Relocation Projects | | (294,157,506) | -2,346,171,902 |
| Disbursements made for AFP/PNP housing | | (1,246,678,013) | - |
| Funds reclassified as Restricted funds | | - | -5,208 |
| Net cash generated from operations | | 2,067,394,471 | -348,222,486 |
| Payment of taxes, duties and licenses | | (11,362,768) | -11,678,876 |
| Net Cash Provided from (Used in) Operating Activities | | 2,056,031,703 | -359,901,362 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Income from joint venture | | 665,068 | 301,342 |
| Income from public enterprise | | 493,240 | 659,387 |
| Purchase of property and equipment | | (9,062,198) | -44,017,953 |
| Purchase of lots for future project | | - | -15,471,045 |
| Net Cash Used in Investing Activities | | (7,903,890) | -58,528,269 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Payment of loan | | (24,135,885) | - |
| Dividends paid to the National Government | | (9,716,734) | - |
| Payment of interest | | (3,932,334) | -15,412,537 |
| Net Cash Used in Financing Activities | | (37,784,953) | -15,412,537 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | | 2,010,342,860 | -433,842,168 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | | 1,828,860,949 | 2,262,703,117 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | 3 | 3,839,203,809 | 1,828,860,949 |

See accompanying Notes to Financial Statements.