

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY  
FOR FINANCIAL STATEMENTS**

The Management of the Tourism Promotions Board (TPB) is responsible for the preparation and fair presentation of the financial statements, including the schedules attached therein, for the years ended December 31, 2022 and 2021, 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 misstatements, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the TPB'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 TPB or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees is responsible for overseeing the TPB's financial reporting process. The Board of Trustees reviews and approves the financial statements, including the schedules attached therein, and submits the same to stakeholders and other users.

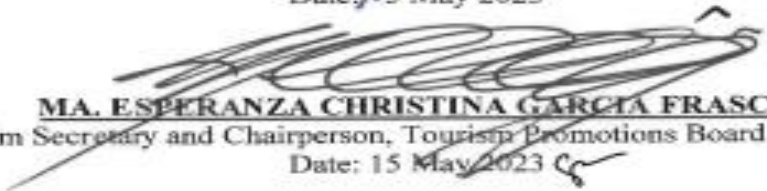
The Commission on Audit has examined the financial statements of the TPB in accordance with the International Standards of Supreme Audit Institutions, and in its report to the Board of Trustees, has expressed its opinion on the fairness of presentation upon completion of such audit.



**MARIA MARGARITA MONTEMAYOR NOGRALES**  
Chief Operating Officer, Tourism Promotions Board Philippines  
Date: 15 May 2023



**JOMAR E. TAGAO**  
Acting Head, Finance Department  
Date: 15 May 2023



**MA. ESPERANZA CHRISTINA GARCIA FRASCO**  
Tourism Secretary and Chairperson, Tourism Promotions Board Philippines  
Date: 15 May 2023



**TOURISM PROMOTIONS BOARD**  
**STATEMENTS OF FINANCIAL POSITION**

As at December 31, 2022 and 2021  
(In Philippine Peso)

	Note	2022	2021 (As Restated)
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	6	1,334,556,083	1,209,862,469
Other investments	7	16,734,939	13,550,918
Receivables - net	8	650,481,274	544,976,393
Inventories	9	7,359,855	23,514,471
Other current assets	10	36,160,139	21,802,828
<b>Total Current Assets</b>		<b>2,045,292,290</b>	<b>1,813,707,079</b>
<b>Non-Current Assets</b>			
Other investments	7	123,600	123,600
Property, plant and equipment - net	11	42,257,841	45,011,070
Intangible assets	12	11,473,872	6,467,658
Other non-current assets	13	877,585,277	877,585,277
<b>Total Non-Current Assets</b>		<b>931,440,590</b>	<b>929,187,605</b>
<b>TOTAL ASSETS</b>		<b>2,976,732,880</b>	<b>2,742,894,684</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Financial liabilities	14	119,757,291	175,836,356
Inter-agency payables	15	218,051,646	217,778,429
Trust liabilities	16	34,137,403	34,983,071
Other payables	17	23,652,016	20,955,656
<b>Total Current Liabilities</b>		<b>395,598,356</b>	<b>449,553,512</b>
<b>Non-Current Liabilities</b>			
Trust liabilities	16	877,585,277	877,585,277
<b>Total Non-Current Liabilities</b>		<b>877,585,277</b>	<b>877,585,277</b>
<b>TOTAL LIABILITIES</b>		<b>1,273,183,633</b>	<b>1,327,138,789</b>
<b>NET ASSETS (TOTAL ASSETS LESS TOTAL LIABILITIES)</b>		<b>1,703,549,247</b>	<b>1,415,755,895</b>
<b>NET ASSETS/EQUITY</b>			
Accumulated surplus/(deficit)	31	1,465,839,988	1,164,630,224
Government equity	30	250,000,000	250,000,000
Unrealized gain from changes in the fair value of the financial instruments	29	(12,290,741)	1,125,671
<b>TOTAL NET ASSETS/EQUITY</b>		<b>1,703,549,247</b>	<b>1,415,755,895</b>

*The notes on pages 11 to 48 form part of these financial statements.*

**TOURISM PROMOTIONS BOARD**  
**STATEMENTS OF FINANCIAL PERFORMANCE**  
For the Years Ended December 31, 2022 and 2021  
*(In Philippine Peso)*

	Note	2022	2021 (As Restated)
<b>REVENUE</b>			
Service and business income	18	17,415,866	9,967,179
<b>TOTAL REVENUE</b>		<b>17,415,866</b>	<b>9,967,179</b>
<b>CURRENT OPERATING EXPENSES</b>			
Personnel services	19	144,371,988	110,452,789
Maintenance and other operating expenses	20	856,804,641	654,416,323
Financial expenses	21	345,461	373,945
Non-cash expenses	22	10,432,480	12,872,798
<b>TOTAL CURRENT OPERATING EXPENSES</b>		<b>1,011,954,570</b>	<b>778,115,855</b>
<b>SURPLUS/(DEFICIT) FROM CURRENT OPERATIONS</b>		<b>(994,538,704)</b>	<b>(768,148,676)</b>
Other non-operating income	23	1,413,718	2,765,325
Gains	24	10,150,328	5,063,255
Losses	25	(382,261)	(2,212,300)
<b>DEFICIT BEFORE SUBSIDY</b>		<b>(983,356,919)</b>	<b>(762,532,396)</b>
Net assistance/subsidy	26	1,284,566,683	828,394,574
<b>NET SURPLUS/(DEFICIT) FOR THE PERIOD</b>		<b>301,209,764</b>	<b>65,862,178</b>

*The notes on pages 11 to 48 form part of these financial statements.*

**TOURISM PROMOTIONS BOARD**  
**STATEMENTS OF CHANGES IN NET ASSETS/EQUITY**  
For the Years Ended December 31, 2022 and 2021  
*(In Philippine Peso)*

	Accumulated surplus Note 31	Government equity Note 30	Unrealized gain from changes in the fair value of the financial instruments Note 29	Total
<b>BALANCE AT JANUARY 1, 2021</b>	1,460,386,043	250,000,000	1,048,477	1,711,434,520
<b>ADJUSTMENTS:</b>				
Add/(Deduct):				
Change in accounting policies	(2,310,976)	-	-	(2,310,976)
Prior year's adjustments	(199,825,074)	-	-	(199,825,074)
Other adjustments	-	-	77,194	77,194
<b>RESTATED BALANCE AT JANUARY 1, 2021</b>	<b>1,258,249,993</b>	<b>250,000,000</b>	<b>1,125,671</b>	<b>1,509,375,664</b>
<b>Changes in Net Assets/Equity for CY 2021</b>				
Add/(Deduct):				
Surplus/(Deficit) for the period, as previously stated	284,148,272	-	-	284,148,272
Prior year's adjustments	(218,286,094)	-	-	(218,286,094)
Surplus/(Deficit) for the period, as restated	65,862,178	-	-	65,862,178
Other Adjustments	(159,481,947)	-	-	(159,481,947)
<b>RESTATED BALANCE AT DECEMBER 31, 2021</b>	<b>1,164,630,224</b>	<b>250,000,000</b>	<b>1,125,671</b>	<b>1,415,755,895</b>
<b>Changes in Net Assets/Equity for CY 2022</b>				
Add/(Deduct):				
Surplus/(Deficit) for the period	301,209,764	-	-	301,209,764
Other adjustments	-	-	(13,416,412)	(13,416,412)
<b>BALANCE AT DECEMBER 31, 2022</b>	<b>1,465,839,988</b>	<b>250,000,000</b>	<b>(12,290,741)</b>	<b>1,703,549,247</b>

*The notes on pages 11 to 48 form part of these financial statements.*

**TOURISM PROMOTIONS BOARD**  
**STATEMENTS OF CASH FLOWS**  
For the Years Ended December 31, 2022 and 2021  
(In Philippine Peso)

	Note	2022	2021 (As Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Cash inflows</b>			
Collection of revenue		2,116,999	2,473,826
Receipt of assistance/subsidy		1,284,566,683	828,394,574
Trust receipts		1,783,868	2,226,333
Other receipts		107,377,944	51,627,910
<b>Total cash inflows</b>		<b>1,395,845,494</b>	<b>884,722,643</b>
Adjustments		82,548,453	22,057,598
<b>Adjustment Cash Inflows</b>		<b>1,478,393,947</b>	<b>906,780,241</b>
<b>Cash outflows</b>			
Payment of expenses		524,181,161	279,857,370
Purchase of inventory		3,199,771	2,252,138
Grant of cash advance		31,887,183	5,014,165
Prepayments		257,339	9,416,454
Payment of accounts payable		444,625,255	236,456,920
Payment of tax refunds payable		232,142	-
Remittance of personnel benefit contributions and mandatory deductions		46,493,522	21,480,824
Release of inter-agency fund transfers		297,008,015	423,539,577
Other disbursements		2,598,369	116,259,945
<b>Total cash outflows</b>		<b>1,350,482,757</b>	<b>1,094,277,393</b>
Adjustments		-	159,481,947
<b>Adjustment Cash Outflows</b>		<b>1,350,482,757</b>	<b>1,253,759,340</b>
<b>Net cash provided by (used in) operating activities</b>		<b>127,911,190</b>	<b>(346,979,099)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>Cash inflow</b>			
Proceeds from sale/disposal of property, plant and equipment		793,619	84,701
<b>Total cash inflow</b>		<b>793,619</b>	<b>84,701</b>
<b>Cash outflow</b>			
Purchase/construction of property, plant and equipment		6,414,619	10,074,675
Purchase of intangible assets		7,256,214	3,719,383
<b>Total cash outflow</b>		<b>13,670,833</b>	<b>13,794,058</b>
<b>Net cash provided by (used in) investing activities</b>		<b>(12,877,214)</b>	<b>(13,709,357)</b>
<b>Net cash provided by (used in) financing activities</b>		-	-
Net increase (decrease) in cash and cash equivalents		115,033,976	(360,688,456)
Effects of exchange rate changes on cash and cash equivalents		9,659,638	2,626,323
Cash and cash equivalents, January 1		1,209,862,469	1,567,924,602
<b>Cash and cash equivalents, December 31</b>	<b>6</b>	<b>1,334,556,083</b>	<b>1,209,862,469</b>

*The notes on pages 11 to 48 form part of these financial statements.*

**TOURISM PROMOTIONS BOARD**  
**STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS**  
For the Year Ended December 31, 2022  
*(In Philippine Peso)*

	<b>Budgeted Amount</b>		<b>Actual Amounts on Comparable Basis</b>	<b>Difference Final Budget vs. Actual</b>
	<b>Original</b>	<b>Final</b>		
	<b>Note 32</b>			
<b>RECEIPTS</b>				
Service and business income	49,035,000	49,035,000	17,415,866	31,619,134
Assistance and subsidy	1,725,517,000	1,725,517,000	1,725,517,000	-
Other non-operating income	-	-	1,904	(1,904)
Refund of Cash Advances	-	-	6,525,357	(6,525,357)
Others	-	-	100,745,534	(100,745,534)
<b>Total receipts</b>	<b>1,774,552,000</b>	<b>1,774,552,000</b>	<b>1,850,205,661</b>	<b>(75,653,661)</b>
<b>PAYMENTS</b>				
Personnel services	150,000,000	150,000,000	143,721,414	6,278,586
Maintenance and other operating expenses	1,599,220,000	1,599,096,000	1,274,012,477	325,083,523
Capital outlay	25,332,000	25,257,000	22,645,970	2,611,030
<b>Total payments</b>	<b>1,774,552,000</b>	<b>1,774,353,000</b>	<b>1,440,379,861</b>	<b>333,973,139</b>
<b>NET RECEIPTS/(PAYMENTS)</b>	<b>-</b>	<b>199,000</b>	<b>409,825,800</b>	<b>(409,626,800)</b>

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