



BIR Form No.
1702-EX
January 2018 (ENCS) v2
Page 1

Annual Income Tax Return

Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income
Enter all required information in CAPITAL LETTERS. Mark applicable boxes with an "X".
Two copies MUST be filled with the BIR and one held by the taxpayer.



1702-EX 01/18ENCS v2 P1

1 For ☒ Calendar ☐ Fiscal 3 Amended Return? ☐ Yes ☒ No 4 Short Period Return ☐ Yes ☒ No 5 Alphanumeric Tax Code (ATC)
2 Year Ended (MM/DD/YY) ☐ Yes ☒ No IC 011 Exempt Corporation on Exempt Activities
12/20/21 IC 021 General Professional Partnership

Background Information

6 Taxpayer Identification Number (TIN) 215 - 852 - 333 - 0000 7 RDO Code 033
8 Registered Name (Enter only 1 letter per box using CAPITAL LETTERS)
PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
9 Registered Address (Indicate complete address. If the registered address is different from the current address, go to the RDO to update registered address by using BIR Form No. 1905)
RM 301 3/F THE NATIONAL LIBRARY BLDG. T.M. KALAW ST., BRGY 666 ZONE 72, ERMITA,
MANILA
9A Zip code 1000
10 Date of Incorporation/Organization (MM/DD/YYYY) 06/08/2004 11 Contact Number 09062330178
12 Email Address jonathanramos.celino@gmail.com
13 Method of Deductions ☒ Itemized Deductions [Section 34 (A-J), NIRC] ☐ Optional Standard Deduction (OSD) - 40% of Gross Income [applicable only to General Profession Partnership (GPP) per RA No. 10963]
14 Legal Basis of Tax Relief / Exemption (Specify) EXEMPT CORPORATION 15 Investment Promotion Agency (IPA) / Government Agency (specify) BIR
16 Registered Activity / Program (Registration Number) CN2004200406833 17 Effectivity Date of Tax Relief / Exemption (MM/DD/YYYY)
From 01/01/2020 To 12/31/2022

PART II - TOTAL TAX PAYABLE (DO NOT ENTER CENTAVOS; 49 centavos or less drop down; 50 or more round up)

18 Tax Due (From Part IV Item 41) 0.00
19 Less: Total Tax Credits/Payments (From Part IV Item 50) 0.00
20 Total (Overpayment) (Item 18 Less Item 19) (From Part IV Item 51) 0.00
21 Add: Penalty - Compromise 0.00
22 TOTAL AMOUNT PAYABLE / (Overpayment) (Sum of Items 20 & 21) 0.00

If overpayment, mark one (1) box only. (Once the choice is made, the same is irrevocable)

☐ To be refunded ☐ To be issued a Tax Credit Certificate (TCC) ☐ To be carried over as a tax credit for next year/quarter

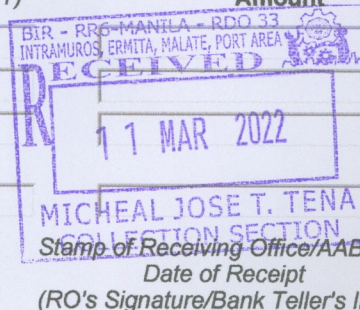
We declare under the penalties of perjury that this return and all its attachments, have been made in good faith, verified by us, and to the best of our knowledge and belief, are true and correct, pursuant to the provisions of the National Internal Revenue Code, as amended, and the regulations issued under authority thereof. (If signed by an Authorized Representative, indicate TIN and attach authorization letter)


23 Number of Attachments 00
MICHAEL ANTHONY A. MORICA SHARON M. SAMANIEGO
Signature over Printed Name of President/Principal Officer/Authorized Representative Signature over Printed Name of Treasurer/Assistant Treasurer
Title of Signatory 0 TIN 0 Title of Signatory 0 TIN 0


Part III - Details of Payment

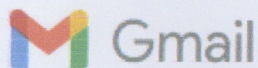
Particulars	Drawee Bank/ Agency	Number	Date (MM/DD/YYYY)	Amount
24 Cash/Bank Debit Memo				
25 Check				
26 Tax Debit Memo				
27 Others (Specify Below)				

Machine Validation / Revenue Official Receipt Details [if not filed with an Authorized Agent Bank (AAB)]



BIR Form No. 1702-EX January 2018 (ENCs) v2 Page 2		Annual Income Tax Return Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income		 1702-EX 01/18ENCs v2 P2	
TIN 2158523330000		Registered Name PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.			
Part IV - Computation of Tax				(Do NOT enter Centavos; 49 centavos or less drop down; 50 or more round up)	
28 Sales/Receipts/Revenues/Fees				677,205.00	
29 Less: Sales Returns, Allowances and Discounts				0.00	
30 Net Sales/Receipts/Revenues/Fees (Item 28 less Item 29)				677,205.00	
31 Less: Cost of Sales/Services				0.00	
32 Gross Income from Operation (Item 30 Less Item 31)				677,205.00	
33 Add: Other Income				0.00	
34 Total Gross Income (Sum of Items 32 and 33)				677,205.00	
Less: Deductions Allowable under Existing Law					
A. Itemized Deduction					
35 Ordinary Allowable Itemized Deductions (From Part VI Schedule I Item 18)				214,801.00	
36 Special Allowable Itemized Deductions (From Part VI Schedule II Item 5)				173,116.00	
37 Total Itemized Deductions (Sum of Items 35 and 36)				387,917.00	
B. Optional Standard Deduction (OSD)					
38 OSD (40% of Item 34)(applicable to GPP per RA No. 10963)				0.00	
39 Net Taxable Income / (Loss) (If Itemized: Item 34 Less Item 37.;) If OSD: Item 34 Less Item 38)				289,288.00	
40 Tax Rate				0 %	
41 Tax Due (Item 39 x Item 40) (To Part II Item 18)				0.00	
Less: Tax Credits / Payments (attach proof)					
42 Prior Year's Excess Credits				0.00	
43 Income Tax Payment from Previous Quarter/s				0.00	
44 Creditable Tax Withheld from Previous Quarter/s per BIR Form No. 2307				0.00	
45 Creditable Tax Withheld per BIR Form No. 2307 for the 4th Quarter				0.00	
46 Foreign Tax Credits, if applicable				0.00	
47 Tax Paid in Return Previously Filed, if this is an Amended Return				0.00	
Other Tax Credits / Payments (specify)					
48				0.00	
49				0.00	
50 Total Tax Credits / Payments (Sum of Items 42 to 49) (To Part II Item 19)				0.00	
51 Total (Overpayment) (Item 41 Less Item 50) (To Part II Item 20)				0.00	
Part V - Tax Relief Availment					
52 Regular Income Tax Otherwise Due (Item 39 of Part IV x Applicable Income Tax Rate)				214,801.00	
53 Special Allowable Itemized Deductions (Item 36 of Part IV x Applicable Income Tax Rate)				173,116.00	
54 Total Tax Relief Availment (Sum of Items 52 and 53)				387,917.00	

BIR Form No. 1702-EX January 2018 (ENCS) v2 Page 3		Annual Income Tax Return Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income		 1702-EX 01/18ENCS v2 P3	
Tax Identification Number (TIN) 215 852 333 0000			Registered Name PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.		
Part VI - Schedules				(Do NOT enter Centavos; 49 centavos or less drop down; 50 or more round up)	
Schedule 1 - Ordinary Allowable Itemized Deductions (attach additional sheet/s, if necessary)					
1 Ammortizations				0.00	
2 Bad Debts				0.00	
3 Charitable and Contributions				0.00	
4 Depletion				0.00	
5 Depreciation				0.00	
6 Entertainment, Amusement and Recreation				0.00	
7 Fringe Benefits				0.00	
8 Interest				0.00	
9 Losses				0.00	
10 Pension Trusts				0.00	
11 Rental				0.00	
12 Research and Development				0.00	
13 Salaries, Wages, and Allowances				0.00	
14 SSS, GSIS, Philhealth, HDMF, and Other Contributions				0.00	
15 Taxes and Licenses				7,073.00	
16 Transportation and Travel				5,713.00	
17 Others (Deductions Subject to Withholding Tax and Other Expenses) [Specify below; Add additional sheet(s) if necessary]					
a Janitorial and Messengerial Services				0.00	
b Professional Fees				30,280.00	
c Security Services				0.00	
d				0.00	
e BOOKKEEPING FEE				2,500.00	
f HONORARIUM				6,000.00	
g SUPPLIES				1,421.00	
h MEALS				222.00	
i OTHERS				161,592.00	
18 Total Ordinary Allowable Itemized Deductions (Sum of Items 1 to 17i) (To Part IV Item 35)				214,801.00	
Schedule 2 - Special Allowable Itemized Deductions (attach additional sheet/s, if necessary)					
Description		Legal Basis		Amount	
1	PROJECTS AND PROGRAMS	ASSOCIATION		173,116.00	
2				0.00	
3				0.00	
4				0.00	
5 Total Special Allowable Itemized Deductions (Sum of Items 1 to 4) (To Part IV Item 36)				173,116.00	
Schedule 3 - Reconciliation of Net Income per Books Against Taxable Income (attach additional sheet/s, if necessary)					
1 Net Income(loss) per Books				304,780.00	
Add: Non-Deductible Expenses/Other Income					
2				0.00	
3				0.00	
4 Total (Sum of Items 1 to 3)				304,780.00	
Less: A) Non-Taxable Income and Income Subjected to Final Tax					
5	INTEREST INCOME, NET OF FINAL TAX			15,492.00	
6				0.00	
B) Special Deductions					
7				0.00	
8				0.00	
9 Total (Sum of Items 5 to 8)				15,492.00	
10 Net Taxable Income/(Loss) (Item 4 Less Item 9)				289,288.00	



Jonathan Celino <jonathanramos.celino@gmail.com>

Tax Return Receipt Confirmation

1 message

ebirforms-noreply@bir.gov.ph <ebirforms-noreply@bir.gov.ph>
To: jonathanramos.celino@gmail.com

Tue, Feb 15, 2022 at 9:28 AM

This confirms receipt of your submission with the following details subject to validation by BIR:

File name: 215852333000-1702EXv2018C-122021.xml

Date received by BIR: 15 February 2022

Time received by BIR: 09:15 AM

Penalties may be imposed for any violation of the provisions of the NIRC and issuances thereof.

FOR RETURNS WITH PAYMENT

Please print this e-mail together with the RETURN and proceed to pay through the Authorized Agent Bank / Collection Agent / GCASH or use other payment options.

This is a system-generated email. Please do not reply.

Bureau of Internal Revenue

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MARILYN SARDAÑA-DE PAZ
CERTIFIED PUBLIC ACCOUNTANT
394 SHAW BLVD., MANDALUYONG CITY
TIN 182-962-223-0000
TEL. NO. 532-26-74

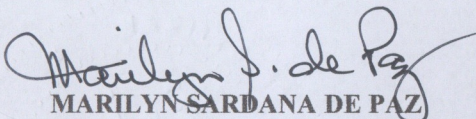
**Report of Independent Public Accountant
To Accompany Income Tax Return**

The Board of Trustees and Members of the Association
PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
Room 301, The National Library Building
T.M. Kalaw Street
Ermita, Manila

I have audited the accompanying financial statements of, **PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.** for the year ended December 31, 2021, on which I have rendered attached report dated February 15, 2022.

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

1. I have no financial interest in the Company or any family relationships with its president, manager, or principal stockholder of the Company.
2. The required information regarding taxes is shown as one of the attachments of BIR Form 1702.



MARILYN SARDAÑA DE PAZ
TIN: 182-962-223-0000
CPA Certificate No. 0078194 valid until November 22, 2024
BOA Registration No. 0709
Issued September 29, 2021 valid until November 30, 2024
BIR Accreditation No. 07-000024-001-2019
Issued October 09, 2019 valid until October 09, 2022
PTR No. 4871003
January 04, 2022
Mandaluyong City

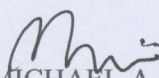
February 15, 2022

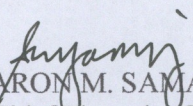
**“STATEMENT OF MANAGEMENT RESPONSIBILITY
FOR ANNUAL INCOME TAX RETURN”**

The management of PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC. a non stock, non-profit corporation, 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 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, and any 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 PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC , complete and correct in all material respects. Management likewise affirms that:

- (a) the Annual Income Tax Return has been prepared in accordance with the provisions of 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 Regulations No. 8-2007 and other relevant issuances;
- (c) the PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC , 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.


MICHAEL A. MOJICA
President


SHARON M. SAMANIEGO
Chief Financial Officer



MARILYN SARDAÑA-DE PAZ

CERTIFIED PUBLIC ACCOUNTANT

394 SHAW BLVD., MANDALUYONG CITY

TIN 182-962-223-0000

TEL. NO. 532-26-74

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees and Members of the Association
PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
Room 301, The National Library Building
T.M. Kalaw Street
Ermita, Manila

Opinion

We have audited the financial statements of PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC., which comprise the statements of financial position as at December 31, 2021 and 2020, and the statements of comprehensive income, statements of changes in equity and statements of cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the 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 for Small and Medium Enterprises (PFRS for SMEs).

Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are 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 our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities 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 SMEs, 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 auditor's report that includes our 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, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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.

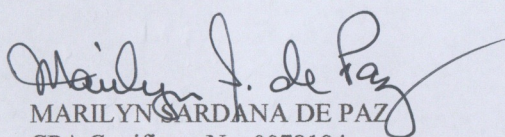
MARILYN SARDAÑA-DE PAZ, CPA

- 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.

We 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 we identify during our audit.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on taxes, duties and license fees in the notes 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 the management and has been subjected to the auditing procedures applied in our audit of the financial statements. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.


MARILYN SARDAÑA DE PAZ

CPA Certificate No. 0078194

BOA Registration No. 0709

Issued September 29, 2021 valid until November 30, 2024
BIR-AN-07-000024-001-2019

Issued October 9, 2019 valid until October 9, 2022
PTR No. 4871003 Issued January 04, 2022
Mandaluyong City



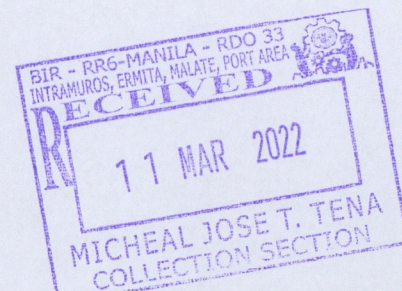
February 15, 2022+

PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
STATEMENTS OF FINANCIAL POSITION
December 31

	2021	2020
A S S E T S		
Current assets		
Cash on hand and in bank, Notes 2,3	P 2,582,983	P 2,316,473
Prepaid expense	2,119	-
Total current assets	<u>2,585,103</u>	<u>2,316,473</u>
Non-current assets		
Hi-Yielder time deposit - Note 2,4	<u>1,305,107</u>	<u>1,301,406</u>
Total Assets	<u><u>P 3,890,209</u></u>	<u><u>P 3,617,879</u></u>

LIABILITIES AND FUND BALANCES

Liabilities		
Accounts payable, Note 2,5	P -	P 16,000
Fund balances	<u>3,890,209</u>	<u>3,601,879</u>
Total Liabilities and Fund Balances	<u><u>P 3,890,209</u></u>	<u><u>P 3,617,879</u></u>

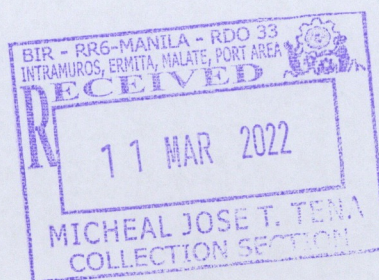


(see accompanying notes to financial statements)

PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
STATEMENT OF SUPPORT, INCOME AND EXPENDITURES
For the years ended December 31,

	2021	2020
Support and income		
Annual membership and fees	P 677,205	P 337,880
Interest income, net of final tax	<u>15,492</u>	<u>27,588</u>
Total support and income	<u>692,697</u>	<u>365,469</u>
Expenditures		
Projects and programs	173,116	285,919
Operating expenses	<u>214,801</u>	<u>86,909</u>
Total expenditures	<u>387,917</u>	<u>372,828</u>
Excess of support and income over expenditures	P <u>304,780</u>	P <u>(7,360)</u>

(see accompanying Notes to Financial Statements)



PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
STATEMENTS OF CHANGES IN FUND BALANCES
For the years ended December 31

	2021	2020
Fund balance beginning, undesignated	P 3,601,879	P 3,420,257
Prior period adjustments	(16,450)	188,982
Excess of support and income over expenditures	<u>304,780</u>	<u>(7,360)</u>
Fund balance, end, Note 2	P <u><u>3,890,209</u></u>	P <u><u>3,601,879</u></u>

(see accompanying Notes to Financial Statements)

PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
STATEMENTS OF CASH FLOWS
For the years ended December 31

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of sources over expenditures	P 304,780	P (7,360)
Operating income before working capital changes	304,780	(7,360)
(Increase) decrease in current assets	(2,119)	-
Increase (decrease) in current liabilities:	(16,000)	(151,536)
Net cash provided by operating activities	286,661	(158,896)
CASH FLOWS FROM INVESTING ACTIVITIES	-	-
Increase in non current assets	(3,701)	-
Additions to property and equipment	-	(18,302)
Net cash provided (used in) investing activities	(3,701)	(18,302)
CASH FLOWS FROM FINANCING ACTIVITIES	-	-
Prior period adjustments	(16,450)	188,982
NET INCREASE IN CASH	266,510	11,784
Add: Cash , beginning	2,316,473	2,304,690
CASH, ENDING (Note 2, 3)	P 2,582,983	P 2,316,473

(See accompanying Notes to Financial Statements)

**PHILIPPINE ASSOCIATION OF ACADEMIC/RESEARCH LIBRARIANS, INC.
NOTES TO FINANCIAL STATEMENTS**

As of and for the years ended December 31, 2021 and 2020

1. CORPORATE INFORMATION

PHILIPPINE ASSOCIATION OF ACADEMIC AND RESEARCH LIBRARIANS, INC. (the Association) was incorporated on June 08, 2004 with SEC Registration No.CN2004200406833 with registered office address is located at Room 301 National Library Building, T.M. Kalaw, Malate, Manila.

The Association is a nonstock, nonprofit organization in which its primary purpose is to promote equitable access to and effective use of recorded knowledge in the support of teaching, research, scholarship, and community service; to articulate the concerns of academic and research libraries; to develop best practices and standard for the improvement of these types of library service and librarianship; and to develop a corps of professional librarians and information specialists in academic and research institution and to cooperate with other organizations of similar aims.

The Association is exempt from payment of income tax under section 30 (E) and (G) of the National Internal Revenue Code of 1997 with respect to its income from activities conducted in pursuit of the objectives for which the Association was established. However, income on any of its properties, real or personal, or from any activity conducted profit, regardless of the disposition of such income, is subject to income tax. Excess of receipts over costs and expenses are used for programs and projects planned for succeeding years.

The financial statements were authorized for issue by the Board of Trustees (BOT) on February 10, 2022.

The Board of Trustees is still empowered to make revisions on financial statements even after the date of issue.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements prepared by the Association in accordance with the PFRS for Small and Medium-sized Entities (PFRS for SMEs) issued by the Financial Reporting Standards Council. The principal accounting policies applied in the preparation of the financial statements are set below:

Basis of Preparation

The financial statements of the Association have been prepared on a fair value measurement and are presented in Philippine Pesos, which is the Association's functional and presentation currency. All values represent absolute amounts except when otherwise indicated.

The Association financial statements have been prepared on a going concern basis, which contemplate the realization of assets and settlement of liabilities in the normal course of business.

Statement of Compliance

The Association financial statements have been prepared in accordance with Philippine Financial Reporting Standards for Small and Medium-Sized Entities (PFRS for SMEs).

Financial Assets

Financial assets include cash and advances.

Cash

Cash are stated at face value. Cash includes cash in bank and petty cash fund. Cash in bank in savings accounts earn interest at the respective bank deposit rates and these are deposits held at call with banks. Petty cash funds are intended as working funds for a small amount of expenses such as periodicals, reproduction cost, transportation, etc.

Financial Liabilities

Financial liabilities include trade and other payables and non-interest bearing borrowings.

MARILYN SARDAÑA-DE PAZ, CPA

Financial liabilities are recognized when the Association becomes a party to the contractual provisions of the instrument.

Trade and Other Payables

Trade payables represent accounts payables and are recognised initially at the transaction price and subsequently measured at amortised cost less subsequent payments. Other payables include accruals such as utility expenses. Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amounts if any due to employees. It is necessary to estimate the amount or timing of accruals, however, the uncertainty is generally much less than for provisions

Income Tax Payable

Section 30 of the Tax Code of 1997

The code says that a non-stock non-profit corporation organized and operated exclusively for religious, charitable, scientific, athletic or cultural purposes, or for the rehabilitation of veterans, shall not be taxed.

Fund Balances

Fund balance represents contributions which are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Cumulative Surplus

Cumulative surplus include all current and prior period results as disclosed in the statement of income.

Support and income and cost recognition

Support and income comprises the fair value of the consideration received.

The Association recognizes support and income when: the amount can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the Association's, as described below.

- (a) Annual membership dues
Annual membership dues are recognized upon receipt from its member, on the day the transaction takes place.
Annual membership dues are usually in cash.
- (b) Donations
Donations are recognized upon receipt from the donor, on the day the transaction takes place.
Donations are usually in cash and in kinds.
- (c) Interest income
Interest income is recognized based at the respective bank deposit rates.

Cost, distribution and administrative expenses are recognized in the statement of income upon utilization of the service or in the date they are incurred.

Income Taxes

The Association is a non-stock non-profit foundation and is exempt from income tax payment.

Contingencies

Contingent liabilities are not recognized in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the financial statements but disclosed when an inflow of economic benefits is probable.

Events after the End of the Reporting Period

Post-year-end events up to the date of the auditor's report that provide additional information about the Association's position at the balance sheet date (adjusting events) are reflected in the financial statements. Post-year-end events that are not adjusting events are disclosed in the notes to financial statements when material.

MARILYN SARDAÑA-DE PAZ, CPA

The aging analysis of financial assets as of December 31, 2021 and 2020 that were past due but not impaired are as follows:

2021	Neither Past Due or Impaired	31 to 60 Days	Past Due but not Impaired 61 to 90 Days	Total
Cash	2,577,462			2,577,462
Total	2,577,462			2,577,462

2020	Neither Past Due or Impaired	31 to 60 Days	Past Due but not Impaired 61 to 90 Days	Total
Cash	2,243,124			2,243,124
Total	2,243,124			2,243,124

The table below summarizes the maturity profile of the Association's financial liabilities at December 31, 2021 and 2020 based on contractual undiscounted payments.

2021	On demand	Due within 2 months	Due within 3 months	No Definite call periods
Accounts payable	-	-	-	-

2020	On demand	Due within 2 months	Due within 3 months	No Definite call periods
Accounts payable	16,000	-	-	-

3. CASH

This account consists of:

	2021	2020
Cash in bank	2,577,462	2,243,124
Cash on hand	5,521	73,349
Total	2,582,983	2,316,473

Cash in banks represent savings and current account deposits in a reputable local bank which earn interest at the prevailing bank deposit rates.

4. HI-YIELDER TIME DEPOSIT AND INVESTMENTS

This account consists of:

	2021	2020
BPI – Time Deposit	1,305,106	1,301,406
Total	1,305,106	1,301,406

5. ACCOUNTS PAYABLE

This account consists of:

	2021	2020
Accounts payable	-	16,000
Total	-	16,000

6. **SUPPORT AND INCOME**

This account consists of:

	2021	2020
Membership dues	250,501	165,480
Seminar/Conference fee	178,891	22,000
Others	247,813	150,400
Interest income, net of final tax	15,492	27,589
Total	692,697	365,469

7. **PROJECTS AND PROGRAMS**

This account consists of:

	2021	2020
Research project		140,000
Honoraria	57,000	-
MGDLS 1-5 expenses	31,072	-
PAARL NET expenses	4,080	-
CMO Orientation expense	1,008	-
General assembly	-	127,175
Conventions and seminars	-	18,744
Transportation and travel	5,096	-
Food expense	4,500	-
Communication	100	-
Recognition and awards	70,260	-
Total	173,116	285,919

8. **OPERATING EXPENSES**

This account consists of:

	2021	2020
Professional fee	30,280	25,750
PRJ Authorship	25,000	-
Bookkeeping	2,500	-
Honorarium	6,000	-
Supplies	1,421	419
Taxes and licenses	7,073	16,240
Meeting expense	10,459	-
Printing expense	-	14,334
Transportation and travel	5,713	876
Meals	222	468
Communications	-	66
Internet fee	42,000	-
Web hosting fee	8,028	16,056
Miscellaneous expense	43,500	2,200
Accreditation expense	-	6,000
Notarial fees	3,100	-
Christmas party	18,539	-
Donation	10,000	-
Bank charges	966	4,500
	214,801	86,909

PHILIPPINE ASSOCIATION OF ACADEMIC AND RESEARCH LIBRARIANS, INC. has no other comprehensive income for the years ended December 31, 2021 and 2020.