Company Full Name

Company Address

Job No

FilesEg

(NSK) D

Fony T

EdD

—

(Company Full Name)

(a) [illegible] [illegible] 17 [illegible] 17

[illegible] s 11 [illegible] 1(a) [illegible] -1 [illegible], [illegible]

26 [illegible] 141 [illegible] C [illegible] C [illegible]

(12) [illegible]

) [illegible]

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

22% P0

47% P4

GCMAC

285% P2

30, 2015

31, 201 4 (5%)

P.12

P.28

3

3

1(585 -12.3 D / TBs) 11() (s2 TB) -3() (2) -1()

[illegible]

[illegible] -[illegible]

[illegible] 3.7 [illegible]

([illegible] -[illegible] 4.3 [illegible]

[illegible] -[illegible] C[illegible]

[illegible] 9.9 [illegible]

[illegible] -[illegible]

C[illegible] (C[illegible]) [illegible]

10% [illegible] 50% [illegible].

.

[illegible] 0401 [illegible]

[illegible]

[illegible]

	2015 [illegible]	2014 [illegible]
[illegible]		
[illegible]		
[illegible]		

As [illegible] 30

[illegible]

[illegible]

[illegible]

[illegible]

[illegible]

(a) Cash and Cash Equivalent and Financial Asstes at FVTPL

[illegible] 8% [illegible] 30 [illegible], 2015 [illegible]

(b) Trade and Other Receivables

C[illegible] s[illegible] 30 to 60 [illegible] [illegible] [illegible] [illegible] [illegible]

[illegible] 3 [illegible]	180,032,175
[illegible] 3 [illegible]	
[illegible] 4 [illegible]	40,522,853
[illegible] 4 [illegible]	
[illegible]	156,942,716
[illegible]	20,105,505

[illegible] . Th[illegible] [illegible] .

(c) Refundable Security Deposit

[illegible]

[illegible]

[illegible] 30 [illegible]

[illegible] 60 [illegible] E[illegible] F[illegible]

As at [illegible] 30, 2015 [illegible] 's [illegible]
[illegible]

	Current	Non-current
[illegible]	P 3,490,989,348	P 17,700,502,731
[illegible]	2,318,640,203	-

[illegible]
F[illegible] o
[illegible] n

[illegible] (F[illegible]
[illegible] F[illegible] -[illegible] U [illegible]
[illegible] n [illegible]
C[illegible] C[illegible] E[illegible] F[illegible] A[illegible] F[illegible] [illegible]
([illegible] A[illegible] to [illegible]
[illegible] n
[illegible]
[illegible]
[illegible]
[illegible]
[illegible]

F[illegible] t-[illegible]
[illegible] -[illegible] (X) T[illegible] m [illegible] h
OLDELOLW\ RQ OLWLJDWLRQ FODLPV@ DUH PHDVXUHG
[illegible] h

[illegible] 1 [illegible] n
[illegible] . [illegible]
[illegible] F[illegible]
[illegible]

[illegible]
[illegible] F[illegible] m [illegible] m
[illegible] m rs [illegible] .
[illegible]
[illegible] T
[illegible]
[illegible]
[illegible]

F[illegible] M [illegible] m
[illegible] A[illegible] -[illegible]

[illegible] SC Fn 17 -C.

e issuer has duly

icer
2015

	Notes	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
CURRENT ASSETS			
Cash and cash equivalents	4	P 7,216,445,725	P 4,431,651,910
Trade and other receivables - net	5	4,892,010,722	4,736,100,287
Financial assets at fair value through profit or loss	6	2,537,018,979	3,655,792,391
Construction materials	7	286,710,006	322,460,802
Costs in excess of billings on uncompleted contracts - net	8	3,004,637,241	2,756,116,681
Other current assets	10	1,235,460,815	1,226,584,483
Total Current Assets		19,172,283,488	17,128,706,554
NON-CURRENT ASSETS			
Investments in associates	9	997,853,001	783,771,889
Concession assets	11	15,402,087,247	15,070,281,292
Property and equipment - net		4,632,167,219	[illegible]
Deferred tax assets		62,790,657	11,208,708
Other non-current assets	10	1,801,091,830	

MEGAWIDE CONSTRUCTION CORPORATION AND SUBSIDIARIES
(A Subsidiary of Citicore Holdings Investment, Inc.)
STATEMENTS OF CASH FLOWS
JUNE 30, 2015 AND 2014
(UNAUDITED)
(Amounts in Philippine Pesos)

	Notes	January to June 30, 2015 (Consolidated)	January to June 30, 2014 (Parent Company)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		P 957,718,313	P 583,969,831
Adjustments for:			
Finance costs		263,096,597	178,737,230
Depreciation and amortization		206,983,304	279,695,394
Share in net income of investments in associates		(80,442,977)	-
Finance income		(55,116,554)	(45,213,394)
Gain on disposals of property, plant and equipment		(3,050,287)	(14,493,081)
Operating profit before working capital changes		1,289,188,396	982,695,980
Decrease (increase) in trade and other receivables		(155,910,435)	476,975,105
Decrease (increase) in construction materials		46,513,382	(73,909,667)
Increase in costs in excess of billings on uncompleted contracts		(248,520,560)	(678,266,819)
Increase in other current assets		(122,929,532)	(47,080,968)
Increase in other non-current assets		(1,208,756)	(29,947,460)
Increase (decrease) in trade and other payables		(547,323,208)	215,081,529
Increase (decrease) in advances from customers		125,837,177	51,223,135
Increase (decrease) in billings in excess of costs on uncompleted contracts		845,077,217	(1,264,875,048)
Increase (decrease) in other liabilities		39,414,189	12,517,631
Increase in post employment defined benefit obligation		10,065,750	9,584,525
Net Cash From Operating Activities		1,280,203,620	(346,002,057)
CASH FLOWS FROM INVESTING ACTIVITIES			
Net proceeds from sale of financial assets at FVPTL		1,118,773,412	968,036,572
Payment for concession asset		(331,805,955)	-
Additional investments in associates		(133,638,135)	(3,045,380,559)
Acquisitions of property, plant and equipment and intangible assets		(126,054,849)	(434,170,410)
Interest received		44,353,968	45,213,394
Proceeds from sale of property, plant and equipment		3,580,000	25,565,000
Net Cash Used in Investing Activities		575,208,441	(2,440,736,003)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from interest-bearing loans and borrowings	13	14,468,059,871	3,708,174,853
Repayment of interest-bearing loans and borrowings	13	(13,228,318,798)	(2,492,812,537)
Interest paid		(169,859,319)	(178,737,230)
Dividends paid	20	(140,500,000)	-
Net Cash From Financing Activities		929,381,754	1,036,625,086
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		2,784,793,815	(1,750,112,974)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		4,431,651,910	2,276,033,774
CASH AND CASH EQUIVALENTS AT END OF YEAR		P 7,216,445,725	P 525,920,800

See Interim Consolidated Financial Information

MEGAWIDE CONSTRUCTION CORPORATION
AGING OF ACCOUNTS RECEIVABLES
AS OF JUNE 30, 2015

PROJECT	BALANCE	Current	0-30 days	31-60 days	61-90 days	91-120 days	121-360 days	Over 360 days
SMDC	179,250,092	47,507,460	66,162,596	14,466,152	-	-	51,113,884	-
FILINVEST	299,751,450	119,050,540	11,882,907	93,218,189	17,001,144	17,367,659	41,231,011	-
ROCKWELL	24,215,947	8,329,816	2,977,585	6,709,066	-	6,199,480	-	-
ARANETA CENTER INC.	99,605,116	81,514,942	3,936,177	14,153,997	-	-	-	-
PRINCE JUN	41,553,059	34,950,560	-	-	-	-	2,428,957	4,173,542
CMCI	823,731,658	333,928,571	489,803,087	-	-	-	-	-
	-							
DEPARTMENT OF EDUCATION	535,957,114	535,957,114	-	-	-	-	-	-
NORTHBELLE PROPERTIES	106,524,702	34,266,691	-	12,257,142	18,130,357	16,955,714	24,914,798	
H2O VENTURES	97,994,956	97,994,956	-	-	-	-	-	-
OTHERS	144,719,339	64,539,310	22,897,872	3,383,484	712,644	-	37,254,066	15,931,963
	2,353,303,433	1,358,039,960	597,660,224	144,188,030	35,844,145	40,522,853	156,942,716	20,105,505

MEGAWIDE CONSTRUCTION CORPORATION AND SUBSIDIARIES
(A Subsidiary of Citicore Holdings Investment, Inc.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2015 AND DECEMBER 31 AND JUNE 30, 2014
(Amounts in Philippine Pesos)

1. CORPORATE INFORMATION

1.1 Incorporation and Operations

Megawide Construction Corporation (the

1.2 Subsidiaries and Associates

The Parent Company holds ownership interest in the following subsidiaries and associates (together with the Parent Company, collectively hereinafter referred to as the “Group”), which are all incorporated in the Philippines:

Subsidiaries:

GMR Megawide Cebu Airport Corporation (GMCAC)
Megawatt Clean Energy, Inc. (MCEI)

2.2.

(b) Effective Subsequent to 2015 but not Adopted Early

There are new PFRS, amendments and annual improvements and interpretation to existing standards that are effective for periods subsequent to 2015. Management has initially determined the following pronouncements, which the Group will apply in accordance with their transitional provisions, and, unless otherwise stated, none of these are expected to have significant impact on the consolidated financial statements:

(i) PAS 1 (Amendment), *Presentation of Financial Statements – Disclosure Initiative* (effective from January 1, 2016). The amendment encourages entities to apply professional judgment in presenting and disclosing information in the financial statements. Accordingly, it clarifies that materiality applies to the whole financial statements and an entity shall not reduce the understandability of the financial statements by obscuring material information with immaterial information or by aggregating material items that have different natures or functions. Moreover, the amendment FODULILHV WKDW DQ HQWLW\·V VKDUH RI RWKHU F joint ventures accounted for using equity method should be presented based on whether or not such other comprehensive income item will subsequently be reclassified to profit or loss. It further clarifies that in determining the order of presenting the notes and disclosures, an entity shall consider the understandability and comparability of the financial statements.

(ii) PAS 16 (Amendment), *Property, Plant and Equipment*, and PAS 38 (Amendment), *Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortization* (effective from January 1, 2016). The amendment in PAS 16 clarifies that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate for property, plant and equipment. In addition, amendment to PAS 38 introduces a rebuttable presumption that an amortization method that is based on the revenue generated by an activity that includes the use of an intangible asset is not appropriate, which can only be overcome in limited circumstances where the intangible asset is expressed as a measure of revenue, or when it can be demonstrated that revenue and the consumption of the economic benefits of an intangible asset are highly correlated. The amendment also provides guidance that the expected future reductions in the selling price of an item that was produced using an asset could indicate an expectation of technological or commercial obsolescence of an asset, which in may reflect a reduction of the future economic benefits embodied in the asset.

(iii) PAS 16 (Amendment), *Property, Plant and Equipment*, and PAS 41 (Amendment), *Agriculture – Bearer Plants* (effective from January 1, 2016). The amendment defines a bearer plant as a living plant that is used in the production or supply of agricultural produce, is expected to bear produce for more than one period and has a remote likelihood of being sold as agricultural produce, except for incidental scrap sales. On this basis, bearer plant is now included within the scope of PAS 16 rather than PAS 41, allowing such assets to be accounted for as property, plant and equipment and to be measured after initial recognition at cost or revaluation basis in accordance with PAS 16. The amendment further clarifies that produce growing on bearer plants remains within the scope of PAS 41.

The Group does not expect to implement and adopt PFRS 9 (2014) until its effective date. In addition, management is currently assessing the impact of PFRS 9 (2014) on the consolidated financial statements of the Group and it will conduct a comprehensive study of the potential impact of this standard prior to its mandatory adoption date to assess the impact of all changes.

(vi) PFRS 10 (Amendment), Consolidated Financial Statements, and PAS 28 (Amendment), Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (effective from January 1, 2016). The amendment to PFRS 10 requires full recognition in the L Q Y H V W R U · V I L Q D Q F L D O V W D W H P H Q W V for losses arising from the sale or contribution of assets that constitute a business as defined in PFRS 3, Business Combinations, between an investor and its associate or joint venture. Accordingly, the partial recognition of gains or losses (i.e., to the extent of the X Q U H O D W H G L Q Y H V W R U · V L Q W H U H V W L Q D Q D V V to those sale of contribution of assets that do not constitute a business. Corresponding amendment has been made to PAS 28 to reflect these changes. In addition, PAS 28 has been amended to clarify that when determining whether assets that are sold or contributed constitute a business, an entity shall consider whether the sale or contribution of those assets is part of multiple arrangements that should be accounted for as a single transaction.

(vii) PFRS 10 (Amendment), Consolidated Financial Statements – Investment Entities: Applying the Consolidation Exception (effective from January 1, 2016). This amendment confirms that the exemption from preparing consolidated financial statements continues to be available to a parent entity that is a subsidiary of an investment entity, even if the investment entity measures its interest in all its subsidiaries at fair value in accordance with PFRS 10. The amendment further clarifies that if an investment entity has a subsidiary that is not itself an investment entity and whose main purpose and activities are to provide services that are related to the investment activities of the investment entity parent, the latter shall consolidate that estment e48m3DrT BT 4(92[(e)-4(s)5(tm131( )] TJ ET BT 1 0 03[(T)5(he a)-6(m)1th

Annual Improvements to PFRS (2010-2012 Cycle)

(a) PAS 16 (Amendment), Property, Plant and Equipment and PAS 38 (Amendment), Intangible Assets. The amendments clarify that when an item of property, plant and equipment, and intangible assets is revalued, the gross carrying amount is adjusted in a manner that is consistent with a revaluation of the carrying amount of the asset.

(b) PAS 24 (Amendment), Related Party Disclosures. The amendment clarifies that an entity providing key management services to a reporting entity is deemed to be a related party of the latter. It also clarifies that the information required to be disclosed in the financial statements are the amounts incurred by the reporting entity for key management personnel services that are provided by a separate management entity and not the amounts of compensation paid or payable by the management entity to its employees or directors.

(c) PFRS 3 (Amendment), Business Combinations – Accounting for Contingent Consideration in a Business Combination. This amendment clarifies that an obligation to pay contingent consideration which meets the definition of a financial instrument is classified as a financial liability or as equity in accordance with PAS 32. It also clarifies that all non-equity contingent consideration should be measured at fair value at the end of each reporting period, with changes in fair value recognized in profit or loss.

(d) PFRS 13 (Amendment), Fair Value Measurement. The amendment in the basis of conclusion of PFRS 13 clarifies that issuing PFRS 13 and amending certain provisions of PFRS 9 and PAS 39 related to discounting of financial instruments did not remove the ability to measure short-term receivables and payables with no stated interest rate on an undiscounted basis, when the effect of not discounting is immaterial.

Annual Improvements to PFRS (2011-2013 Cycle)

(a) PFRS 3 (Amendment), Business Combinations – Scope Exceptions for Joint Ventures. It clarifies that PFRS 3 does not apply to the accounting for the formation of any joint arrangement under PFRS 11, in the financial statements of the joint arrangement itself.

(b) PFRS 13 (Amendment), Fair Value Measurement. The amendment clarifies that the scope of the exception for measuring the fair value of a group of financial assets and financial liabilities on a net basis (the portfolio exception) applies to all contracts within the scope of and accounted for in accordance with PAS 39 or PFRS 9, regardless of whether they meet the definition of financial assets or financial liabilities as defined in PAS 32.

Annual Improvements to PFRS (2012-2014 Cycle)

(a) PAS 19 (Amendment), Employee Benefits. The amendment clarifies that the currency and term of the high quality corporate bonds which were used to determine the discount rate for post-employment benefit obligations shall be made consistent with the currency and estimated term of the post-employment benefit obligations.

(b) PAS 34 (Amendment), Interim Financial Reporting – Disclosure of Information
´(OVHZKHUH LQ WKH LQWHULP ILQDQFLDO UHSRUW´ The Amendment clarifies the meaning of
GLVFORVXUH RI LQIRUPDWLRQ ´HOVHZKHUH LQ W
the inclusion of a cross

Segment revenues and expenses that are directly attributable to business segment and the relevant
SRUWLRQV RI WKH *URXS·V UHYHQXHV DQG H[SHQVHV W
accordingly reflected as revenues and expenses of that business segment.

3.2 Segment Assets and Liabilities

Segment assets are allocated based on their physical location and use or direct association with
specific segment and they include all operating assets used by a segment and consist principally
of operating cash, receivables, inventories and property, plant and equipment, net of allowances
and provisions. Similar to segment assets, segment liabilities are also allocated based on their u
or direct association with a specific segment. Segment liabilities include all operating liabilities
and consist principally of accounts, wages, taxes currently payable and accrued liabilities.
Segment assets and liabilities do not include deferred taxes.

3.3 Analysis of Segment Information

Presented in the succeeding pages are the relevant operating segment information about the
UHVXOWV RI RSHUDWLRQV DQG ILQDQFLDO SRVLWLRQ R segments as of and for the
period ended June 30, 2015

	Construction	Airport Operations	Total
Results of Operations			
Revenues	P 4,977,542,520	P 723,534,568	P 5,701,077,088
Costs and other operating expenses:			
Cost of sales and services excluding depreciation and amortization	3,940,292,852	123,373,273	4,063,666,125
Depreciation and amortization	204,935,512	2,047,792	206,983,304
Other expenses	184,121,439	178,146,877	362,268,316
	4,329,349,803	303,567,942	4,632,917,745
Segment Operating Profit	P 648,192,717	419,966,627	P 1,064(717)]T BT 1 0(966,)

Segosi[( )5Segment A5.584 311.06 Tm [( )] TJ ET BT 1 0 0 1 103.58 401.09 T266[(419)-2(,)-4(966,)] TJ ET BT 133.53 T266[(419)-

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are as follows

	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Cash on hand	P 5,984,011	P

Receivables from airport operations pertain to the aeronautical, concession, rental and commercial revenues as authorized by the Concession Agreement.

Trade and other receivables do not bear any interest. All receivables are subject to credit risk exposure.

All of the Group's trade receivables have been reviewed for indicators of impairment.

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

This account is composed of the following:

	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Short-term commercial papers	P 2,213,018,979	P 2,469,021,162

8. COSTS AND BILLINGS ON UNCOMPLETED CONTRACTS

An analysis of these accounts is shown below.

	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Total costs incurred on uncompleted contracts (work in progress)	P 38,336,348,866	P 34,001,684,620
Total billings on uncompleted contracts (progress billings)	(36,341,064,091)	(31,399,482,997)
	P 1,995,284,775	P 2,602,201,623

The net amounts are included in the consolidated statements of financial position under the following captions:

	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Costs in excess of billings on uncompleted contracts (shown under current assets)	P 3,004,637,241	P 2,756,116,681
Billings in excess of costs on uncompleted contracts (shown under current liabilities)	(998,992,275)	(153,915,058)
	P 1,995,284,775	P 2,602,201,623

9. INVESTMENTS IN ASSOCIATES AND ACQUISITION OF ASSETS

9.1 Investments in Associates

The components of the carrying values of this account are as follows:

	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Acquisition cost		
MWCCI	P 580,890,000	P 580,890,000
CMCI	200,000,000	200,000,000
MGCJV	89,892,000	-
MWMTI	43,746,135	-
	914,528,135	780,890,000

	June 30 2015 (Unaudited)	December 31, 2014 (Audited)

10. OTHER ASSETS

This account is composed of the following

	Notes	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Current:			
Advances to suppliers	10.1	P 681,910,697	P 509,117,737
Prepaid taxes		211,181,846	209,424,625
Input VAT	10.2	141,739,652	379,256,541
Prepaid insurance		97,921,292	43,756,993
Refundable security and bond deposits		69,569,332	64,909,193
Prepaid rent	10.4	13,045,438	4,391,084
Development costs		8,746,116	2,989,375
Prepaid subscription		5,580,357	8,928,571
Miscellaneous		5,766,08	3,810,364
		1,235,460,815	1,226,584,483
Non-current:			
Deferred input VAT	10.2	1,706,078,155	1,709,146,968
Deposits for condominium units	10.3	48,418,761	43,693,078
Computer software license	10.5	32,481,049	39,644,260
Advances to suppliers		13,069,393	6,354,296
AFS financial assets	10.6	1,044,472	1,044,472
		1,801,091,830	1,799,883,074
		P 3,036,552,645	P 3,026,467,557

10.1 Advances to Suppliers

Advances to suppliers pertain to downpayments made by the Group to the suppliers based on a certain percentage of the contract price. The initial payment will eventually be recouped or deducted from the amount payable of the Group either in a pro-rated basis or in full once billed by the supplier.

10.2 Input VAT/Deferred Input VAT

Input VAT under other current assets pertains to the payment of VAT on purchases of services and goods that is recoverable within 12 months. Deferred input VAT pertains to the unamortized input VAT on purchases of capital goods exceeding P1.0 million premium. Deferred input VAT arising from purchase of capital goods exceeding P1.0 million is to be amortized and credited against output tax evenly over five years or the life of the asset, whichever is shorter.

10.3 Deposits for Condominium Units

Deposit for condominium units represents initial downpayments made for the purchase of condominium units. This will be reclassified to investment property upon execution of contract to sell and deed of sale.

10.4 Prepaid Taxes

Prepaid taxes pertain to the excess of quarterly income tax payments over the current tax due during the year and creditable withholding taxes.

10.5 Computer Software License

The details of this account are presented below.

		June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Cost	P	53,037,502	

11. CONCESSION ASSETS

Concession Agreement refers to the agreement entered into by the Parent Company and GIL with DOTC and MCIAA by virtue of Revised Implementing Rules and Regulations of Republic $FW 5$ 1R ´$Q $FW $XWKRUL]LQJ WKH)LQDQFLQ Maintenance of Infrastructure Projects by the Private Sector and for Other 3XUSRVHVµ DV Amended by R.A. No. 7718 (referred to as the ´%27 /DZµ). Under the said agreement, GMCAC was granted by DOTC and MCIAA an exclusive right to design, develop, and undertake the MCIA Project; and enjoy complete and uninterrupted possession of all movable and immovable assets for purposes of implementing the Project, whether tangible or intangible pertaining to concessionaire Operations and Maintenance (O&M) Facilities such as the existing assets, project land, assets produced, installed, built and created pursuant to the Concession Agreement, commercial assets, among others (collectively referred as Project Assets).

The MCIA Project comprises the following undertakings:

- Construction of Terminal 2, along with all Associated Facilities;
- Renovation and expansion, but not the demolition of Terminal 1 and Associated Facilities;
- Complete reconstruction of Terminal 2 Apron;
- Capacity Augmentation;
- Development of adequate vehicle parking lots to cater to public vehicular traffic;
- Development of Commercial Assets;
- Planning, designing and developing all Utility Systems necessary for undertaking the Works, construction of the Commercial Assets or the Operation and Maintenance of the Concessionaire O&M Facilities and Commercial Assets;
-

Concession assets include the P14,404.6 million upfront premium paid by the

- Repayment: The principal amount shall be paid based on the principal repayment schedule as provided in the Schedule V of the Omnibus Agreement. Final repayment date is fifteen (15) years after the initial drawdown.

As security for timely payment of the loan and prompt observance of all provision of the Omnibus Agreement, the following are pledge as collateral on this loan:

- all monies deposited by the Company and from time to time standing in the Cash Flow Waterfall Accounts;
- the Project receivables;
- the proceeds of any asset and business insurance obtained by the Company, except for the proceeds of insurance policies arising from damage of any Project Assets;
- the Project Documents (Accession Agreement, Technical Service Agreement and Engineering and Procurement Contract); and
- the 100% of the total issued and outstanding capital stock of the Company.

The first drawdown for the onshore loan was made on May 5, 2015 amounting to P12,900 million while for the offshore loan was made on May 8, 2015 amounting to US$4.0 million. The amount of undrawn borrowing facilities that may be available in the future amounted to P7,100 million and US$71.0 million for onshore and offshore loan, respectively.

Repayments of the long-term debt follow:

2019	0.5%
2020	2.0%
2021	2.5%
2022	7.0%
2023	8.0%
2024	8.0%
2025	9.0%
2026	10.0%
2027	11.0%
2028	6.0%
2029	6.0%

13.2 Bank Loans

On April 8, 2014, GMCAC entered into an Omnibus Loan and Security Agreement with a local bank for a loan facility amounting to P11.3 billion for the purpose of financing the seventy percent payment of upfront fees and its corresponding input VAT. The initial drawdown was made on April 14, 2014 amounting to P10,083.2 million and the second drawdown was made on May 20, 2014 amounting to P1,210.0 million. Both loans are due on April 21, 2015 with interest rate of 3.75% per annum.

15. OTHER LIABILITIES

The details of this account are as follows:

	June 30 2015 (Unaudited)	December 31, 2014 (Audited)
Current:		
Withholding taxes	P 85,996,335	P 56,361,891
Income tax payable	6,517,535	-
Unearned income	36,858	5,670,763
	92,550,728	62,032,654
Non-Current:		
Security deposits	P 14,867,818	P -
Unearned income	545,832	-
	-	-
	15,413,650	-
	P 107,964,378	P 62,032,654

16. REVENUES

16.1 Contract Revenues

The details of this account for six months ended June 30, 2015 and 2014 are composed of the revenues from:

	June 30 2015 Consolidated	June 30 2014 Parent

16.2 Airport Operations Revenues

The details of this account for period ended June 30, 2015 are composed of the revenues from

Aeronautical	P 493,919,753
Aero related	73,435,556
Non-aero related	156,179,259
	P 723,534,568

17. DIRECT COSTS

17.1 Contract Costs

The following is the breakdown of contract costs for six months ended June 30:

	June 30 2015 Consolidated (Unaudited)	June 30 2014 Parent (Audited)
Outside services	P 1,906,805,047	P 1,837,568,482
Materials	1,369,930,701	1,482,329,531
Project overhead	361,584,548	358,742,208
Salaries and employee benefits	288,867,292	267,660,110
Depreciation	191,040,776	226,565,727
	P 4,145,228,364	P 4,172,866,058

Project overhead includes insurance, repairs and maintenance, gas and oil, travel and transportation, professional fees, utilities, municipal permits, taxes, security services, office supplies and various rental expenses of staging areas.

17.2 Costs of Services

The following is the breakdown of cost of services for the period ended June 30, 2015

Amortization of concession asset	P

P

19. TAXES

19.1 Registration with the BOI

2Q $SULO WKH %2, DSSURYHG WKH 3DUHQW &RPS new producer of modular housing components/system on a nonpioneer status. Under the terms of the registration, the applicable rights and privileges provided in the Omnibus Investment Code of 1987, the Parent Company is entitled to the following tax and nontax incentives, among others:

(a) Income Tax Holiday (ITH) for a period of four years from June 1, 2011;

(b) Importation of consigned equipment for a period of 10 years from June 1, 2011 subject to posting of re-export bond;

(c) Employment of foreign nationals which will hold supervisory, technical or advisory positions for five years from June 1, 2011; and,

(d) Exemption from wharfage dues and any export tax, duty, impost and fee on exports of its registered export products for a period of 10 years from June 1, 2011.

19.1 Current and Deferred Taxes

The Parent Company is subject to the minimum corporate income tax (MCIT), which is computed at 2% of gross income as defined under the tax regulations, or RCIT, whichever is higher. Both GMCAC and MCEI will be subjected to MCIT in 2018.

Income taxes also include final tax paid at the rate of 20% and 7.5%, which represents the final withholding tax on gross interest income from cash in bank and short-term placements

20. EQUITY

20.1 Capital Stock

Capital stock consists of:

	Shares			Amount		
	2015	2014	2013	2015	2014	2013
Common shares – P1 par value						
Authorized	4,930,000,000	4,930,000,000	2,000,000,000	P 4,930,000,000	P 4,930,000,000	P 2,000,000,000
Issued and outstanding:						
Balance at beginning of year	2,399,426,127	1,649,426,127	1,114,100,003	P 2,399,426,127	P 1,649,426,127	P 1,114,100,003
Stock dividends distributed	-	750,000,000	380,636,801	-	750,000,000	380,636,801
Issuance during the year	-	-	154,689,323	-	-	154,689,323
Balance at end of year	2,399,426,127	2,399,426,127	1,649,426,127	P 2,399,426,127	P 2,399,426,127	P 1,649,426,127
Preferred – P1 par value						
Authorized	70,000,000	70,000,000	-	P 70,000,000	P 70,000,000	P -
Issued and outstanding:						
Issuance during the year	-	40,000,000	-	P -	P 40,000,000	P -

In the meeting of the Parent Company V %2' KHOG RQ 0D\ DQG RI W
held on June 30, 2014, the BOD and the stockholders approved the increase in the Parent
Company V DXWKRUL]HG FDSLWDO VWRFN IURP 3 PLOO
shares to

22.3 Public-P

The Group does not actively engage in the trading of financial assets for speculative purposes

The maximum credit risk exposure of financial assets is the carrying amount of the financial assets as shown in the statements of financial position or in the detailed analysis provided in the notes to the consolidated financial statements, as summarized below.

	June 30 2015 (Unaudited)	December 31, 2014 (

The Group· V P D Q D J H P H Q W F R Q V L G H U V W K D W W K H I L Q D Q F impaired for each reporting period are of good credit quality based on historical default rates. The balance of such receivables relates to reputable companies that have a good track record with the Group.

(c) Financial assets at FVTPL

The Group is exposed to credit risk on its investment in short-term commercial papers. However, the Group has assessed that such risk is minimal since the counterparty is a reputable listed leasing company with high quality external credit ratings.

(d) Refundable Security and Bond Deposit

The Group is not exposed to any significant credit risk exposures to its lessors as lease agreements were executed with reputable entities. The Group can negotiate, before the end of the lease term, to apply deposit to rentals due. Also, the bond deposits are made with certain reputable Philippine government agency, hence, the exposure on credit risk is assessed by the management to be not be significant.

23.3 Liquidity Risk

The Group manages its liquidity needs by carefully monitoring cash outflows due in day-to-day business. Liquidity needs are monitored in various time bands, on a day-to-day and week-to-week basis, as well as on the basis of a 30-day rolling projection. Long-term liquidity needs for six-month and one-year periods are identified monthly.

The Group maintains cash to meet its liquidity requirements for up to 60-day periods. Excess cash is invested in time deposits or short-term placements. Funding for long-term liquidity needs is additionally secured by an adequate amount of committed credit facilities and the ability to sell long-term financial assets.