ACYATAN & CO.
Certified Public Accountants

POSITIVE ACTION FOUNDATION PHILIPPINES, INC.
(A Non-Stock, Non- Profit Organization)

Financial Statements
December 31, 2025

Main office:
2613 Dian St. Malate
Manila 1004
Philippines
T +63-2 4042911
T +63-2 5284531

Bahay Kanlungan
Drop-in Centre:
2615 Dian St. Malalte
Manila 1004
Philippine
T/F +63-2 5673506

www.pafpi.org

positiveactionfoundation
@yahoo.com

Positive
Action
Foundation
Philippines
Incorporated

SEC Reg.No.A199902514.

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **POSITIVE ACTION FOUNDATION PHILIPPINES, INC**. is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended December 31, 2025 and 2024 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 Foundation'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 Foundation or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees is responsible for overseeing the Foundation's financial reporting process.

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

ACYATAN & CO., the independent auditor appointed by the members, has audited the financial statements of the Foundation in accordance with Philippine Standards on Auditing, and in its report to the members, has expressed its opinion on the fairness of presentation upon completion of such audit.

FERDINAND GRANIL – Chairman of the Board

EMMANUEL L. GARCIA - President

REYNALDO IMPERIAL – Chief Financial Officer

Signed this 2nd day of March 2026

0 2 MAR 2026 SUBSCRIBED AND SWORN to before me, a Notary Public for and in the Philippines, this ________, affiants who are personally known to me and whose identity I have confirmed through their competent evidence of identity bearing the affiants photograph and signature.

NAMES	COMPETENT EVIDENCE OF IDENTITY	DATE AND PLACE ISSUED
FERDINAND C. GRANIL	PWD #031420027-26	November 2023 / Bulacan
EMMANUEL L. GARCIA	SENIOR #015103	November 27, 2025 / Manila City
REYNALDO H. IMPERIAL	SENIOR #10-01435L	June 24, 2015 / Cainta Rizal

DOC NO. ____
PAGE NO. ____
BOOK NO. ____
SERIES OF 20__

ATTY. HENRY D. ADASA
NOTARY PUBLIC, CITY OF MANILA
COMM. 097 / UNTIL DEC. 31, 2026
IBP NO. 613749 VALID 2026
PTR NO. 0952253 VALID 2026
ROLL NO. 29679; TIN NO. 172-528-620
MCLE COMP. NO. VIII-0042196/VALID 04/14/2028
29 TAFT AVENUE, MALATE, MLA

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STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR ANNUAL INCOME TAX RETURN

The Management of **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** is responsible for all information and representation contained in the Annual Income Tax Return for the year ended December 31, 2025. 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 twelve-month ended December 31, 2025 and the accompanying Annual Income Tax Return are in accordance with the books and records of **POSITIVE ACTION FOUNDATION PHILIPPINES, 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 **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** 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.

FERDINAND GRANIL – Chairman of the Board

EMMANUEL L. GARCIA - President

REYNALDO IMPERIAL – Chief Financial Officer

Signed this 2nd day of March 2026

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Incorporated

SEC Reg.No.A199902514.

SUBSCRIBED AND SWORN to before me, a Notary Public for and in the Philippines, this 02 MAR 2026, affiants who are personally known to me and whose identity I have confirmed through their competent evidence of identity bearing the affiants photograph and signature.

CITY OF MANILA

NAMES	COMPETENT EVIDENCE OF IDENTITY	DATE AND PLACE ISSUED
FERDINAND C. GRANIL	PWD #031420027-26	November 2023 / Bulacan
EMMANUEL L. GARCIA	SENIOR #015103	November 27, 2025 / Manila City
REYNALDO H. IMPERIAL	SENIOR #10-01435L	June 24, 2015 / Cainta Rizal

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PAGE NO. [illegible]
BOOK NO. [illegible]
SERIES OF 20[illegible]

ATTY. HENRY D. ADASA
NOTARY PUBLIC CITY OF MANILA
COMMISSION UNTIL DEC. 31, 2026
IBP NO. [illegible] VALID 2026
PTR NO. [illegible] VALID 2026
ROLL NO. 29679; TIN NO. 172-528-620
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29 TAFT AVENUE, MALATE, MLA

INDEPENDENT AUDITORS' REPORT

The Board of Trustees and Members
POSITIVE ACTION FOUNDATION PHILIPPINES, INC.
(A Non-Stock, Non- Profit Organization)
2613 Dian Street, Malate Manila

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** *(A Non-Stock, Non- Profit Organization)* (the "Foundation"), which comprise the Statement of Financial Position as of December 31, 2025, and the Statement of Receipts and Expenses, Statement of Changes in Fund Balance and Statement of Cash Flows for the year then ended, and Notes to Financial Statements, including a summary of significant accounting policies.

In our opinion, the financial statement present fairly, in all material respects, the financial position of **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** *(A Non-Stock, Non-Profit Organization)*, as of December 31, 2025, and its financial performance and its cash flows for the year then ended in accordance with Philippine Financial Reporting Standards for Small Entities (PFRSs for SEs) Accounting Standards.

Basis of Opinion

We conducted our audit in accordance with Philippine Standards on Auditing (PSA). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Association 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.

Other Matters

The financial statements of the **POSITIVE ACTION FOUNDATION PHILIPPINES, INC.** *(A Non-Stock, Non- Profit Organization)* as of and for the year then ended December 31, 2024 were audited by another auditor, whose report thereon, dated April 10, 2025 expressed an unmodified opinion on those statements.

Responsibilities of Management and Those Charged with Governance of the Financial Statements

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

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

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

Auditors' 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 auditors' 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 PSA 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 PSA, 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.

- 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 Association'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 Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Association 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, along with any related safeguards, where applicable.

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 for the year ended December 31, 2025 as disclosed in Note 18 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 supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

ACYATAN & CO., CPAs

EFREN N. ACYATAN
Senior Partner
CPA Certificate No. 074169
Tax Identification No. 101-085-150
BOA/PRC Accreditation No. 0141 effective until April 30, 2026
BIR Accreditation No. 07-100941-002-2025
Issued on March 11, 2025, effective until March 11, 2028
PTR No. 5925467; Issued on 01-05-2026 at Mandaluyong City

March 02, 2026
Mandaluyong City-Philippines

POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF FINANCIAL POSITION

As of December 31, 2025

(With Comparative Figures as of December 31, 2024)

(In Philippine Peso)	*Notes*	2025	2024
ASSETS			
CURRENT ASSETS			
Cash	*4*	**3,907,806**	5,352,907
Other Current Assets	*5*	**1,922,698**	2,338,595
		5,830,504	7,691,502
NONCURRENT ASSETS			
Property and Equipment, Net	*6*	**1,061,635**	1,443,152
Other Noncurrent Assets	*7*	**99,000**	70,000
		1,160,635	1,513,152
TOTAL ASSETS		**6,991,139**	9,204,654
LIABILITIES AND FUND BALANCE			
CURRENT LIABILITIES			
Accounts Payable and Other Current Liabilities	*8*	**184,696**	530,070
Funds Held In Trust	*8*	**1,875,059**	3,508,533
TOTAL LIABILITIES		**2,059,755**	4,038,603
FUND BALANCE			
Unrestricted	*2,9*	**3,945,818**	4,179,373
Restricted	*2,9*	**985,566**	986,678
TOTAL FUND BALANCE		**4,931,384**	5,166,051
TOTAL LIABILITIES AND FUND BALANCE		**6,991,139**	9,204,654

See Accompaying Notes to Financial Statements

POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENTS OF RECEIPTS AND EXPENSES

For the Year Ended December 31, 2025

(With Comparative Figures for the Calendar Year Ended December 31, 2024)

(In Philippine Peso)	*Notes*	2025	2024
RECEIPTS			
Grants and Donations	*10,16*	**7,203,147**	16,337,331
Interest Income on Savings Deposits	*10,16*	**105,112**	68,924
Other Receipts on Institutional Projects	*16*	**4,274,496**	1,337,848
		11,582,754	17,744,103
EXPENSES			
Program/Project Costs and Expenses	*11*	**7,203,147**	16,337,332
General and Administrative Expenses	*13*	**4,274,496**	1,337,848
		11,477,642	17,675,180
EXCESS OF RECEIPTS OVER EXPENSES		**105,112**	68,924

See Accompanying Notes to Financial Statements

POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF CHANGES IN FUND BALANCE

For the Year Ended December 31, 2025 and 2024

(With Comparative Figures for the Calendar Year Ended December 31, 2024)

(In Philippine Peso)	Notes	2025	2024
UNRESTRICTED FUNDS	2,9		
Adjustments to Unrestricted Funds		(338,667)	(302,158)
Unrestricted		4,179,373	4,412,608
Excess (Shortfall) of Receipts over Expenses		105,112	68,924
		3,945,818	4,179,373
RESTRICTED FUNDS	2,9	985,566	986,678
TOTAL FUND BALANCE		4,931,384	5,166,051

See Accompanying Notes to Financial Statements

POSITIVE ACTION FOUNDATION PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2025

(With Comparative Figures for the Calendar Year Ended December 31, 2024)

(In Philippine Peso)	*Notes*	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Excess of Receipts Over Expenses		105,112	68,924
Adjustments for :			
Unrestricted Funds	2,9	(338,667)	(302,158)
Restricted Fund	2,9	(1,112)	435
Depreciation	6	101,304	106,821
Operating Fund before Working Capital Changes		(133,363)	(125,979)
Decrease (Increase) in:			
Other Current Assets	5	415,897	2,230,315
Other Non-Current Assets		(29,000)	
Increase (Decrease) in:			
Accounts Payable and Other Current Liabilities	8	(345,373)	(1,685,941)
Funds Held In Trust	8	(1,633,475)	665,566
Net Cash Provided by (Used in) Operating Activities		(1,725,314)	1,083,961
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of Property and Equipment	6	280,213	210,975
Net Cash Used in Investing Activities		280,213	210,975
NET INCREASE (DECREASE) IN CASH		(1,445,101)	1,294,936
CASH BALANCE, JANUARY 1		5,352,907	4,057,971
CASH BALANCE, DECEMBER 31	4	3,907,806	5,352,907

Note: The Foundation has no transactions involving Financing Activities for the year 2025 and 2024.

See Accompanying Notes to Financial Statements