

COVER SHEET

SEC Registration Number

(Company's Full Name)

(Business Address: No. Street City/Town/Province)

Mr. Apolinario L. Posio

Contact Person

752-3133 / 752-3611

Company Telephone Number

SEC FORM 17-Q

MARCH 31, 2010

Month

Day

Fiscal Year

Month

Day

Annual Meeting

Not Applicable

Secondary License Type, if Applicable

Dept. Requiring this Doc.

Not Applicable

Amended Articles Number/Section

Total Amount of Borrowings

Total No. of Stockholders

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier

STAMPS

Remarks = please Use Black Ink for scanning purposes

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17 - Q

QUARTERLY REPORT PURSUANT TO SECTION 17
OF THE SRC AND SRC RULE 17 (2) (B) THEREUNDER

1. For the quarterly period ended March 31, 2010

2. Commission identification number 35841

3. BIR Tax Identification No. 500-000-158-664

4. Exact name of registrant as specified in its charter FILSYN CORPORATION

5. Province, country or other jurisdiction of incorporation or organization Makati City, Philippines

6. Industry Classification Code (SEC Use Only)

7. Address of registrant's principal office Unit 8 5B Pearlbank Centre
146 Valero St., Salcedo Village, Makati City

8. Registrant's telephone number, including area code 752-3133 / 752-3611

9. Securities registered pursuant to Sections 8 and 12 of the SRC

Title of each Class	Number of shares of common stock outstanding
Class A Common	<u>123,747,707 shares fully paid</u>
Class B Common	<u>82,498,474 shares fully paid</u>

10. Securities listed in the PSE 206,246,181 shares

FINANCIAL INFORMATION

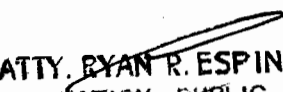
Please see attached Financial and Management Reports.

SIGNATURES

Pursuant to the requirements of Section 17 of the Code and Section 141 of the Corporation Code, this report is signed on behalf of the issuer by the undersigned, thereunto duly authorized, in the City of Makati on MAY 11 2010.


APOLINARIO L. POSIO
Chief Financial Officer

SUBSCRIBED AND SWORN to before me this MAY 11 2010
affiants exhibiting to me his Community Tax Certificate No. 33216793 issued on February 12, 2010 at Parafiaque City.


ATTY. RYAN R. ESPINOSA
NOTARY PUBLIC
UNTIL DECEMBER 31, 2011
ATRIUM OF MAKATI, MAKATI AVE., MAKATI CITY
NOTARIAL COMMISSION NO. M-136
MCLE COMPLIANCE NO. 000485 / ROLL NO. 47548
IBP NO. 803608 / 12-22-2009 / Q.C.
PTR NO. 209224771-7-2010 / MAKATI

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FILSYN CORPORATION
STATEMENTS OF FINANCIAL POSITION
(IN P000)

	Unaudited	Audited
	March 31	Dec. 31
	2010	2009
ASSETS		
Current Assets		
Cash and Cash Equivalents	42,207	39,338
Trade and other receivables-net	16,033	18,739
Other current assets	2,153	2,095
Total Current Assets	60,393	60,172
Investments and Advances - net	3,153	3,153
Prepaid retirement	29,999	29,999
Other Assets-net	930,322	930,322
	1,023,867	1,023,646
LIABILITIES AND CAPITAL DEFICIENCY		
Current Liabilities		
Trade and other payables	375,234	377,340
Restructured loans	930,132	930,132
Loans payable to a stockholder	138,600	138,600
	1,443,966	1,446,072
Deferred tax liability	77,330	77,330
Capital Deficiency		
Capital stock	1,031,231	1,031,231
Additional paid-in-capital	143,590	143,590
Deficit	(1,672,250)	(1,674,577)
	(497,429)	(499,756)
	1,023,867	1,023,646

FILSYN CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED MARCH 31, 2010 AND 2009
(IN THOUSANDS)

		2010		2009
		(Unaudited)		(Unaudited)
REVENUES	P	10,938	P	4,873
COSTS AND EXPENSES:				
OPERATING EXPENSES		3,921		4,071
FINANCIAL CHARGES - Net		4,690		4,532
		8,611		8,603
NET INCOME (LOSS)	P	2,327	P	(3,730)

FILSYN CORPORATION
STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31, 2010 AND 2009
(IN THOUSANDS)

		2010		2009
		(Unaudited)		(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income (loss)	P	2,327	P	(3,730)
Increase (Decrease) in:				
Other current assets		(2,648)		427
Trade and other payables		(2,106)		4,115
Net cash flows from operating activities		2,869		42
CASH AT BEGINNING OF PERIOD		39,338		33,674
CASH AT END OF PERIOD	P	42,207	P	33,632

FILSYN CORPORATION
STATEMENT OF CHANGES IN CAPITAL DEFICIENCY
For the Period ended March 31, 2010 and 2009
(IN THOUSANDS)

		<u>2010</u> (Unaudited)	<u>2009</u> (Unaudited)
CAPITAL STOCK - P5 par value			
Class A:			
	Authorized -	144,000,000 shares	
	Issued -	123,747,707 shares	P 618,739 P 618,739
Class B:			
	Authorized -	96,000,000 shares	
	Issued -	82,498,494 shares	
		<u>412,492</u>	<u>412,492</u>
		<u>1,031,231</u>	<u>1,031,231</u>
ADDITIONAL PAID-IN CAPITAL		<u>143,590</u>	<u>143,590</u>
DEFICIT			
	Balance, beginning	1,674,577	1,659,533
	Net income (loss) for the period	<u>2,327</u>	<u>(3,730)</u>
		<u>1,672,250</u>	<u>1,663,263</u>
TOTAL CAPITAL DEFICIENCY		<u>P 497,429 P 488,442</u>	

FILSYN CORPORATION
NOTES TO FINANCIAL STATEMENTS AND DISCLOSURES
MARCH 31, 2010

BASIS FOR THE PREPARATION OF THE FINANCIAL STATEMENTS

1. That the said interim financial statements as of March 31, 2010 have been prepared in accordance with accounting principles generally accepted in the Philippines as set forth in Philippine Standards Reporting Standards (PFRS)
2. a) That the accounting policies and methods adopted in said interim financial statements are the same as those used in the annual financial statements as of December 31, 2009.
b) The company is still not in commercial operations.
c) The main sources of funds consist mainly of sale of remaining machinery and equipment and parts and warehouse rental income.
d) There was no major change in the financial interim statements reported.
e) There were no issuances, repurchases and repayments of debt and equity securities.
f) There were no dividends paid during the period.
g) There were no changes in the composition of the issuer during the interim period.
h) There were no changes in contingent liabilities and contingent assets since December 31, 2009.
i) There are no material contingencies and any other credits or transactions existing that will materially affect interim financial statements.

3. Aging Receivables:

<u>1-60 days</u>	<u>61-90 days</u>	<u>91-120 days</u>	<u>over 120 days</u>
-	-	-	16M

MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATION

Filsyn Corporation continued to generate income mainly from warehouse rentals and sale of remaining equipment which was sufficient to cover all expenses, hence, there was no need for any outside financing to sustain its operations.

The Company can satisfy its cash requirement for the next 12 months. The Company will not raise additional funds in the next 12 months.

The Company has no product research and developments for the term of the plan.

The Company cannot yet determine if its remaining equipment will be sold within the next 12 months. The Company will not purchase any plant or equipment within the next 12 months.

The Company does not expect any significant changes in the number of employees.

The Company has no plant yet to resume commercial operations. In view of the non-commercial operation of the Company, there are no material key variable and other qualitative and quantitative factors nor performance indicators nor any major risks to consider.

There can be no comparable discussions to assess material changes during the interim period because of the non-commercial operation of the Company.

There are no events that will trigger direct or contingent financial obligation that is material to the Company. There are no material off-balance sheet transactions, arrangements, obligations (including contingent obligations) nor any other relationships with unconsolidated entities or other persons. There are no material commitments for capital expenditures.

There are no seasonal aspects that have material effect to the financial statements.

The main concern of the Company is how to settle the debt issue. Through the years, the Company has continuously explored all available options and finally decided to offer the Sta. Rosa property as Dacion in payment of the entire obligation to The Mortgage Trust Indenture (MTI) Creditors. The Company hopes that there will be soon a closure to this debt issue. The Company has no formal communication with the creditors through the trustees.