

# COVER SHEET

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SEC Registration Number

F I L S Y N      C O R P O R A T I O N  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

(Company's Full Name)

U N I T    8    5 B    P E A R L B A N K    C E N T R E  
1 4 6    V A L E R O    S T    M A K A T I    C I T Y

(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, 2012**

1	2
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3	1
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Month      Day  
Fiscal Year

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Month      Day  
Annual Meeting

**Not Applicable**  
Secondary License Type, if Applicable

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Dept. Requiring this Doc.

**Not Applicable**  
Amended Articles Number/Section

\_\_\_\_\_  
Total No. of Stockholders

Total Amount of Borrowings  
\_\_\_\_\_  
Domestic      \_\_\_\_\_  
Foreign

**To be accomplished by SEC Personnel concerned**

\_\_\_\_\_  
File Number

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LCU

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Document I.D.

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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, 2012

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)

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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

	Number of shares of common Title of each Class 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

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**FINANCIAL INFORMATION**

**Please see attached Financial and Management Reports.**

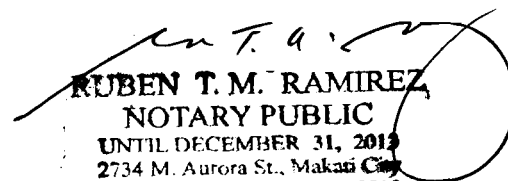
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**SIGNATURES**

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 09 2012.

  
APOLDMARIO L. POSIO  
Chief Financial Officer

**SUBSCRIBED AND SWORN** to before me this MAY 09 2012  
affiants exhibiting to me his Community Tax Certificate No. 00642738 issued on  
February 2, 2012 at Paranaque City.

  
RUBEN T. M. RAMIREZ  
NOTARY PUBLIC  
UNTIL DECEMBER 31, 2013  
2734 M. Aurora St., Makati City  
IBF O.R. NO. 868792 CY-2012  
ROLL NO. 28947 / Appt. No. M-44  
PTR No. 3173245 / 01-02-12 / Makati City

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**FILSYN CORPORATION**  
**STATEMENTS OF FINANCIAL POSITION**  
**(IN P000)**

	Unaudited	Audited
	March 31	Dec. 31
	2012	2011
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	69,395	62,101
Trade and other receivables-net	8,718	8,296
Other current assets	1,544	1,191
<b>Total Current Assets</b>	<b>79,657</b>	<b>71,588</b>
Investments and Advances - net	3,153	3,153
Prepaid retirement	29,103	29,103
Other Assets-net	898,746	899,086
	<b>1,010,659</b>	<b>1,002,930</b>
<b>LIABILITIES AND CAPITAL DEFICIENCY</b>		
<b>Current Liabilities</b>		
Trade and other payables	470,027	458,918
Restructured loans	930,132	930,132
Loans payable to a stockholder	131,520	131,520
	<b>1,531,679</b>	<b>1,520,570</b>
Deferred tax liability	8,731	8,731
<b>Capital Deficiency</b>		
Capital stock	1,031,231	1,031,231
Additional paid-in-capital	143,590	143,590
Deficit	(1,704,572)	(1,701,192)
	<b>(529,751)</b>	<b>(526,371)</b>
	<b>1,010,659</b>	<b>1,002,930</b>

**FILSYN CORPORATION**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2012 AND 2011**  
**(IN THOUSANDS)**

		2012 (Unaudited)		2011 (Unaudited)
<b>REVENUES</b>	<b>P</b>	<b>5,461</b>	<b>P</b>	<b>5,029</b>
<b>COSTS AND EXPENSES:</b>				
<b>OPERATING EXPENSES</b>		<b>4,157</b>		<b>3,674</b>
<b>FINANCIAL CHARGES - Net</b>		<b>4,683</b>		<b>4,683</b>
		<b>8,840</b>		<b>8,357</b>
<b>NET LOSS</b>	<b>P</b>	<b>3,379</b>	<b>P</b>	<b>3,328</b>
<b>TOTAL NUMBER OF SHARES</b>				
<b>ISSUED &amp; OUTSTANDING</b>		<b>206,246</b>		<b>206,246</b>
<b>LOSS PER SHARE</b>	<b>P</b>	<b>0.016383</b>	<b>P</b>	<b>0.016136</b>

**FILSYN CORPORATION**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2012 AND 2011**  
**(IN THOUSANDS)**

		<b>2012</b>		<b>2011</b>
		<b>(Unaudited)</b>		<b>(Unaudited)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net loss	P	3,379	P	3,328
Increase in:				
Other assets		435		1,032
Trade and other payables		11,108		7,452
Net cash flows from operating activities		7,294		3,092
<b>CASH AT BEGINNING OF PERIOD</b>		<b>62,101</b>		<b>58,141</b>
<b>CASH AT END OF PERIOD</b>	<b>P</b>	<b>69,395</b>	<b>P</b>	<b>61,233</b>

**FILSYN CORPORATION**  
**STATEMENT OF CHANGES IN CAPITAL DEFICIENCY**  
For the Period ended March 31, 2012 and 2011  
**(IN THOUSANDS)**

			<u>2012</u> (Unaudited)		<u>2011</u> (Unaudited)
<b>CAPITAL STOCK - P5 par value</b>					
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		412,492	412,492
				<u>1,031,231</u>	<u>1,031,231</u>
<b>ADDITIONAL PAID-IN CAPITAL</b>				<u>143,590</u>	<u>143,590</u>
<b>DEFICIT</b>					
	Balance, beginning			1,701,193	1,678,319
	Net loss for the period			3,379	3,328
				<u>1,704,572</u>	<u>1,681,647</u>
<b>TOTAL CAPITAL DEFICIENCY</b>			P	<u>529,751</u>	P
					<u>506,826</u>

**FILSYN CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS AND DISCLOSURES**  
**MARCH 31, 2012**

**BASIS FOR THE PREPARATION OF THE FINANCIAL STATEMENTS**

1. That the said interim financial statements as of March 31, 2012 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, 2011.
  - b) The company is still not in commercial operations.
  - c) The main sources of funds consist mainly of warehouse rental income and disposal of old buildings and equipment.
  - 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, 2011.
  - 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>
-	-	8.7 M	



## **MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATION**

Filsyn Corporation continued to operate, sustained by the income generated from disposal of old buildings and equipment which was sufficient to cover administrative costs and expenses, hence, there was no need for any outside financing.

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 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 plan 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.

On December 10, 2009, the BOD of the Company approved to offer the property in Sta. Rosa, Laguna as dacion in payment of the entire obligation to Chinatrust, and in case of the latter's acceptance, to offer to manage the property in trust, in consideration of management fees and trustee fees, until such time as may be agreed by the parties.

On November 2, 2010, Chinatrust accepted the proposal of the Company to fully settle its outstanding loan obligation amounting to P1.20 billion through the Sta. Rosa property as dacion in payment. Chinatrust agreed that the Group shall not be liable for any deficiency between the amount of the outstanding loan obligation and the value of the Sta. Rosa property. As at March 31, 2012, the parties have not yet formally executed the "Dacion En Pago" arrangement.