

**COVER SHEET**

3  5  8  4  1  
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, 2013**

      
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 No. of Stockholders

Total Amount of Borrowings  
        
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, 2013

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

	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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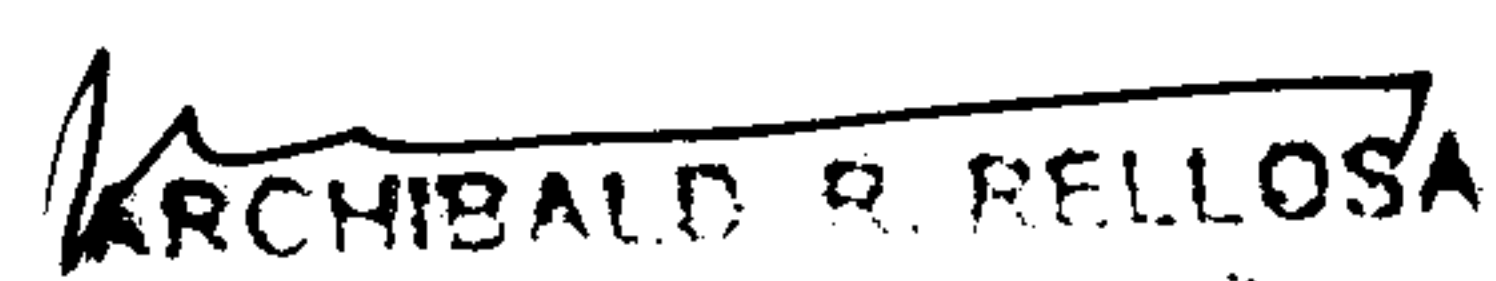
**SIGNATURES**

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 14 2013.

  
APOLINARIO L. POSIO  
Chief Financial Officer

MAY 14 2013

**SUBSCRIBED AND SWORN** to before me this \_\_\_\_\_  
affiants exhibiting to me his Community Tax Certificate No. 14928849 issued on  
January 30, 2013 at Parañaque City.

  
ARCHIBALD R. RELLOSA  
NOTARY PUBLIC  
UNITED STATES OF AMERICA  
PTR NO. 1234567890123456 CITY  
IBP NO. 1234567890123456 CITY  
APPOINTMENT (12-2013)  
MCLE EXEMPTION NO. 1-003093  
ROLL NO. 4315

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Book No. 6  
Series of 7013

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

	<b>Unaudited</b>	<b>Audited</b>
	<b>March 31</b>	<b>Dec. 31</b>
	<b>2013</b>	<b>2012</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Cash and Cash Equivalents</b>	62,772	63,902
<b>Trade and other receivables-net</b>	9,142	8,824
<b>Other current assets</b>	1,875	1,221
<b>Total Current Assets</b>	<b>73,789</b>	<b>73,947</b>
<b>Investments and Advances - net</b>	3,153	3,153
<b>Prepaid retirement</b>	17,493	17,493
<b>Other Assets-net</b>	898,746	899,417
	<b>993,181</b>	<b>994,010</b>
<b>LIABILITIES AND CAPITAL DEFICIENCY</b>		
<b>Current Liabilities</b>		
<b>Trade and other payables</b>	408,824	405,687
<b>Restructured loans</b>	930,132	930,132
<b>Loans payable to a stockholder</b>	123,150	123,150
	<b>1,462,106</b>	<b>1,458,969</b>
<b>Deferred tax liability</b>	73,578	73,578
<b>Capital Deficiency</b>		
<b>Capital stock</b>	1,031,231	1,031,231
<b>Additional paid-in-capital</b>	143,590	143,590
<b>Deficit</b>	(1,717,324)	(1,713,358)
	<b>(542,503)</b>	<b>(538,537)</b>
	<b>993,181</b>	<b>994,010</b>

**FILSYN CORPORATION**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2013 AND 2012**  
**(IN THOUSANDS)**

		<b>2013</b>		<b>2012</b>
		<b>(Unaudited)</b>		<b>(Unaudited)</b>
<b>REVENUES</b>	<b>P</b>	<b>4,504</b>	<b>P</b>	<b>5,461</b>
<b>COSTS AND EXPENSES:</b>				
<b>OPERATING EXPENSES</b>		<b>3,787</b>		<b>4,157</b>
<b>FINANCIAL CHARGES - Net</b>		<b>4,683</b>		<b>4,683</b>
		<b>8,470</b>		<b>8,840</b>
<b>NET LOSS</b>	<b>P</b>	<b>3,966</b>		<b>3,379</b>
<b>TOTAL NUMBER OF SHARES ISSUED &amp; OUTSTANDING</b>		<b>206,246</b>		<b>206,246</b>
<b>LOSS PER SHARE</b>		<b>0.01923</b>		<b>0.016383</b>

**FILSYN CORPORATION**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2013 AND 2012**  
**(IN THOUSANDS)**

		<b>2013</b>		<b>2012</b>
		<b>(Unaudited)</b>		<b>(Unaudited)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net loss	P	3,966	P	3,379
Increase (Decrease) in:				
Other assets		301		435
Trade and other payables		3,137		11,108
Net cash flows from operating activities		(1,130)		7,294
<b>CASH AT BEGINNING OF PERIOD</b>		<b>63,902</b>		<b>62,101</b>
<b>CASH AT END OF PERIOD</b>	<b>P</b>	<b>62,772</b>	<b>P</b>	<b>69,395</b>

**FILSYN CORPORATION**  
**STATEMENT OF CHANGES IN CAPITAL DEFICIENCY**  
**For the Period ended MARCH 31, 2013 and 2012**  
**(IN THOUSANDS)**

			<u>2013</u> (Unaudited)		<u>2012</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	412,492		412,492
			<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		1,713,358		1,701,193
	Net loss for the period		3,966		3,379
			<u>1,717,324</u>		<u>1,704,572</u>
TOTAL CAPITAL DEFICIENCY					
			P 542,503	P	<u>529,751</u>



FILSYN CORPORATION  
 NOTES TO INTERIM FINANCIAL STATEMENTS  
 FOR THE THREE MONTHS ENDED MARCH 31, 2013

BASIS OF PREPARATIONS, STATEMENT OF COMPLIANCE AND SUMMARY OF  
 SIGNIFICANT ACCOUNTING AND FINANCIAL REPORTING POLICIES

Basis of Preparation

The accompanying interim financial statements as of March 31, 2013 have been prepared under the historical cost basis. These statements are presented in Philippine peso which is the company's functional and presentation currency under the Philippine Financial Reporting Standard (PFRS). All values are in (P000).

Statement of Compliance

- » The accompanying interim financial statements are presented in compliance with PFRS.
- » The accounting policies and methods adopted in said interim financial statements are the same as those in the annual financial statements for the year ended December 31, 2012.
- » The adoption of PAS 34 in the interim financial statements did not have any material impact on the financial position or performance of the company.
- » That the company is still not in commercial operation.
- » There were no transactions unusual in nature, size or incidents during the period that will have a material effect in the interim financial statements.
- » There were no issuances, repurchases, and repayment of debts and equity securities.
- » There were no dividends declared/paid during the period.
- » There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.
- » There were no changes in the composition of the issuer during the interim period.
- » There were no changes in contingent liabilities and contingent assets since December 31, 2012.
- » There were no material contingencies and any other credits or transactions existing that will materially affect the interim financial statements for the period ended March 31, 2013.
- » The main sources of funds consist mainly of warehouse rental income and disposal of old buildings and equipments.

	MARCH 31	
	2013	2012
Current Ratio	0.050:1	0.052:1
Debt-to-equity Ratio	CAPITAL DEFICIENCY	
Asset-to-equity Ratio	CAPITAL DEFICIENCY	
Profitability Ratio	NET LOSS	

Aging of Receivables:

1-60 days	61-90 days	91-120 days	over 120 days
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9.1 Million			

9.1 Million



## **MANAGEMENT DISCUSSION & ANALYSIS OF OPERATION**

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

The Company's losses for the last three (3) years were due to non-commercial operations. The Company has no plan yet to resume commercial operations. In view of the non-commercial operation of the Company for the last three (3) years, there were 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 last three (3) years because of the non-commercial operation of the Company.

There were no events during the last three (3) years that will trigger direct or contingent financial obligation that was material to the Company. There were for the last three (3) years no material, off-balance sheet, transactions, arrangements, obligations (including contingent obligations) nor any other relationships with unconsolidated entities or other persons. There were no material commitments for capital expenditures.

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.

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

The main concern of the Company up to now 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 P1.2 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, 2013, the parties have not yet formally executed the "Dacion En Pago" arrangement.