

PRIMEX CORPORATION AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30,2020 AND DEC. 31,2019

	UNAUDITED	AUDITED
	30-Jun-20	31-Dec-19
ASSETS		
CURRENT ASSETS		
CASH AND CASH EQUIVALENTS	40,798,558	69,792,597
RECEIVABLES	85,033,569	74,314,292
REAL ESTATE HELD FOR SALE & DEVELOPMENT COST	1,523,418,884	2,046,549,317
OTHER CURRENT ASSETS	225,942,344	286,218,911
TOTAL CURRENT ASSETS	1,875,193,355	2,476,875,117
NONCURRENT ASSETS		
RECEIVABLES - NET OF CURRENT PORTION	53,773,470	23,388,507
INVESTMENT PROPERTIES	474,780,363	83,463,177
INVESTMENT IN AN ASSOCIATE	75,000,000	75,000,000
PROPERTY AND EQUIPMENT	13,752,954	21,965,235
DEFERRED TAX ASSETS	30,106,125	30,088,329
OTHER NONCURRENT ASSETS	5,663,008	5,496,687
TOTAL NONCURRENT ASSETS	653,075,920	239,401,935
TOTAL ASSETS	2,528,269,275	2,716,277,052
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
ACCOUNTS AND OTHER PAYABLES	588,740,557	884,913,168
CONTRACT LIABILITIES	149,777,259	151,744,585
LEASE LIABILITIES - CURRENT PORTION	2,838,792	3,922,053
SUBSCRIPTION PAYABLE	56,250,000	56,250,000
TOTAL CURRENT LIABILITIES	797,606,608	1,096,829,806
NONCURRENT LIABILITIES		
LONG-TERM LOANS	618,009,201	623,981,423
LEASE LIABILITIES - NET OF CURRENT PORTION	10,468,936	10,468,936
PENSION LIABILITY	8,083,943	8,083,943
REFUNDABLE DEPOSITS	25,459,478	24,811,436
TOTAL NONCURRENT LIABILITIES	662,021,559	667,345,738
TOTAL LIABILITIES	1,459,628,167	1,764,175,544
STOCKHOLDERS' EQUITY		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF PRIMEX CORP.		
CAPITAL STOCK	332,333,333	332,333,333
ADDITIONAL PAID-IN CAPITAL	223,000,000	223,000,000
RETAINED EARNINGS	474,972,948	358,433,347
OTHER EQUITY RESERVES	39,821,375	39,821,375
REMEASUREMENT GAIN ON DEFINED BENEFIT OBLIGATION	(1,486,548)	(1,486,547)
TOTAL STOCKHOLDERS' EQUITY	1,068,641,108	952,101,508
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	2,528,269,276	2,716,277,052

**PRIMEX CORPORATION AND SUBSIDIARY
CONSOLIDATED STATEMENT OF INCOME
FOR THE PERIOD ENDED JUNE 30,2020 AND 2019**

UNAUDITED

	April 1 - June 30, 2020	Jan. 1 - June 30,2020	April 1 - June 30, 2019	Jan.1 - June 30,2019
INCOME				
REALIZED GROSS PROFIT	(11,564,436)	197,608,214	2,834,581	(11,208,024)
TOTAL INCOME	(11,564,436)	197,608,214	2,834,581	(11,208,024)
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES				
SALARIES, BONUSES, AND EMPLOYEES BENEFITS	1,624,980	3,504,266	1,814,829	3,394,352
TAXES, LICENSES, AND FEES	150,878	12,296,393	10,066,962	19,968,252
GAS AND OIL	10,406	76,680	47,904	157,759
DEPRECIATION EXPENSE	6,966,748	39,094,113	612,866	1,926,373
BROKER'S FEE	-	8,453,875	441,842	543,399
SECURITY SERVICES	548,360	1,063,970	56,467	208,643
PROFESSIONAL FEE	82,353	93,353	80,824	80,824
REPAIRS AND MAINTENANCE	19,420	79,483	9,272	65,397
MISCELLANEOUS	720,153	4,471,852	1,985,643	3,813,917
INTEREST EXPENSE	8,118,364	16,819,775	5,069,996	8,124,876
MANAGEMENT EXPENSE	-	-	-	-
RENTAL EXPENSES	-	-	150,900	846,900
TOTAL	18,241,664	85,953,761	20,337,506	39,130,692
NET INCOME (LOSS) FROM OPERATION	(29,806,100)	111,654,453	(17,502,925)	(50,338,716)
OTHER INCOME - NET				
OTHER INCOME	157,669	895,587	715,599	785,312
INTEREST INCOME	378,148	2,648,123	10,655,201	22,352,650
RENTAL INCOME	24,708,208	39,967,765	30,256,541	43,158,324
TOTAL	25,244,025	43,511,475	41,627,341	66,296,286
INCOME (LOSS) BEFORE INCOME TAX	(4,562,075)	155,165,928	24,124,416	15,957,571
PROVISION FOR INCOME TAX				
CURRENT	1,034,703	38,626,327	4,139,143	4,787,271
TOTAL	1,034,703	38,626,327	4,139,143	4,787,271
NET/CONSOLIDATED INCOME (LOSS) AFTER TAX	(5,596,778)	116,539,601	19,985,274	11,170,300
ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	(5,596,778)	116,539,601	19,985,274	11,170,300
ATTRIBUTABLE TO NON-CONTROLLING INTEREST				
TOTAL	(5,596,778)	116,539,601	19,985,274	11,170,300
COMPUTATION OF EPS IS AS FOLLOWS				
NET INCOME (LOSS)	(5,596,778)	116,539,601	19,985,274	11,170,300
DIVIDED BY WEIGHTED AVERAGE NUMBER OF COMMON SHARES	1,661,666,665	1,661,666,665	1,661,666,665	1,661,666,665
EARNINGS PER SHARE	(0.0034)	0.0701	0.0120	0.0067

**PRIMEX CORPORATION AND SUBSIDIARY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS OF JUNE 30,2020 AND 2019**

	UNAUDITED	
	30-Jun-20	30-Jun-19
CAPITAL STOCK P0.20 PAR VALUE		
AUTHORIZED - 4,500,000,000 SHARES		
ISSUED AND OUTSTANDING	332,333,333	332,333,333
SUBSCRIBED AND OUTSTANDING		
TOTAL CAPITAL STOCK	332,333,333	332,333,333
ADDITIONAL PAID-IN CAPITAL	223,000,000	223,000,000
ACTUARIAL GAIN/(LOSS) ON DEFINED BENEFIT OBLIGATION	(1,486,548)	(161,869)
RETAINED EARNINGS		
Balance at Beginning of Year	358,433,347	381,732,411
Other Equity Reserve	39,821,375	39,821,375
Net Income	116,539,601	11,170,299
Balance at End of Year	514,794,323	432,724,085
NON-CONTROLLING INTEREST		
TOTAL STOCKHOLDERS' EQUITY	1,068,641,108	987,895,549

PRIMEX CORPORATION AND SUBSIDIARY
CONSOLIDATED AGING OF CONTRACT RECEIVABLES
AS OF JUNE 30,2020

	< 30 DAYS	30 - 60 DAYS	> 60 DAYS	April 1 - June 30, 2020
	57,795,674	586,084	530,012	58,911,770
CONTRACT RECEIVABLES	<u>57,795,674</u>	<u>586,084</u>	<u>530,012</u>	<u>58,911,770</u>

PRIMEX CORPORATION AND SUBSIDIARY
CONSOLIDATED STATEMENT OF CASH FLOWS
AS OF JUNE 30, 2020 AND 2019

	30-Jun-20	30-Jun-19
CASH FLOWS FROM OPERATING ACTIVITIES		
NET INCOME (LOSS)	116,539,601	11,170,299
ADJUSTMENT FOR:		
DEPRECIATION/AMORTIZATION	39,094,113	1,926,373
OPERATING INCOME BEFORE CHANGES IN WORKING CAPITAL		
CHANGES IN OPERATING ASSETS AND LIABILITIES		
DECREASE (INCREASE) IN:		
RECEIVABLES	(10,719,277)	107,760,919
CONTRACT ASSET	-	5,095,815
REAL ESTATE HELD FOR SALE AND DEVELOPMENT	523,130,433	(110,114,978)
LAND AND IMPROVEMENT		
OTHER CURRENT ASSETS	60,276,567	(683,491)
INCREASE (DECREASE) IN:		
ACCOUNTS AND OTHER PAYABLES	(299,223,198)	(103,270,175)
REFUNDABLE DEPOSIT	648,042	8,792,914
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	429,746,282	(79,322,324)
CASH FLOWS FROM INVESTING ACTIVITIES:		
(ACQUISITION) DISPOSALS OF PROPERTY AND EQUIPMENT	(30,881,832)	(300,424)
DECREASE (INCREASE) IN:		
INVESTMENT PROPERTIES	(391,317,186)	
OTHER NONCURRENT ASSETS	(184,117)	(27,003,511)
RECEIVABLES-NET OF CURRENT PORTION	(30,384,963)	
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(452,768,099)	(27,303,935)
CASH FLOWS FROM FINANCING ACTIVITIES:		
INCREASE (DECREASE) IN CAPITAL	-	
LONG TERM LOAN	(5,972,222)	130,000,000
PROCEEDS FROM ISSUANCE OF CAPITAL STOCK	-	
DIVIDEND PAID		
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	(5,972,222)	130,000,000
NET INCREASE (DECREASE) IN CASH ON HAND AND IN BANK	(28,994,039)	23,373,741
CASH ON HAND AND IN BANK AT BEGINNING OF YEAR	69,792,597	42,093,963
CASH ON HAND AND IN BANK AT END OF QUARTER	40,798,558	65,467,706