

**PITC PHARMA, INC.**

(A subsidiary of the Philippine International Trading Corporation)

**STATEMENT OF CASH FLOWS****For the year ended December 31, 2013**

(With corresponding figures for 2012)

(In Philippine Peso)

	Notes	2013	2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash inflows			
Cash receipts from sales/receivables		<b>303,778,954</b>	70,801,159
Interest income		<b>77,823</b>	104,397
Miscellaneous receipts		<b>1,306,276</b>	305,576
Deposits, retention fees and bonds		<b>15,063,198</b>	7,249,030
Return of excess cash advances		<b>272,589</b>	36,793
Total cash inflows		<b>320,498,840</b>	78,496,955
Cash outflows			
Payment to suppliers of goods for trade		<b>209,001,182</b>	55,674,035
Payment of operating expenses		<b>11,067,140</b>	8,446,017
Remittance to BIR		<b>20,637,373</b>	6,959,281
Return of bonds		<b>10,709,138</b>	4,107,836
Payment of manpower services		<b>19,213,366</b>	17,782,674
Total cash outflows		<b>270,628,199</b>	92,969,843
Net cash provided by (used in) operating activities		<b>49,870,641</b>	(14,472,888)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of furniture and equipment		<b>(101,100)</b>	(37,000)
Net cash used in investing activities		<b>(101,100)</b>	(37,000)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payment of interest on loan		<b>(10,212,834)</b>	-
Net cash used in financing activities		<b>(10,212,834)</b>	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		<b>39,556,707</b>	(14,509,888)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR		<b>3,917,857</b>	18,427,745
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	4	<b>43,474,564</b>	3,917,857

The notes on pages 9 to 21 form part of these financial statements.