

Angelie Ramirez

From: IECEP Finance [iecep.finance@gmail.com]
Sent: Friday, April 06, 2018 5:02 PM
To: Angelie Ramirez
Subject: Fwd: Tax Return Receipt Confirmation

----- Forwarded message -----

From: IECEP Secretariat <iecep.secretariat@gmail.com>
Date: Fri, Apr 6, 2018 at 3:56 PM
Subject: Fwd: Tax Return Receipt Confirmation
To: iecep.finance <iecep.finance@gmail.com>

IECEP Secretariat

Telefax: 687-71-87

Globe: 0917-116-3618

Smart: 0919-829-1971

Office Address: Suite 712 Cityland Shaw Tower, Shaw Blvd. cor. St. Francis
st. Mandaluyong City

----- Forwarded message -----

From: <sbirforms-noreply@bir.gov.ph>
Date: Fri, Apr 6, 2018 at 3:57 PM
Subject: Tax Return Receipt Confirmation
To: iecep.secretariat@gmail.com

This confirms receipt of your submission with the following details subject to validation by BIR:

File name: 278184152000-1702EX-1217.xml

Date received by BIR: 6 April 2018

Time received by BIR: 03:27 PM

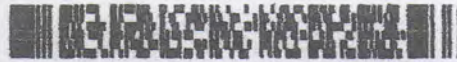
Penalties may be imposed for any violation of the provisions of the NIRC and issuances thereof.

FOR RETURNS WITH PAYMENT

Please print this e-mail together with the RETURN and proceed to pay through the Authorized Agent Bank /
Collection Agent / GCASH or use other payment options.

This is a system-generated email. Please do not reply.

Bureau of Internal Revenue



| | | |
|---|--|---|
| Republika ng Pilipinas Kagawaran ng Pananalapi Kawanihan ng Rentas Internas | <h3 style="margin: 0;">Annual Income Tax Return</h3> <p style="font-size: small; margin: 0;">For Use ONLY by Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT Under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income</p> <p style="font-size: x-small; margin: 0;">Enter all required information in CAPITAL LETTERS using BLACK ink. Mark applicable boxes with an 'X'. Two copies MUST be filed with the BIR and one held by the taxpayer.</p> | BIR Form No. <h2 style="margin: 0;">1702-EX</h2> June 2013 Page 1 |
|---|--|---|

| | | | | | | | | | |
|--|--|---|---|--------|---|-------------------------------------|--------|----------------------------------|--------------------------|
| 1 For <input checked="" type="checkbox"/> Calendar <input type="checkbox"/> Fiscal 2 Year Ended (MM/20YY) 12 / 20 17 | 3 Amended Return? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 4 Short Period Return? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 5 Alphanumeric Tax Code (ATC) <table style="width:100%; border: none;"> <tr> <td style="border: 1px solid black; padding: 2px;">IC 011</td> <td style="border: 1px solid black; padding: 2px;">Exempt Corporation on Exempt Activities</td> <td style="border: 1px solid black; padding: 2px; text-align: center;"><input checked="" type="checkbox"/></td> </tr> <tr> <td style="border: 1px solid black; padding: 2px;">IC 021</td> <td style="border: 1px solid black; padding: 2px;">General Professional Partnership</td> <td style="border: 1px solid black; padding: 2px; text-align: center;"><input type="checkbox"/></td> </tr> </table> | IC 011 | Exempt Corporation on Exempt Activities | <input checked="" type="checkbox"/> | IC 021 | General Professional Partnership | <input type="checkbox"/> |
| IC 011 | Exempt Corporation on Exempt Activities | <input checked="" type="checkbox"/> | | | | | | | |
| IC 021 | General Professional Partnership | <input type="checkbox"/> | | | | | | | |

| Part I - Background Information | | | | | | | | | |
|--|---------------------------------|------------|---|--|--|--|--|--------------|--|
| 6 Taxpayer Identification Number (TIN) | 2 7 8 - 1 8 4 - 1 5 2 - 0 0 0 0 | 7 RDO Code | 0 4 1 | | | | | | |
| 8 Date of Incorporation/Organization (MM/DD/YYYY) | 0 3 / 1 4 / 2 0 0 5 | | | | | | | | |
| 9 Registered Name (Enter only 1 letter per box using CAPITAL LETTERS) | | | | | | | | | |
| I N S T I T U T E O F E L E C T R O N I C S E N G I N E E R S O F T H E P H I L I P P I N E S I N C . | | | | | | | | | |
| 10 Registered Address (Indicate complete registered address) | | | | | | | | | |
| U 7 1 2 C I T Y L A N D S H A W T O W E R S H A W B O U L E V A R D M A N D A L U Y O N G C I T Y | | | | | | | | | |
| 11 Contact Number | | | | | 12 Email Address | | | | |
| 6 8 7 7 - 1 8 7 | | | | | lecep.secretariat@gmail.com | | | | |
| 13 Main Line of Business | | | | | | | | 14 PSIC Code | |
| A C T I V I T I E S O F P R O F E S S I O N A L O R G A N I Z A T I O N S | | | | | | | | 0 0 0 0 | |
| 15 Method of Deduction Itemized Deductions [Sections 34 (A-J), NIRC] | | | | | | | | | |
| 16 Legal Basis of Tax Relief/Exemption (Specify) | | | | | 17 Investment Promotion Agency (IPA)/Government Agency | | | | |
| RA | | | | | PRC | | | | |
| 18 Registered Activity/Program (Reg. No.) | | | 19 Effectivity Date of Tax Relief/Exemption | | | | | | |
| 0 0 0 | | | From 0 1 / 0 5 / 2 0 1 4 To 0 1 / 0 5 / 2 0 2 0 | | | | | | |

| Part II - Total Tax Payable (Do NOT enter Centavos) | |
|---|-----------|
| 20 Total Income Tax Due (From Part IV Item 41) | 0 0 0 |
| 21 Add: Penalty - Compromise | 0 |
| 22 TOTAL AMOUNT PAYABLE (Sum of Items 20 & 21) | 0 |

We declare under the penalties of perjury, that this annual return has been made in good faith, verified by us, and to the best of our knowledge and belief, is true and correct pursuant to the provisions of the National Internal Revenue Code, as amended, and the regulations issued under authority thereof. (If Authorized Representatives, attach authorization letter and indicate TIN.)

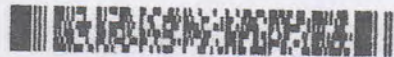
| | |
|--|---|
| Signature over printed name of President/Principal Officer/ Authorized Representative Title of Signatory TREASURER | Signature over printed name of Treasurer/Assistant Treasurer PINKY C. [Signature] Number of pages filed |
| 23 Community Tax Certificate (CTC) Number/SEC Reg. No. | 24 Date of Issue (MM/DD/YYYY) |
| 2 0 0 5 0 4 0 4 1 | 0 3 / 1 4 / 2 0 0 5 |
| 25 Place of Issue | 26 Amount, if CTC |
| MANDALUYONG CITY | 0 |

| Part III - Details of Payment | | | | |
|-------------------------------|---------------------|--------|-------------------|--------|
| Details of Payment | Drawee Bank/ Agency | Number | Date (MM/DD/YYYY) | Amount |
| 27 Cash/Bank Debit Memo | | | / / | 0 |
| 28 Check | | | / / | 0 |
| 29 Tax Debit Memo | | | / / | 0 |
| 30 Others (Specify Below) | | | / / | 0 |

| | |
|--|---|
| Machine Validation / Revenue Official Receipt Details (if not filed with an Authorized Agent Bank) | Stamp of receiving Office/AAB and Date of Receipt (RO's Signature/Bank Teller's Initial) |
|--|---|

Annual Income Tax Return
Page 2

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June 2013



1702-EX06/13P2

TIN

Registered Name

2 | 7 | 8 | 1 | 8 | 4 | 1 | 5 | 2 | 0 | 0 | 0 | 0

INSTITUTE OF ELECTRONICS ENGINEERS O

Part IV - Computation of Tax

(Do NOT enter Centavos)

| | |
|--|------------|
| 31 Net Sales/Revenues/Receipts/Fees (From Schedule 1 Item 6) | 14,202,981 |
| 32 Less: Cost of Sales/Services (From Schedule 2 Item 27) | 0 |
| 33 Gross Income from Operation (Item 31 Less Item 32) | 14,202,981 |
| 34 Add: Other Taxable Income Not Subjected to Final Tax (From Schedule 3 Item 4) | 0 |
| 35 Total Gross Income (Sum of Items 33 & 34) | 14,202,981 |

Less: Deductions Allowable under Existing Law

| | |
|--|-----------|
| 36 Ordinary Allowable Itemized Deductions (From of Schedule 4 Item 40) | 9,944,692 |
| 37 Special Allowable Itemized Deductions (From Schedule 5 Item 5) | 0 |
| 38 Total Itemized Deductions (Sum of Items 36 & 37) | 9,944,692 |

| | |
|--|-----------|
| 39 Net Taxable Income (Item 35 Less Item 38) | 4,258,289 |
| 40 Income Tax Rate | 0% |
| 41 Total Income Tax Due (Item 39 X Item 40) (To Part II Item 20) | 0 0 0 |

Part V - Tax Relief Availment

| | |
|---|-----------|
| 42 Regular Income Tax Otherwise Due (30% of Part IV Item 39) | 1,277,487 |
| 43 Special Allowable Itemized Deductions (30% of Part IV Item 37) | 0 |
| 44 Total Tax Relief Availment (Sum of Items 42 & 43) | 1,277,487 |

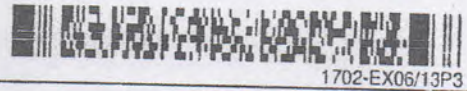
Part VI - Information - External Auditor/Accredited Tax Agent

| | | |
|---|---|-----------------------------|
| 45 Name of External Auditor/Accredited Tax Agent | | |
| JESON G. MARCIAL | | |
| 46 TIN | 9 1 2 5 3 4 6 0 1 0 0 0 | |
| 47 Name of Signing Partner (If External Auditor is a Partnership) | | |
| | | |
| 48 TIN | | |
| 49 BIR Accreditation No. | 50 Issue Date (MM/DD/YYYY) | 51 Expiry Date (MM/DD/YYYY) |
| 0 8 - 0 0 5 7 9 3 - 0 0 1 - 2 0 1 6 | 0 9 / 3 0 / 2 0 1 6 | 0 9 / 3 0 / 2 0 1 9 |

Annual Income Tax Return

Page 3 - Schedules 1 & 2

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| | |
|---|---|
| TIN | Registered Name |
| 2 7 8 1 8 4 1 5 2 0 0 0 0 | INSTITUTE OF ELECTRONICS ENGINEERS O |

Schedule 1 - Sales/Revenues/Receipts/Fees *(Attach additional sheet/s, if necessary)*

| | |
|---|------------|
| 1 Sale of Goods/Properties | 0 |
| 2 Sale of Services | 14,202,981 |
| 3 Lease of Properties | 0 |
| 4 Total <i>(Sum of Items 1 to 3)</i> | 14,202,981 |
| 5 Less: Sales Returns, Allowances and Discounts | 0 |
| 6 Net Sales/Revenues/Receipts/Fees <i>(Item 4 Less Item 5) (To Part IV Item 31)</i> | 14,202,981 |

Schedule 2 - Cost of Sales *(Attach additional sheet/s, if necessary)*

Schedule 2A - Cost of Sales (For those Engaged in Trading)

| | |
|---|---|
| 1 Merchandise Inventory - Beginning | 0 |
| 2 Add Purchase of Merchandise | 0 |
| 3 Total Goods Available for Sale <i>(Sum of Items 1 & 2)</i> | 0 |
| 4 Less: Merchandise - Ending | 0 |
| 5 Cost of Sales <i>(Item 3 Less Item 4) (To Schedule 2 Item 27)</i> | 0 |

Schedule 2B - Cost of Sales (For those Engaged in Manufacturing)

| | |
|--|---|
| 6 Direct Materials, Beginning | 0 |
| 7 Add: Purchases of Direct Materials | 0 |
| 8 Materials Available for Use <i>(Sum of Items 6 & 7)</i> | 0 |
| 9 Less: Direct Materials, Ending | 0 |
| 10 Raw Materials Used <i>(Item 8 Less Item 9)</i> | 0 |
| 11 Direct Labor | 0 |
| 12 Manufacturing Overhead | 0 |
| 13 Total Manufacturing Cost <i>(Sum of Items 10, 11 & 12)</i> | 0 |
| 14 Add: Work in Process, Beginning | 0 |
| 15 Less: Work in Process, Ending | 0 |
| 16 Cost of Goods Manufactured <i>(Sum of Items 13 & 14 Less Item 15)</i> | 0 |
| 17 Add: Finished Goods, Beginning | 0 |
| 18 Less: Finished Goods, Ending | 0 |
| 19 Cost of Goods Manufactured and Sold <i>(Sum of Items 16 & 17 Less Item 18) (To Schedule 2 Item 27)</i> | 0 |

Schedule 2C - Cost of Services

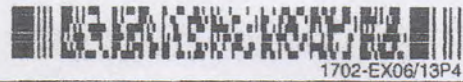
(For those engaged in Services, indicate only those directly incurred or related to the gross revenue from rendition of services)

| | |
|--|---|
| 20 Direct Charges - Salaries, Wages and Benefits | 0 |
| 21 Direct Charges - Materials, Supplies and Facilities | 0 |
| 22 Direct Charges - Depreciation | 0 |
| 23 Direct Charges - Rental | 0 |
| 24 Direct Charges - Outside Services | 0 |
| 25 Direct Charges - Others | 0 |
| 26 Total Cost of Services <i>(Sum of Items 20 to 25) (To Schedule 2 Item 27)</i> | 0 |
| 27 Total Cost of Sales/Services <i>(Sum of Items 5, 19 & 26, if applicable) (To Part IV Item 32)</i> | 0 |

Annual Income Tax Return

Page 4 - Schedules 3 & 4

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| | |
|---|--------------------------------------|
| TIN | Registered Name |
| 2 7 8 1 8 4 1 5 2 0 0 0 0 | INSTITUTE OF ELECTRONICS ENGINEERS O |

| Schedule 3 - Other Taxable Income Not Subjected to Final Tax <i>(Attach additional sheet/s, if necessary)</i> | |
|---|---|
| 1 | 0 |
| 2 | 0 |
| 3 | 0 |
| 4 Total Other Taxable Income Not Subjected to Final Tax <i>(Sum of Items 1 to 3) (To Part IV Item 34)</i> | 0 |

| Schedule 4 - Ordinary Allowable Itemized Deductions <i>(Attach additional sheet/s, if necessary)</i> | |
|--|-----------|
| 1 Advertising and Promotions | 11,200 |
| Amortizations <i>(Specify on Items 2, 3 & 4)</i> | |
| 2 | 0 |
| 3 | 0 |
| 4 | 0 |
| 5 Bad Debts | 0 |
| 6 Charitable Contributions | 0 |
| 7 Commissions | 66,972 |
| 8 Communication, Light and Water | 112,986 |
| 9 Depletion | 0 |
| 10 Depreciation | 180,057 |
| 11 Director's Fees | 59,338 |
| 12 Fringe Benefits | 0 |
| 13 Fuel and Oil | 7,908 |
| 14 Insurance | 0 |
| 15 Interest | 30,838 |
| 16 Janitorial and Messengerial Services | 0 |
| 17 Losses | 0 |
| 18 Management and Consultancy Fee | 0 |
| 19 Miscellaneous | 21,258 |
| 20 Office Supplies | 302,506 |
| 21 Other Services | 0 |
| 22 Professional Fees | 511,828 |
| 23 Rental | 318,684 |
| 24 Repairs and Maintenance - (Labor or Labor & Materials) | 0 |
| 25 Repairs and Maintenance - (Materials/Supplies) | 5,909 |
| 26 Representation and Entertainment | 66,445 |
| 27 Research and Development | 0 |
| 28 Royalties | 0 |
| 29 Salaries and Allowances | 1,005,008 |

Annual Income Tax Return
Page 5 - Schedules 4, 5 & 6

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June 2013



1702-EX06/13P5

| | |
|---|--------------------------------------|
| TIN | Registered Name |
| 2 7 8 1 8 4 1 5 2 0 0 0 0 | INSTITUTE OF ELECTRONICS ENGINEERS O |

Schedule 4 - Ordinary Allowable Itemized Deductions (Continued from Previous Page)

| | |
|--|--------------------------|
| 30 Security Services | 0 |
| 31 SSS, GSIS, Philhealth, HDMF and Other Contributions | 1 0 3 , 2 4 2 |
| 32 Taxes and Licenses | 1 6 , 8 0 6 |
| 33 Tolling Fees | 0 |
| 34 Training and Seminars | 6 3 , 5 7 7 |
| 35 Transportation and Travel | 4 9 , 5 2 8 |
| Others (Specify below: Add additional sheet(s) if necessary) | |
| 36 EVENT VENUE | 2 , 3 3 8 , 0 5 1 |
| 37 ADMINISTRATIVE, CPD, POSTAGE AND | 1 , 1 5 1 , 0 5 5 |
| 38 SOUVENIERS AND PLAQUES | 5 3 3 , 0 4 6 |
| 39 OTHERS | 2 , 9 8 8 , 4 5 0 |
| 40 Total Ordinary Allowable Itemized Deductions (Sum of Items 1 to 39) (To Part IV Item 36) | 9 , 9 4 4 , 6 9 2 |

Schedule 5 - Special Allowable Itemized Deductions (Attach additional sheets, if necessary)

| Description | Legal Basis | Amount |
|---|-------------|----------|
| 1 | | 0 |
| 2 | | 0 |
| 3 | | 0 |
| 4 | | 0 |
| 5 Total Special Allowable Itemized Deductions (Sum of Items 1 to 4) (To Part IV Item 37) | | 0 |

Schedule 6 - Reconciliation of Net Income per Books Against Taxable Income (Attach additional sheets, if necessary)

| | |
|---|--------------------------|
| 1 Net Income/(Loss) per books | 4 , 2 7 0 , 7 4 8 |
| Add: Non-deductible Expenses/Taxable Other Income | |
| 2 | 0 |
| 3 | 0 |
| 4 Total (Sum of Items 1 to 3) | 4 , 2 7 0 , 7 4 8 |
| Less: A) Non-taxable Income and Income Subjected to Final Tax | |
| 5 INTEREST INCOME | 1 2 , 4 5 9 |
| 6 | 0 |
| B) Special Deductions | |
| 7 | 0 |
| 8 | 0 |
| 9 Total (Sum of Items 5 to 8) | 1 2 , 4 5 9 |
| 10 Net Taxable Income (Loss) (Item 4 Less Item 9) | 4 , 2 5 8 , 2 8 9 |

Annual Income Tax Return
Page 7 - Schedules 9 & 10

BIR Form No.
1702-EX
June 2013



1702-EX06/13P7

TIN
2 | 7 | 8 | 1 | 8 | 4 | 1 | 5 | 2 | 0 | 0 | 0 | 0

Registered Name
INSTITUTE OF ELECTRONICS ENGINEERS O

Schedule 9- Supplemental Information (Attach additional sheet/s, if necessary)

| I) Gross Income/Receipts Subjected to Final Withholding | A) Exempt | B) Actual Amount/Fair Market Value/Net Capital Gains | C) Final Tax Withheld/Paid |
|---|-----------|--|----------------------------|
| 1 Interests | 0 | 0 | 0 |
| 2 Royalties | 0 | 0 | 0 |
| 3 Dividends | 0 | 0 | 0 |
| 4 Prizes and Winnings | 0 | 0 | 0 |

| II) Sale/Exchange of Real Properties | A) Sale/Exchange #1 | B) Sale/Exchange #2 |
|---|---------------------|---------------------|
| 5 Description of Property (e.g., land, improvement, etc.) | | |
| 6 OCT/TCT/CCT/Tax Declaration No. | | |
| 7 Certificate Authorizing Registration (CAR) No. | | |
| 8 Actual Amount/Fair Market Value/Net Capital Gains | 0 | 0 |
| 9 Final Tax Withheld/Paid | 0 | 0 |

| III) Sale/Exchange of Shares of Stock | A) Sale/Exchange #1 | B) Sale/Exchange #2 |
|--|---------------------|---------------------|
| 10 Kind (PS/CS) / Stock Certificate Series No. | P S / | P S / |
| 11 Certificate Authorizing Registration (CAR) No. | | |
| 12 Number of Shares | 0 | 0 |
| 13 Date of Issue (MM/DD/YYYY) | / / | / / |
| 14 Actual Amount/Fair Market Value/Net Capital Gains | 0 | 0 |
| 15 Final Tax Withheld/Paid | 0 | 0 |

| IV) Other Income (Specify) | A) Other Income #1 | B) Other Income #2 |
|--|--------------------|--------------------|
| 16 Other Income Subject to Final Tax Under Sections 57(A)/127/others of the Tax Code, as amended (Specify) | | |
| 17 Actual Amount/Fair Market Value/Net Capital Gains | 0 | 0 |
| 18 Final Tax Withheld/Paid | 0 | 0 |

19 Total Final Tax Withheld/Paid (Sum of Items 1C to 4C, 9A, 9B, 15A, 15B, 18A & 18B) 0

Schedule 10- Gross Income/Receipts Exempt from Income Tax

1 Return of Premium (Actual Amount/Fair Market Value) 0

| I) Personal/Real Properties Received thru Gifts, Bequests, and Devises | A) Personal/Real Properties #1 | B) Personal/Real Properties #2 |
|--|--------------------------------|--------------------------------|
| 2 Description of Property (e.g., land, improvement, etc.) | | |
| 3 Mode of Transfer (e.g. Donation) | | |
| 4 Certificate Authorizing Registration (CAR) No. | | |
| 5 Actual Amount/Fair Market Value | 0 | 0 |

| II) Other Exempt Income/Receipts | A) Other Exempt Income #1 | B) Other Exempt Income #2 |
|--|---------------------------|---------------------------|
| 6 Other Exempt Income/Receipts Under Sec. 32 (B) of the Tax Code, as amended (Specify) | | |
| 7 Actual Amount/Fair Market Value/Net Capital Gains | 0 | 0 |

8 Total Income/Receipts Exempt from Income Tax (Sum of Items 1, 5A, 5B, 7A & 7B) 0

COVER SHEET for AUDITED FINANCIAL STATEMENTS

SEC Registration Number

| | | | | | | | | | |
|----|---|---|---|---|---|---|---|---|---|
| CN | 2 | 0 | 0 | 5 | 0 | 4 | 0 | 4 | 1 |
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COMPANY NAME

| | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
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| I | N | S | T | I | T | U | T | E | | O | F | | E | L | E | C | T | R | O | N | I | C | S | | | | | |
| E | N | G | I | N | E | E | R | S | | O | F | | T | H | E | | P | H | I | L | I | P | P | I | N | E | S | |
| I | N | C | . | | | | | | | | | | | | | | | | | | | | | | | | | |
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PRINCIPAL OFFICE

| | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|----|---|---|---|---|---|---|---|---|
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| S | H | A | W | | B | O | U | L | E | V | A | R | D | | C | O | R | . | | S | T. | | F | R | A | N | C | I | S |
| S | T | . | | M | A | N | D | A | L | U | Y | O | N | G | | C | I | T | Y | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Form Type

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| A | A | F | S |
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Department requiring the report

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|---|---|---|
| C | R | M |
|---|---|---|

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|--|--|--|--|
| | | | |
|--|--|--|--|

COMPANY INFORMATION

Company's Email Address

iecep.secretariat@gmail.com

Company's Telephone Number/s

687-7187

Mobile Number

N/A

No. of Stockholders

11

Annual Meeting (Month/Day)

NONE

Fiscal Year (Month/Day)

12 / 31

CONTACT PERSON INFORMATION

The Designated contact person ***MUST*** be an Officer of the Corporation

Name of Contact Person

Pinky Tumuliluan

Email Address

Telephone Number/s

Mobile Number

687-7187

CONTACT PERSON'S ADDRESS

Suite 712, Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City

NOTE: 1. In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.

2. All Boxes must be properly and completely filled-up. Failure to do so shall cause the delay in updating the corporation's records with the Commission and/or non-accept of Notice of Deficiencies. Further, non-accept of Notice of Deficiencies shall not excuse the corporation from liability for its deficiencies.

SEC Number : CN 200504041
TIN Number : 278184152000

INSTITUTE OF ELECTRONICS ENGINEERS
OF THE PHILIPPINES, INC.
(Company's Full Name)

712 CITYLAND SHAW TOWER, SHAW BOULEVARD,
MANDALUYONG CITY
(Company's Local Address)

687-7187
(Telephone Number)

AUDITED FINANCIAL STATEMENT
(Type of Report)

N / A
Amendment Designation (If Applicable)

December 31, 2017
Period Ended Date

N / A
(Secondary License Type and File Number)

INDEPENDENT AUDITOR'S REPORT

To The Board of Directors and Stockholders
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower,
Shaw Boulevard, Mandaluyong City

Opinion

I have audited the financial statements of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** which comprise the statement of financial position as at December 31, 2017 and 2016 and the statement of comprehensive income, changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES INC.** as at December 31, 2017 and 2016 and its financial performance and its cash flows for the year then ended in accordance with Philippine Financial Reporting Standards for SMEs.

Basis for Opinion

I concluded my audit in accordance with Philippine Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the financial statements section of my report. I am independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA code), and I have fulfilled our other ethical responsibilities in accordance with the IESBA Code. I believed that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key audit matters are those matters that, in my professional judgment, were of most significant in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or have no realistic alternative but to do so.

23 APR 2018

Auditor's Responsibilities for the Audit of the Financial Statements

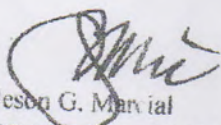
My objective are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not guarantee that the an audit conducted in accordance with Philippine Standard of Audit will always detect material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individual or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to the risks, and obtain audit evidence that is sufficient and appropriate to provide as basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my report's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements. I am responsible for the direction, supervision and performance of my audit. I remain solely responsible for my audit.

23 APR 2013

Report on the supplementary information required under Revenue Regulatory 15-2010 of the Bureau of Internal Revenue

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on taxes and license fee to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of the management of **INSTITUTE OF THE ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** The information has been subjected to the auditing procedures applied in my audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Jeson G. Marcial

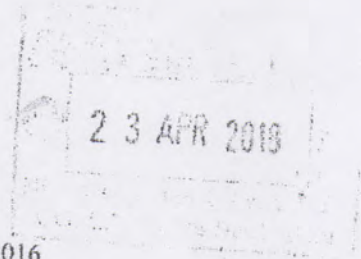
CPA Cert. No. 107355

PTR No. 6614-09 issued on January 03, 2018 in Makati City

BOA/PRC Accreditation No. 3429 issued on November 03, 2016
effective until December 31, 2019

BIR Accreditation No. 08-005793-001-2016 issued on September 30, 2016
effective until September 30, 2019

TIN: 912-534 601-000



Date signed _____

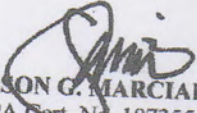
JESON G. MARCIAL, CPA
2nd floor Unit402 Graceland Place Ponte Street Brgy. Sta Cruz. Makati City

Statements Required by Section 8-A, Revenue Regulations No. V-1

To the Board of Directors and Shareholders of
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower
Shaw Boulevard, Mandaluyong City

I have no financial interest in the Company or any family relationships with its president, manager, or principal shareholder.

The supplementary information on taxes and licenses is presented in Note 11 to the financial statements.


JESON G. MARCIAL
CPA Cert. No. 107355
BOA/PRC Accreditation No. 3429
Effective Until December 31, 2019
BIR Accreditation No. 08-005793-001-2016
Effective until September 30, 2019
TIN: 912-534-601-000
PTR No. 6614509 issued on January 3, 2018
at Makati City


Date signed: April 5, 2018

Statements Required by Rule 68, Part I, Section 3B(v)
Securities Regulation Code (SRC)
As Amended on October 20, 2011

To the Board of Directors and Shareholders of
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower
Shaw Boulevard, Mandaluyong City

I have audited the accompanying financial statements of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** as at and for the year ended December 31, 2017, on which I have rendered the attached report dated April 5, 2018.

In compliance with SRC Rule 68 and based on the certification received from the Company's corporate secretary and the results of our work done, as at December 31, 2017. I am stating that the said company has a total number of (5) stockholders owing one (1) share or more.



JESON G. MARCIAL
CPA Cert. No. 107355
BOA/PRC Accreditation No. 3429
Effective Until December 31, 2019
BIR Accreditation No. 08-005793-001-2016
Effective until September 30, 2019
TIN: 912-534-601-000
PTR No. 6614509 issued on January 3, 2018
at Makati City

Date signed: April 5, 2018

Statements Required by Rule 68, Part 1, Section 4,
Securities Regulation Code (SRC),
As Amended on October 20, 2011

To the Board of Directors and Shareholders of
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower
Shaw Boulevard, Mandaluyong City

I have audited the financial statements of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** as at and for the year ended December 31, 2017 and 2016, on which I have rendered the attached report dated April 5, 2018. The supplementary information shown in the Schedule of Philippine Financial Reporting Standards effective as at December 31, 2017, as required by Part I, Section 4 of Rule 68 of the Securities Regulation Code, is presented for purpose of filing with the Securities and Exchange Commission and is not a required part of the basic financial statements. Such supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in the audits of the basic financial statements. In my opinion, the supplementary information has been prepared in accordance with Part I, Section 4 of Rule 68 of the Securities Regulation Code.


JESON G. MARCIAL
CPA Cert. No. 107355
BOA/PRC Accreditation No. 3429
Effective Until December 31, 2019
BIR Accreditation No. 08-005793-001-2016
Effective until September 30, 2019
TIN: 912-534-601-000
PTR No. 6614509 issued on January 3, 2018
at Makati City

Date signed: April 5, 2018



INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC. (IECEP)

7th F, Suite 712 Cityland Shaw Tower, Shaw Blvd. corner St. Francis Street,
Mandaluyong City, Philippines
Tel No. (632) 687-7187 E-mail: iecep.secretariat@gmail.com

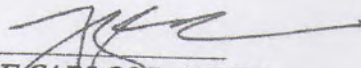
Statement of Management's Responsibility for Annual Income Tax Return

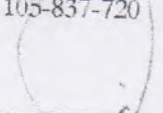
The management of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** is responsible for all information and representations contained in the Annual Income Tax Return for the year ended December 31, 2017. Management is likewise responsible for all information and representations contained in the financial statements accompanying the Annual Income Tax Return covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp returns, and any and all other tax returns.

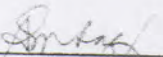
In this regard, the Management affirms that the attached audited financial statements for the year ended December 31, 2017 and the accompanying Annual Income Tax Return are in accordance with the books and records of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** complete and correct in all material respects. Management likewise affirms that:

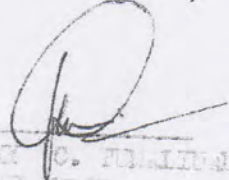
- (a) the Annual Income Tax Return has been prepared in accordance with the provisions of the National Internal Revenue Code, as amended and pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue;
- (b) any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the company's books and records in accordance with the requirements of Revenue Regulations No. 8-2007 and other relevant issuances;
- (c) the **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** has filed all applicable tax returns, reports and statements required to be filed under Philippine tax laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.

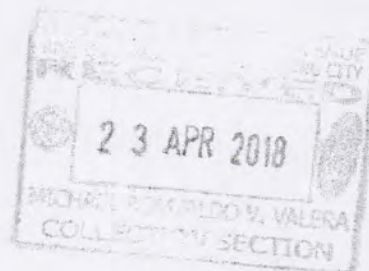
Signed under oath by:


JOSE CARLOS P. REYES
Director / Immediate Former President
TIN No. 105-837-720


AGAPITO E. SAMPAN JR.
Tax President - Emeritus
TIN No. 244-631-795


ANNE MARIE M. LAGMAY
Secretary General
TIN No. 227-942-733


PETER C. FUMALIGA
TREASURER
202-058-045





**INSTITUTE OF ELECTRONICS ENGINEERS
OF THE PHILIPPINES, INC. (IECEP)**

7th F, Suite 712 Cityland Shaw Tower, Shaw Blvd. corner St. Francis Street,
Mandaluyong City, Philippines
Tel. No. (632) 687-7187 E-mail: iecep.secretariat@gmail.com

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

SECURITIES AND EXCHANGE COMMISSION (SEC)
G/F Secretariat Building
PICC Complex, Roxas Boulevard
Pasay City, 1307

The management of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** is responsible for the preparation and fair presentation of the financial statements, including the schedules attached therein, for the years ended December 31, 2017 and 2016, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

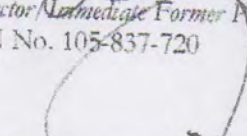
In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative to do so.

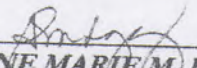
The Board of Directors is responsible for overseeing the company's financial reporting process.

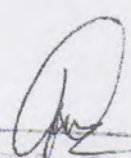
The Board of Directors reviews and approves the financial statements, including the schedules attached therein, and submits the same to the stockholders.

JESON G. MARCIAL, the independent auditor appointed by the stockholders, has audited the financial statements of the company in accordance with Philippine Standards on Auditing, and in her report to the stockholders, have expressed her opinion on the fairness of presentation upon completion of such audit.


JOSE CARLOS P. REYES
Director/Alternate Former President
TIN No. 105-837-720


AGAPITO T. ZINAMPAN JR.
Vice President - Education
TIN No. 244-651-793


ANNE MARIE M. LAGMAY
Secretary General
TIN No. 227-942-733


23 APR 2018

Signed this ____ day of _____, 2018

Institute of Electronics Engineers

Of the Philippines, Inc.

712 Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City

Financial Statements

As at and for the year ended December 31, 2017 and 2016

JESON G. MARCIAL, CPA

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
(A Non-Stock, Non-Profit Organization)

STATEMENT OF FINANCIAL POSITION

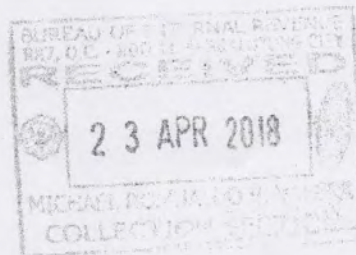
December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Pesos)

| | <i>Notes</i> | | 2017 | | 2016 |
|-------------------------------------|--------------|---|-------------------|---|-------------------|
| ASSETS | | | | | |
| Current Assets: | | | | | |
| Cash and Cash Equivalents | 4 | P | 15,854,630 | P | 10,888,828 |
| Receivables | 5 | | 1,573,934 | | 1,253,217 |
| Total Current Assets | | P | 17,428,564 | P | 12,142,045 |
| Non-Currents: | | | | | |
| Property and Equipment - net | 6 | | 1,639,949 | | 1,865,267 |
| Other Non Current Assets | | | 8,958 | | 8,958 |
| Total Non-Current Assets | | P | 1,648,907 | | 1,874,225 |
| TOTAL ASSETS | | P | 19,077,471 | P | 14,016,270 |
| LIABILITIES AND EQUITY | | | | | |
| Current Liabilities | | | | | |
| Accrued Expenses and Other Payables | 7 | P | 1,215,578 | | 425,125 |
| TOTAL LIABILITIES | | P | 1,215,578 | P | 425,125 |
| EQUITY | | | | | |
| Fund Balance | 8 | P | 17,861,893 | P | 13,591,145 |
| TOTAL EQUITY | | | 17,861,893 | | 13,591,145 |
| TOTAL LIABILITIES EQUITY | | P | 19,077,471 | P | 14,016,270 |

(See Notes to Financial Statements)



INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENTS OF REVENUES AND EXPENSES

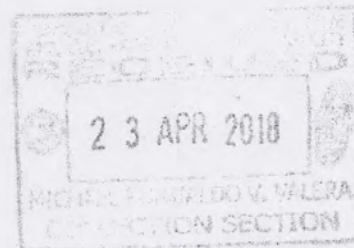
For the year ended December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Peso)

| | Notes | 2017 | | 2016 | |
|---------------------------------------|-------|------|------------|------|------------|
| REVENUES | 9 | P | 14,202,981 | P | 14,428,388 |
| GROSS PROFIT | | P | 14,202,981 | P | 14,428,388 |
| GENERAL AND ADMINISTRATIVE EXPENSES | 10 | | 9,944,692 | | 10,638,884 |
| NET INCOME (LOSS) before other income | | P | 4,258,289 | P | 3,789,504 |
| OTHER INCOME/EXPENSES | | | | | |
| Interest Income | | | 12,459 | | 1,718 |
| NET INCOME (LOSS) BEFORE INCOME TAX | | P | 4,270,748 | P | 3,791,222 |
| NET INCOME (LOSS) FOR THE YEAR | | P | 4,270,748 | P | 3,791,222 |

(See Notes to Financial Statements)



INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF CASH FLOWS

For the year ended December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Peso)

| | Notes | 2017 | 2016 |
|--|----------|-------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Net loss before income taxes | P | 4,270,748 | P 3,791,222 |
| Adjustments for : | | | |
| Depreciation and amortization | | - | - |
| Operating loss before working capital changes | | 4,270,748 | 3,791,222 |
| (Increase) decrease in: | | | |
| Accounts Receivable - Trade | | (320,717) | (517,627) |
| Decrease (Increase) in: | | | |
| Accrued Expense and Other Payables | | 790,453 | 194,551 |
| Cash generated from (used in) operations | | 4,740,484 | 3,468,146 |
| Interest received | | - | - |
| Net cash flow used in investing activities | | 4,740,484 | 3,468,146 |
| CASH FLOWS IN INVESTING ACTIVITIES | | | |
| Property, Plant and Equipment | | 225,318 | 142,718 |
| Paid up Capital | | - | - |
| Investments in Shares of Stock | | - | - |
| Net cash flow used in investing activities | | 225,318 | 142,718 |
| EFFECT OF FOREIGN EXCHANGE RATE CHANGES IN CASH | | | |
| | | - | - |
| NET INCREASE (DECREASE) IN CASH ON HAND AND IN BANKS | | 4,965,802 | 3,610,864 |
| CASH ON HAND AND IN BANK, December 31, 2016 | P | 10,888,828 | 7,277,964 |
| CASH ON HAND AND IN BANK, December 31, 2017 | P | 15,854,630 | P 10,888,828 |

(See Notes to Financial Statements)

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF CHANGES IN FUND BALANCE

For the year ended December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Peso)

| | | Total |
|-------------------------------------|---|-------------------|
| Fund Balance at January 1, 2017 | | |
| Excess of revenues over expenses | P | 13,591,145 |
| Balance at December 31, 2017 | | 4,270,748 |
| | | 17,861,893 |
| Fund Balance at January 1, 2016 | | |
| Excess of revenues over expenses | | 9,799,923 |
| Balance at December 31, 2016 | P | 3,791,222 |
| | | 13,591,145 |

1

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
(A Non-stock, Non-profit Organization)
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017 AND 2016

NOTE 1. CORPORATE INFORMATION

The Institute of Electronics Engineers of the Philippines, Inc. ("The Institute") was incorporated in the Philippines and registered with the Philippine Securities and Exchange Commission (SEC Registration No. 200504041) on March 14, 2005 as a non-stock, non-profit organization. It is the integrated accredited professional organization for the Electronics and Commissions Engineering profession, duly recognized by the Professional Regulation Commission (PRC) on February 20, 2009.

Its primary purpose is dedicated to the task of applying to human needs the principles of electronics, communications and/or its allied fields of engineering, bound by the common desire to promote the advancement of people and humanity and to effectively serve the country in the practice of their profession.

The Institute is exempt from payment of Income Tax on Income received by its pursuant to Section 30(G) of the Tax Code of 1997.

The registered office address of the Institute is at Unit 712 Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City.

The Financial statements of the Institute were approved and authorized for issuance by the Board of Directors on March 27, 2018.

The Board of Directors is still empowered to make revisions even after the date of issue.

NOTE 2. BASIS OF PREPARATION

Statement of Compliance

The financial statements of the Institute have been prepared using the historical cost basis.

Functional and Presentation Currency

The financial statements are presented in Philippine peso, which is the Institute's functional currency and all values are rounded off to the nearest peso, except when otherwise indicated.

Use of Estimates and Judgments

The preparation of the Institute's financial statements requires management to make judgment, estimates and assumptions that affect the amount reported in the financial statements and accompanying notes. The estimates and assumptions used in preparing the financial statements are based on management's evaluation of relevant facts and circumstances as of the date of the financial statements. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in a period in which the estimates is revised and in any future periods affected.

In particular, information about significant areas estimation, uncertainly and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as follows:

Judgments

In the process of applying the Institute's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognized in the financial statements.

Determining Functional Currency

The Institute considers factors, including but not limited to, the currency in which receipts and disbursements from the operating activities are usually made. Based on the economic substance of the underlying circumstances relevant to the Foundation, the functional currency has been determined to be Philippine peso.

Estimates

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting, that have a significant risk of causing a material adjustment to the carrying amounts of asset and liabilities within the next financial year, are described below. The Institute based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Foundation. Such changes are reflected in the assumptions when they occur.

Estimating Useful Lives of Property and Equipment

The Institute estimates the useful lives of property and equipment based on the period over which the property and equipment are expected to be available for use. The estimated useful lives (EUL) of the property and equipment are reviewed periodically and are updated if expectations differ from previous estimates due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the property and equipment. It is possible, however, that future financial performance could be materially affected by changes in the estimates brought about by changes in factors mentioned above. The amounts and timing of recorded expenses for any period would be affected by changes in these factors and circumstances. A reduction in the EUL of the property and equipment would increase the recorded expenses and decrease the noncurrent assets.

NOTE 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in preparing the financial statements are set out below. These policies have been applied, unless otherwise stated:

Financial Instrument

All financial asset and financial liabilities in the statement of financial position are recognized when the Institute becomes a party to the contractual provisions of the instrument.

Date of Recognition. The Institute recognized a financial asset or a financial liability in the statement of assets, liabilities and fund balances when it becomes a party to the contractual provisions of the instrument. In the case of a regular way purchase or sale of financial assets, recognition is done using settlement date accounting.

Initial of Financial Instruments. Financial instruments are recognized initially at the fair value of the consideration given (in case of an asset) or received (in case of a liability). The initial measurement of financial instruments, except for those designated at fair value through profit or loss (FVTPL), includes transaction costs.

Impairment of Financial Asset. The Institute assesses at each reporting date whether a financial asset or group of financial asset is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset (an incurred loss event) and that loss event has an

impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

Derecognition of Financial Assets and Financial Liabilities

Financial Asset. A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- the right to receive cash flows from the asset expired;
- the Institute retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a "pass-through" arrangement; or
- the Institute has transferred its rights to receive cash flows from the asset and either: (a) has transferred substantially all the risks and rewards of the asset; or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial Liabilities. A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of income.

Offsetting Financial Instruments. Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets, liabilities and fund balances if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. This is not generally the case with master agreements, and the related assets and liabilities are presented at gross amounts in the statement of assets, liabilities and fund balances.

Financial Asset

The Institute's cash and cash equivalents and receivables are included in this category.

Cash includes cash on hand and in banks which are stated at face value. Cash equivalents are short-term, highly liquid investment that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Property and Equipment

Property and equipment are stated at cost, excluding the costs of day-to-day servicing, less accumulated depreciation and any impairment in value. The initial cost of property and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditures incurred after the property and equipment have been put into operations, such as repairs and maintenance and overhaul costs, are normally charged to operations in the period costs are incurred. In situations where it can be clearly demonstrated that the expenditures have resulted in an increase in the future economic benefits expected to be obtained from the use of an item of property and equipment beyond its originally assessed standard of performance, the expenditures are capitalized as additional costs of property and equipment losses, if any, are eliminated from the accounts and any gain or loss resulting from their disposal is included in the statement of revenues and expenses.

The useful life of each of the property and equipment is estimated based on the period over which the asset is expected to be available for use.

Depreciation is computed on a straight-line method over the EUL of the assets as follows;

| | Number of Years |
|---|-----------------|
| Building - Office & Improvements | 20 |
| Furniture's & Fixtures and office Equipment | 3-5 |
| IT Equipment | 5 |

The asset's residual values, useful lives and depreciation method are reviewed, and adjusted if appropriate, if there is an indication of significant change since the last reporting date.

An item of property and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the statement of revenues and expenses in the year the item is derecognized.

Impairment Property and Equipment

An asset is made at each reporting date as to whether there is an indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, there coverable amount is estimated. A previously recognized impairment loss is reversed only if there has been change in the estimates used to determine the assets recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of revenues and expenses unless the asset is carried at revalued amount, in which case the reversal is treated as revaluation increase. After such a reversal, the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining EUL.

The Institute's property and equipment are not impaired as of December 31, 2015 and 2014. Assumptions made by management in assessing impairment of property and equipment are disclosed in Note 2.

Financial Liabilities

Included in this category are the Institute's liabilities arising from its accounts payable and accrued expenses.

Fund Balance

Restricted Fund.

Restricted fund represents the accumulated excess of revenues over expenses pertaining to donations and contributions received for specific projects, net of related expenses.

General Fund.

General Fund represents the accumulated excess of revenues over expenses pertaining to donations and contributions received for general use, net of related expenses.

Revenue Recognition

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Institute and the amount of the revenue can be measured reliably.

Membership. Annual membership dues are recognized as income when collected regardless of the period to which they pertain.

Affiliation Fee. Fees from schools that are associated with the Institute are recognized as income when received.

Seminar Fees. Registration fees from various seminars conducted by the Institute are recognized as income when earned.

Sponsorship, Donations and Solicitations. Sponsorship, donations & solicitations from various entities during events organized by the Institute are recognized when received.

Interest Income. Interest is recognized as it accrues, using the effective interest method. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of the financial instrument.

Miscellaneous Income. Income from various activities other than seminars, processing fee of license renewal and others proceeds are recognized as income when earned.

Employee Benefits

The Institute provides short term benefits to its employees in the form of salaries and wages, 13th month pay, contributions to SSS/PHIC/HDMF and other short term employee benefits and included in "Program and administrative expenses".

Expense Recognition

Program cost and administrative expenses are recognized in the statement of income upon utilization of the service or on the date they are incurred.

Income Tax and Tax Exemption

As a non-stock, non-profit corporation under the provisions of Section 30 (g) of the Tax Reform Act of 1997 (Republic Act No. 8424), the Foundation is exempt from the payment of income taxes. No part of net income or asset shall belong to or inure to the benefit of any member, officer or any specific person. However, income of whatever kind and character of the Foundation from any its properties, real or personal, or from any of its activities conducted for profit, regardless of the disposition of such income, shall be subjected to income tax as imposed under the National Internal Revenue Code.

Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the party in making financial and operating decisions. This includes relationship that exists between and/or among entities, which are under common control with the reporting enterprise, or between and/or among the reporting enterprises and their key management personnel, directors or trustees.

Provisions and Contingencies

A provision is recognized if, as a result of a past event, the Foundation has a present legal or constructive obligation that can be estimated reliably, and it is probable that a transfer of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as a finance cost. The Foundation does not recognize a provision for future operating losses.

Contingent liabilities are not recognized in the financial statements. They are disclosed in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the financial statements but are disclosed in the notes to financial statements when an inflow of economic benefits is probable.

Events After Reporting Period

Post-year-end events up to the date of the auditor's report that provide additional information about the Foundation's position at reporting date (adjusting events) are reflected in the financial statements. Post year end events that are not adjusting events are disclosed in the notes to financial statements when material.

NOTE 4. CASH

This account consists primarily of cash in bank which include current and savings for the years 2017 and 2016.

| | | 2017 | | 2016 |
|-----------------|---|------------|---|------------|
| Cash in Bank | P | 15,844,630 | P | 10,878,828 |
| Petty Cash Fund | | 10,000 | | 10,000 |
| | P | 15,854,630 | P | 10,888,828 |

NOTE 5. RECEIVABLES

This account consists primarily of advances. These advances were found to be collectible and recognizable for the years 2017 and 2016.

| | | 2017 | | 2016 |
|----------------------------------|---|-----------|---|-----------|
| Advances to Affiliates | P | 745,769 | P | |
| Other Sponsorship | | 385,000 | | 385,000 |
| Advances to Officers & Employees | | 218,494 | | 646,962 |
| Advances to Related Party | | 196,980 | | 196,980 |
| Accounts Receivable - Others | | 27,691 | | 24,275 |
| | P | 1,573,934 | P | 1,253,217 |

NOTE 6. PROPERTY AND EQUIPMENT

This account consists of:

| Property & Equipment | | | 1-Jan-17 | | Disposal | | 31-Dec-17 |
|------------------------------|---|--|-----------|---|----------|---|-----------|
| Cost | | | | | | | |
| Building- Office Condominium | P | | 1,274,685 | P | - | P | 1,274,685 |
| Furniture & Fixtures | | | 633,144 | | - | | 633,144 |
| Building- Improvements | | | 120,000 | | - | | 120,000 |
| IT- Equipment | | | 1,126,414 | | - | | 1,126,414 |
| Total | P | | 3,154,243 | P | - | P | 3,154,243 |
| Property & Equipment | | | 1-Jan-17 | | Disposal | | 31-Dec-17 |
| Accumulated Depreciation | | | | | | | |
| Building- Office Condominium | P | | 509,654 | P | - | P | 509,654 |
| Furniture & Fixtures | | | 633,144 | | - | | 633,144 |
| Building- Improvements | | | 17,500 | | - | | 17,500 |
| IT- Equipment | | | 353,996 | | - | | 353,996 |
| Total | P | | 1,514,294 | P | - | P | 1,514,294 |
| Net, Carrying Value | P | | 1,639,949 | P | - | P | 1,639,949 |

| Property & Equipment | | | 1-Jan-16 | | Disposal | | 31-Dec-16 |
|------------------------------|---|--|--------------|---|----------|---|-----------|
| Cost | | | | | | | |
| Building- Office Condominium | P | | 1,274,685.00 | P | - | P | 1,274,685 |
| Furniture & Fixtures | | | 633,144.00 | | - | | 633,144 |
| Building- Improvements | | | 120,000.00 | | - | | 120,000 |
| IT- Equipment | | | 1,073,114.48 | | - | | 1,073,114 |
| Total | P | | 3,100,943.48 | P | - | P | 3,100,943 |

| Property & Equipment Accumulated Depreciation | | 1-Jan-16 | Disposal | 31-Dec-16 |
|--|----------|------------------|------------|------------------|
| Building- Office Condominium | P | 407,896 | P - | 407,896 |
| Furniture & Fixtures | | 633,144 | - | 633,144 |
| Building- Improvements | | 10,500 | - | 10,500 |
| IT- Equipment | | 184,137 | - | 184,137 |
| Total | P | 1,235,677 | P - | 1,235,677 |
| Net, Carrying Value | P | 1,865,267 | P - | 1,865,267 |

NOTE 7. ACCRUED EXPENSES AND OTHER PAYABLES

Accrued expenses include unpaid utilities for December 2016.

Other payables includes statutory obligation as of the end of the period such as SSS, Philhealth, HDMF, Withholding Tax on Compensation, Expanded Withholding Tax and accounts payable to other party.

| | 2017 | 2016 |
|---------------------------------|--------------------|------------------|
| Accrued Expense | P 946,274 | P 4,765 |
| <u>Other Payables:</u> | | |
| Accounts Payable - Others | 240,800 | 238,800 |
| SSS Premium and Loan Payable | 8,611 | 11,175 |
| Withholding Tax on compensation | 8,590 | 35,381 |
| Expanded Withholding Tax | 7,177 | 130,980 |
| Philhealth Premium Payable | 2,525 | 2,425 |
| HDMF Premium and Loan Payable | 1,600 | 1,600 |
| | P 1,215,578 | P 425,125 |

NOTE 8. FUND BALANCES

The Institute uses the funds for the operational activities as approved by the Management. Fund balances are utilized only activities in conformity with the approved work plans, budgets personnel and financial guidelines and policies of the Institute.

NOTE 9. REVENUES

Revenue includes annual membership dues, affiliation fee from schools that are associated with the Institute, seminar and registration fees from various seminars conducted by the Institute and sponsorship, donations and solicitations from various entities during events by the Institute.

| | 2017 | 2016 |
|---------------------------------------|---------------------|---------------------|
| Membership Dues | P 6,644,118 | P 6,559,188 |
| Sponsorship, donations, solicitations | 6,303,864 | 6,621,102 |
| Affiliation fee & Chapter remittance | 1,021,000 | 1,248,099 |
| Seminars, summit and conventions | 234,000 | - |
| | P 14,202,981 | P 14,428,388 |

NOTE 10. PROGRAM AND ADMINISTRATIVE EXPENSES

This account consists of:

| | 2017 | 2016 |
|--|-------------|--------------|
| Event Venue | P 2,338,051 | P - |
| Administrative, CPD, Postage and Storage Fee | 1,151,055 | - |
| Salaries, wages and employee benefits | 1,005,008 | 1,245,042 |
| Souvenirs & Plaques | 533,046 | - |
| Professional, Accounting & Audit Fee | 511,828 | 519,720 |
| Freight Handling & Courier | 416,418 | 22,265 |
| Catering | 402,650 | - |
| Contractors Fee | 400,000 | 136,708 |
| Meal Expense | 383,329 | 30,474 |
| Rent Expense | 318,684 | - |
| Office Supplies | 302,506 | 381,957 |
| Light & Sounds | 256,623 | - |
| Airfare Expense | 227,589 | 354,733 |
| Booth Contractors | 219,593 | - |
| Hotel Accommodation | 182,173 | 313,128 |
| Depreciation Expense | 180,057 | 241,619 |
| Renewal Fee | 130,912 | - |
| Talent Fee/Honorarium | 125,558 | 31,000 |
| SSS, Philhealth & IHDMP contributions | 103,242 | 99,406 |
| Postage, telephone, communication | 71,626 | 392,771 |
| Commission | 66,972 | - |
| Representation, Office Meetings & others | 66,445 | 241,306 |
| Training & Seminars | 63,577 | - |
| Directors Fee | 59,338 | - |
| Christmas Party Expense | 50,000 | 15,360 |
| Transportation and Travel Expense | 49,528 | 103,881 |
| Printing & Stationery | 44,963 | 870,427 |
| Electricity & Water | 41,360 | 36,697 |
| Membership, Subscription, Dues & Association Fee | 40,707 | 235,558 |
| Bank Charges | 31,862 | - |
| Interest, Penalties & Surcharges | 30,838 | - |
| Bereavement Expense | 27,025 | - |
| Separation Pay | 22,167 | 203,750 |
| Miscellaneous Expense | 21,258 | - |
| Permits & Licenses - Local | 16,806 | 26,500 |
| Advertising & Promotion | 11,200 | 4,390 |
| Staff Welfare | 9,500 | - |
| Gasoline, Parking & Toll Expense | 7,908 | 2,485 |
| Van Rental | 6,316 | - |
| Donations and Sponsorship | 6,000 | 265,200 |
| Repairs and maintenance | 5,909 | 3,940 |
| Notarial Fee | 4,669 | 1,934 |
| Internet Expense | 396 | - |
| Dues, fees and miscellaneous | - | 351,009 |
| Pantries | - | 837 |
| Conventions, Conferences, Project Cost | - | 4,506,789 |
| | P 9,944,692 | P 10,638,884 |

NOTE 11. SUPPLEMENTAL INFORMATION REQUIRED UNDER REVENUE REGULATIONS (RR) 15-2010

In compliance with the requirements set forth by RR-No. 15-2010, hereunder are the information on taxes, duties and licenses fees paid or accrued during the year.

1. The company is a VAT Exempt registered company with no output VAT declared for the year. The company did not have taxes on importation (i.e., customs duties and tariff duties) in 2017.
2. The company did not have any transactions which are subject to excise tax in 2017.
3. There are documentary stamp tax paid during the year.
4. Taxes and licenses paid or accrued in 2017 consist of the following:

| | | 2017 | | 2016 |
|---------------------------|---|-------|---|------|
| Business Tax | P | 8,612 | P | - |
| Community Tax Certificate | | 500 | | - |
| BIR Registration | | 500 | | 500 |
| | P | 9,612 | P | - |

5. As of December 31, 2017, the company does not have any final deficiency tax assessment from the BIR nor does it have tax cases outstanding or pending in courts or bodies outside of the BIR in any of the open years.

Supplemental Information Required Under RR 19-2011

1. There were no taxable revenue for the year 2017.
2. The amounts of itemized deductions for the year ended December 31, 2017 under the regular tax regime are as follows:

| | | 2017 |
|--|---|-----------|
| Event Venue | P | 2,338,051 |
| Administrative, CPD, Postage and Storage Fee | | 1,151,055 |
| Salaries, wages and employee benefits | | 1,005,008 |
| Souvenirs & Plaques | | 533,046 |
| Professional, Accounting & Audit Fee | | 511,828 |
| Freight Handling & Courier | | 416,418 |
| Catering | | 402,650 |
| Contractors Fee | | 400,000 |
| Meal Expense | | 383,329 |
| Rent Expense | | 318,684 |
| Office Supplies | | 302,506 |
| Light & Sounds | | 256,623 |
| Airfare Expense | | 227,589 |
| Booth Contractors | | 219,593 |
| Hotel Accommodation | | 182,173 |
| Depreciation Expense | | 180,057 |
| Renewal Fee | | 130,912 |
| Talent Fee/Honorarium | | 125,558 |
| SSS, Philhealth & HDMF contributions | | 103,242 |

| | |
|--|------------------|
| Postage, telephone, communication | 71,626 |
| Commission | 66,972 |
| Representation, Office Meetings & others | 66,445 |
| Training & Seminars | 63,577 |
| Directors Fee | 59,338 |
| Christmas Party Expense | 50,000 |
| Transportation and Travel Expense | 49,528 |
| Printing & Stationery | 44,963 |
| Electricity & Water | 41,360 |
| Membership, Subscription, Dues & Association Fee | 40,707 |
| Bank Charges | 31,862 |
| Interest, Penalties & Surcharges | 30,838 |
| Bereavement Expense | 27,025 |
| Separation Pay | 22,167 |
| Miscellaneous Expense | 21,258 |
| Permits & Licenses - Local | 16,806 |
| Advertising & Promotion | 11,200 |
| Staff Welfare | 9,500 |
| Gasoline, Parking & Toll Expense | 7,908 |
| Van Rental | 6,316 |
| Donations and Sponsorship | 6,000 |
| Repairs and maintenance | 5,909 |
| Notarial Fee | 4,669 |
| Internet Expense | 396 |
| | <hr/> |
| P | 9,944,692 |

SEC Number : CN 200504041
TIN Number : 278184152000

INSTITUTE OF ELECTRONICS ENGINEERS
OF THE PHILIPPINES, INC.
(Company's Full Name)

712 CITYLAND SHAW TOWER, SHAW BOULEVARD,
MANDALUYONG CITY
(Company's Local Address)

687-7187
(Telephone Number)

AUDITED FINANCIAL STATEMENT
(Type of Report)

N / A
Amendment Designation (If Applicable)

December 31, 2017
Period Ended Date

N / A
(Secondary License Type and File Number)

INDEPENDENT AUDITOR'S REPORT

To The Board of Directors and Stockholders
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower,
Shaw Boulevard, Mandaluyong City

Opinion

I have audited the financial statements of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** which comprise the statement of financial position as at December 31, 2017 and 2016 and the statement of comprehensive income, changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES INC.** as at December 31, 2017 and 2016 and its financial performance and its cash flows for the year then ended in accordance with Philippine Financial Reporting Standards for SMEs.

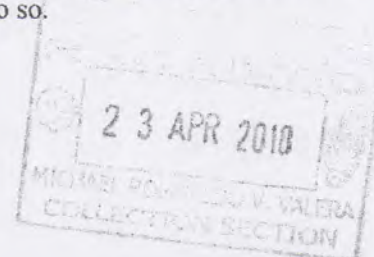
Basis for Opinion

I concluded my audit in accordance with Philippine Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the financial statements section of my report. I am independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA code), and I have fulfilled our other ethical responsibilities in accordance with the IFSBA Code. I believed that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key audit matters are those matters that, in my professional judgment, were of most significant in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or have no realistic alternative but to do so.



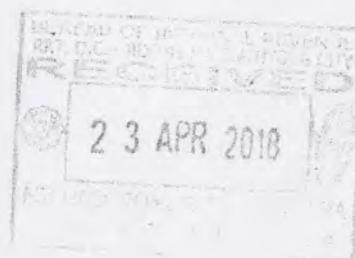
JESON G. MARCIAL, CPA

2nd floor Unit 402 Graceland Place Ponte Street Brgy. Sta Cruz, Makati City

Auditor's Responsibilities for the Audit of the Financial Statements

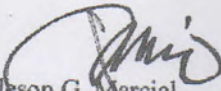
My objective are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not guarantee that the an audit conducted in accordance with Philippine Standard of Audit will always detect material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individual or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to the risks, and obtain audit evidence that is sufficient and appropriate to provide as basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my report's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements. I am responsible for the direction, supervision and performance of my audit. I remain solely responsible for my audit.



Report on the supplementary information required under Revenue Regulatory 15-2010 of the Bureau of Internal Revenue

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on taxes and license fee to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of the management of **INSTITUTE OF THE ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** The information has been subjected to the auditing procedures applied in my audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Jason G. Marcial

CPA Cert. No. 107355

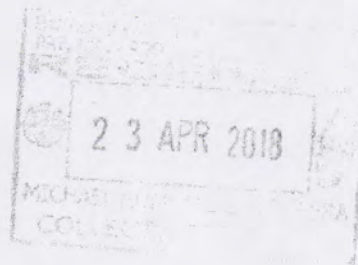
PTR No.6614509 issued on January 03, 2018 in Makati City

BOA/PRC Accreditation No. 3429 issued on November 03, 2016
effective until December 31, 2019

BIR Accreditation No. 08-005793-001-2016 issued on September 30, 2016
effective until September 30, 2019

TIN: 912-534-601-000

Date signed April 5, 2018




JESON G. MARCIAL, CPA
2nd floor Unit 402 Graceland Place Ponte Street Brgy. Sta Cruz, Makati City

Statements Required by Section 8-A, Revenue Regulations No. V-1

To the Board of Directors and Shareholders of
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower
Shaw Boulevard, Mandaluyong City

I have no financial interest in the Company or any family relationships with its president, manager, or principal shareholder.

The supplementary information on taxes and licenses is presented in Note 11 to the financial statements.


JESON G. MARCIAL
CPA Cert. No. 07355
BOA/PRC Accreditation No. 3429
Effective Until December 31, 2019
BIR Accreditation No. 08-005793-001-2016
Effective until September 30, 2019
TIN: 912-534-601-000
PTR No. 6614509 issued on January 3, 2018
at Makati City

Date signed: 2018 5 2018

JESON G. MARCIAL, CPA

2nd floor Unit 402 Graceland Place Ponte Street Brgy. Sta Cruz, Makati City

Statements Required by Rule 68, Part I, Section 3B(v)
Securities Regulation Code (SRC)
As Amended on October 20, 2011

To the Board of Directors and Shareholders of
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower
Shaw Boulevard, Mandaluyong City

I have audited the accompanying financial statements of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** as at and for the year ended December 31, 2017, on which I have rendered the attached report dated April 5, 2018.

In compliance with SRC Rule 68 and based on the certification received from the Company's corporate secretary and the results of our work done, as at December 31, 2017, I am stating that the said company has a total number of (5) stockholders owing one (1) share or more.



JESON G. MARCIAL
CPA Cert. No. 107355
BOA/PRC Accreditation No. 3429
Effective Until December 31, 2019
BIR Accreditation No. 08-005793-001-2016
Effective until September 30, 2019
TIN: 912-534-601-000
PTR No. 6614509 issued on January 3, 2018
at Makati City

Date signed: April 5, 2018

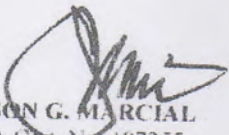
JESON G. MARCIAL, CPA

2nd floor Unit 402 Graceland Place Ponte Street Brgy. Sta Cruz, Makati City

Statements Required by Rule 68, Part I, Section 4,
Securities Regulation Code (SRC),
As Amended on October 20, 2011

To the Board of Directors and Shareholders of
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
7th Floor, Cityland Shaw Tower
Shaw Boulevard, Mandaluyong City

I have audited the financial statements of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** as at and for the year ended December 31, 2017 and 2016, on which I have rendered the attached report dated April 5, 2018. The supplementary information shown in the Schedule of Philippine Financial Reporting Standards effective as at December 31, 2017, as required by Part I, Section 4 of Rule 68 of the Securities Regulation Code, is presented for purpose of filing with the Securities and Exchange Commission and is not a required part of the basic financial statements. Such supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in the audits of the basic financial statements. In my opinion, the supplementary information has been prepared in accordance with Part I, Section 4 of Rule 68 of the Securities Regulation Code.


JESON G. MARCIAL
CPA Cert. No. 107355
BOA/PRC Accreditation No. 3429
Effective Until December 31, 2019
BIR Accreditation No. 08-005793-001-2016
Effective until September 30, 2019
TIN: 912-534-601-000
PTR No. 6614509 issued on January 3, 2018
at Makati City

Date signed: April 5, 2018



**INSTITUTE OF ELECTRONICS ENGINEERS
OF THE PHILIPPINES, INC. (IECEP)**

12th Cityland Show Tower, EDSA Blvd. corner St. Francis Street
Makati City, Philippines
Tel. No. 821187, 821187 Email: iecep_secretariat@gmail.com

Statement of Management's Responsibility for Annual Income Tax Return

The management of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** is responsible for all information and representations contained in the Annual Income Tax Return for the year ended December 31, 2017. Management is likewise responsible for all information and representations contained in the financial statements accompanying the Annual Income Tax Return covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp returns, and any and all other tax returns.


In this regard, the Management affirms that the attached audited financial statements for the year ended December 31, 2017 and the accompanying Annual Income Tax Return are in accordance with the books and records of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** complete and correct in all material respects. Management likewise affirms that:


(a) the Annual Income Tax Return has been prepared in accordance with the provisions of the National Internal Revenue Code, as amended and pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue;

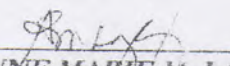
(b) any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the company's books and records in accordance with the requirements of Revenue Regulations No. 8-2007 and other relevant issuances;

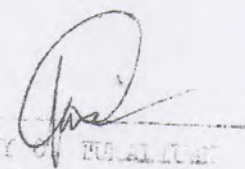
(c) the **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** has filed all applicable tax returns, reports and statements required to be filed under Philippine tax laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.

Signed under oath by:


JOSE CARLOS P. REYES
Director/Immediate Former President
TIN No. 105-837-730


AGAPITO T. ZINAMPAN JR.
Vice President - Education
TIN No. 244-651-733


ANNE MARIE M. LAGMAY
Secretary General
TIN No. 227-942-713


PINYO C. PERALTA
TREASURER
201-991-4461

23 APR 2018



**INSTITUTE OF ELECTRONICS ENGINEERS
OF THE PHILIPPINES, INC. (IECEP)**

Office: 712 Cityland Snow Tower, Snow Blvd. corner St. Francis Street,
Pasay City, Philippines
Tel: (02) 8320-627-7187 E-mail: iecep_secretariat@gmail.com

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

SECURITIES AND EXCHANGE COMMISSION (SEC)
G/F Secretariat Building
PICC Complex, Roxas Boulevard
Pasay City, 1307

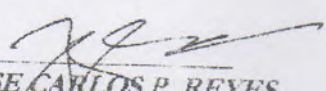
The management of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.** is responsible for the preparation and fair presentation of the financial statements, including the schedules attached thereto, for the years ended December 31, 2017 and 2016, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

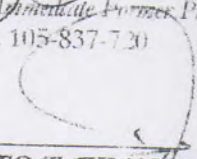
In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative to do so.

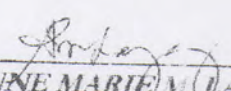
The Board of Directors is responsible for overseeing the company's financial reporting process.

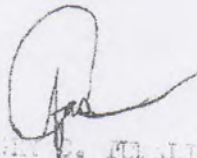
The Board of Directors reviews and approves the financial statements, including the schedules attached thereto, and submits the same to the stockholders.

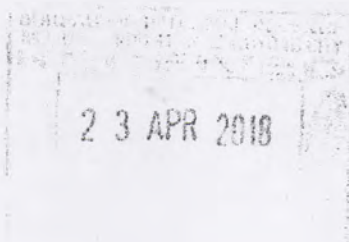
JESON G. MARCIAL, the independent auditor appointed by the stockholders, has audited the financial statements of the company in accordance with Philippine Standards on Auditing, and in her report to the stockholders, have expressed her opinion on the fairness of presentation upon completion of such audit.


JOSE CARLOS P. REYES
Director/ Vice President
TIN No. 105-837-720


AGAPITO T. ZINAPAN JR.
Vice President - Education
TIN No. 244-651-793


ANNE MARIE M. LAGMAY
Secretary General
TIN No. 227-942-733


JESON G. MARCIAL
Auditor
TIN No. 922-293-445



Institute of Electronics Engineers

Of the Philippines, Inc.

712 Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City

Financial Statements

As at and for the year ended December 31, 2017 and 2016

JESON G. MARCIAL, CPA

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
 (A Non-Stock, Non-Profit Organization)
 STATEMENT OF FINANCIAL POSITION
 December 31, 2017

(With comparative figures for the year ended December 31, 2016)
 (All amounts in Philippine Pesos)



| | Notes | | 2017 | | 2016 |
|-------------------------------------|-------|---|-------------------|---|-------------------|
| ASSETS | | | | | |
| Current Assets: | | | | | |
| Cash and Cash Equivalents | 4 | P | 15,854,630 | P | 10,888,828 |
| Receivables | 5 | | 1,573,934 | | 1,253,217 |
| Total Current Assets | | P | 17,428,564 | P | 12,142,045 |
| Non-Currents: | | | | | |
| Property and Equipment - net | 6 | | 1,639,949 | | 1,865,267 |
| Other Non Current Assets | | | 8,958 | | 8,958 |
| Total Non-Current Assets | | P | 1,648,907 | | 1,874,225 |
| TOTAL ASSETS | | P | 19,077,471 | P | 14,016,270 |
| LIABILITIES AND EQUITY | | | | | |
| Current Liabilities | | | | | |
| Accrued Expenses and Other Payables | 7 | P | 1,215,578 | | 425,125 |
| TOTAL LIABILITIES | | P | 1,215,578 | P | 425,125 |
| EQUITY | | | | | |
| Fund Balance | 8 | P | 17,861,893 | P | 13,591,145 |
| TOTAL EQUITY | | | 17,861,893 | | 13,591,145 |
| TOTAL LIABILITIES EQUITY | | P | 19,077,471 | P | 14,016,270 |

(See Notes to Financial Statements)

23 APR 2018

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENTS OF REVENUES AND EXPENSES

For the year ended December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Peso)

| | Notes | 2017 | | 2016 | |
|---------------------------------------|-------|------|------------|------|------------|
| REVENUES | 9 | P | 14,202,981 | P | 14,428,388 |
| GROSS PROFIT | | P | 14,202,981 | P | 14,428,388 |
| GENERAL AND ADMINISTRATIVE EXPENSES | 10 | | 9,944,692 | | 10,638,884 |
| NET INCOME (LOSS) before other income | | P | 4,258,289 | P | 3,789,504 |
| OTHER INCOME/EXPENSES | | | | | |
| Interest Income | | | 12,459 | | 1,718 |
| NET INCOME (LOSS) BEFORE INCOME TAX | | P | 4,270,748 | P | 3,791,222 |
| NET INCOME (LOSS) FOR THE YEAR | | P | 4,270,748 | P | 3,791,222 |

(See Notes to Financial Statements)

23 APR 2018

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF CASH FLOWS

For the year ended December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Peso)

| | Notes | 2017 | 2016 |
|--|----------|-------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Net loss before income taxes | P | 4,270,748 | P 3,791,222 |
| Adjustments for: | | | |
| Depreciation and amortization | | - | - |
| Operating loss before working capital changes | | 4,270,748 | 3,791,222 |
| (Increase) decrease in: | | | |
| Accounts Receivable - Trade | | (320,717) | (517,627) |
| Decrease (Increase) in: | | | |
| Accrued Expense and Other Payables | | 790,453 | 194,551 |
| Cash generated from (used in) operations | | 4,740,484 | 3,468,146 |
| Interest received | | - | - |
| Net cash flow used in investing activities | | 4,740,484 | 3,468,146 |
| CASH FLOWS IN INVESTING ACTIVITIES | | | |
| Property, Plant and Equipment | | 225,318 | 142,718 |
| Paid up Capital | | - | - |
| Investments in Shares of Stock | | - | - |
| Net cash flow used in investing activities | | 225,318 | 142,718 |
| EFFECT OF FOREIGN EXCHANGE RATE CHANGES IN CASH | | | |
| | | - | - |
| NET INCREASE (DECREASE) IN CASH ON HAND AND IN BANKS | | 4,965,802 | 3,610,864 |
| CASH ON HAND AND IN BANK, December 31, 2016 | P | 10,888,828 | 7,277,964 |
| CASH ON HAND AND IN BANK, December 31, 2017 | P | 15,854,630 | P 10,888,828 |

(See Notes to Financial Statements)

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF CHANGES IN FUND BALANCE

For the year ended December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Peso)

| | | Total |
|-------------------------------------|---|------------------|
| Fund Balance at January 1, 2017 | | |
| Excess of revenues over expenses | P | 13,591,145 |
| Balance at December 31, 2017 | | 4,270,748 |
| Fund Balance at January 1, 2016 | | 17,861,893 |
| Excess of revenues over expenses | | 9,799,923 |
| Balance at December 31, 2016 | P | 3,791,222 |
| | | 13,591,145 |

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INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-stock, Non-profit Organization)

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2017 AND 2016

NOTE 1. CORPORATE INFORMATION

The Institute of Electronics Engineers of the Philippines, Inc. ("The Institute") was incorporated in the Philippines and registered with the Philippine Securities and Exchange Commission (SEC Registration No. 200504041) on March 14, 2005 as a non-stock, non-profit organization. It is the integrated accredited professional organization for the Electronics and Commissions Engineering profession, duly recognized by the Professional Regulation Commission (PRC) on February 20, 2009.

Its primary purpose is dedicated to the task of applying to human needs the principles of electronics, communications and/or its allied fields of engineering, bound by the common desire to promote the advancement of people and humanity and to effectively serve the country in the practice of their profession.

The Institute is exempt from payment of Income Tax on income received by its pursuant to Section 30(C) of the Tax Code of 1997.

The registered office address of the Institute is at Unit 712 Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City.

The financial statements of the Institute were approved and authorized for issuance by the Board of Directors on _____.

The Board of Directors is still empowered to make revisions even after the date of issue.

NOTE 2. BASIS OF PREPARATION

Statement of Compliance

The financial statements of the Institute have been prepared using the historical cost basis.

Functional and Presentation Currency

The financial statements are presented in Philippine peso, which is the Institute's functional currency and all values are rounded off to the nearest peso, except when otherwise indicated.

Use of Estimates and Judgments

The preparation of the Institute's financial statements requires management to make judgment, estimates and assumptions that affect the amount reported in the financial statements and accompanying notes. The estimates and assumptions used in preparing the financial statements are based on management's evaluation of relevant facts and circumstances as of the date of the financial statements. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in a period in which the estimates is revised and in any future periods affected.

In particular, information about significant areas estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as follows:

Judgments

In the process of applying the Institute's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognized in the financial statements.

Determining Functional Currency

The Institute considers factors, including but not limited to, the currency in which receipts and disbursements from the operating activities are usually made. Based on the economic substance of the underlying circumstances relevant to the Foundation, the functional currency has been determined to be Philippine peso.

Estimates

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting, that have a significant risk of causing a material adjustment to the carrying amounts of asset and liabilities within the next financial year, are described below. The Institute based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Foundation. Such changes are reflected in the assumptions when they occur.

Estimating Useful Lives of Property and Equipment

The Institute estimates the useful lives of property and equipment based on the period over which the property and equipment are expected to be available for use. The estimated useful lives (EUL) of the property and equipment are reviewed periodically and are updated if expectations differ from previous estimates due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the property and equipment. It is possible, however, that future financial performance could be materially affected by changes in the estimates brought about by changes in factors mentioned above. The amounts and timing of recorded expenses for any period would be affected by changes in these factors and circumstances. A reduction in the EUL of the property and equipment would increase the recorded expenses and decrease the noncurrent assets.

NOTE 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in preparing the financial statements are set out below. These policies have been applied, unless otherwise stated:

Financial Instrument

All financial asset and financial liabilities in the statement of financial position are recognized when the Institute becomes a party to the contractual provisions of the instrument.

Date of Recognition. The Institute recognized a financial asset or a financial liability in the statement of assets, liabilities and fund balances when it becomes a party to the contractual provisions of the instrument. In the case of a regular way purchase or sale of financial assets, recognition is done using settlement date accounting.

Initial of Financial Instruments. Financial instruments are recognized initially at the fair value of the consideration given (in case of an asset) or received (in case of a liability). The initial measurement of financial instruments, except for those designated at fair value through profit or loss (FVPL), includes transaction costs.

Impairment of Financial Asset. The Institute assesses at each reporting date whether a financial asset or group of financial asset is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset (an incurred loss event) and that loss event has an

impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

Derecognition of Financial Assets and Financial Liabilities

Financial Asset. A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- the right to receive cash flows from the asset expired;
- the Institute retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a "pass-through" arrangement; or
- the Institute has transferred its rights to receive cash flows from the asset and either: (a) has transferred substantially all the risks and rewards of the asset; or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial Liabilities. A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of income.

Offsetting Financial Instruments. Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets, liabilities and fund balances if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. This is not generally the case with master agreements, and the related assets and liabilities are presented at gross amounts in the statement of assets, liabilities and fund balances.

Financial Asset

The Institute's cash and cash equivalents and receivables are included in this category.

Cash includes cash on hand and in banks which are stated at face value. Cash equivalents are short-term, highly liquid investment that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Property and Equipment

Property and equipment are stated at cost, excluding the costs of day-to-day servicing, less accumulated depreciation and any impairment in value. The initial cost of property and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditures incurred after the property and equipment have been put into operations, such as repairs and maintenance and overhaul costs, are normally charged to operations in the period costs are incurred. In situations where it can be clearly demonstrated that the expenditures have resulted in an increase in the future economic benefits expected to be obtained from the use of an item of property and equipment beyond its originally assessed standard of performance, the expenditures are capitalized as additional costs of property and equipment. Losses, if any, are eliminated from the accounts and any gain or loss resulting from their disposal is included in the statement of revenues and expenses.

The useful life of each of the property and equipment is estimated based on the period over which the asset is expected to be available for use.

Depreciation is computed on a straight-line method over the EUL of the assets as follows:

| | Number of Years |
|---|-----------------|
| Building - Office & Improvements | 20 |
| Furniture's & Fixtures and office Equipment | 3-5 |
| IT Equipment | 5 |

The asset's residual values, useful lives and depreciation method are reviewed, and adjusted if appropriate, if there is an indication of significant change since the last reporting date.

An item of property and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the statement of revenues and expenses in the year the item is derecognized.

Impairment Property and Equipment

An asset is made at each reporting date as to whether there is an indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, there coverable amount is estimated. A previously recognized impairment loss is reversed only if there has been change in the estimates used to determine the assets recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of revenues and expenses unless the asset is carried at revalued amount, in which case the reversal is treated as revaluation increase. After such a reversal, the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining EUL.

The Institute's property and equipment are not impaired as of December 31, 2015 and 2014. Assumptions made by management in assessing impairment of property and equipment are disclosed in Note 2.

Financial Liabilities

Included in this category are the Institute's liabilities arising from its accounts payable and accrued expenses.

Fund Balance

Restricted Fund.

Restricted Fund represents the accumulated excess of revenues over expenses pertaining to donations and contributions received for specific projects, net of related expenses.

General Fund.

General Fund represents the accumulated excess of revenues over expenses pertaining to donations and contributions received for general use, net of related expenses.

Revenue Recognition

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Institute and the amount of the revenue can be measured reliably.

Membership. Annual membership dues are recognized as income when collected regardless of the period to which they pertain.

Affiliation Fee. Fees from schools that are associated with the Institute are recognized as income when received.

Seminar Fees. Registration fees from various seminars conducted by the Institute are recognized as income when earned.

Sponsorship, Donations and Voluntary Contributions. Sponsorship, donations & solicitations from various entities during events organized by the Institute are recognized when received.

Interest Income. Interest is recognized as it accrues, using the effective interest method. The effective interest rate is the rate that discounts estimated future cash receipts through the expected life of the financial instrument.

Miscellaneous Income. Income from various activities other than seminars, processing fee of license renewal and others proceeds are recognized as income when earned.

Employee Benefit

The Institute provides short term benefits to its employees in the form of salaries and wages, 13th month pay, contributions to SSS/PHIC/HDMF and other short term employee benefits and included in "Program and administrative expenses".

Expense Recognition

Program cost and administrative expenses are recognized in the statement of income upon utilization of the service or on the date they are incurred.

Income Tax and Tax Exemption

As a non-stock, non-profit corporation under the provisions of Section 30 (g) of the Tax Reform Act of 1997 (Republic Act No. 8424), the Foundation is exempt from the payment of income taxes. No part of net income or asset shall belong to or inure to the benefit of any member, officer or any specific person. However, income of whatever kind and character of the Foundation from any its properties, real or personal, or from any of its activities conducted for profit, regardless of the disposition of such income, shall be subjected to income tax as imposed under the National Internal Revenue Code.

Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the party in making financial and operating decisions. This includes relationship that exists between and/or among entities, which are under common control with the reporting enterprise, or between and/or among the reporting enterprises and their key management personnel, directors or trustees.

Provisions and Contingencies

A provision is recognized if, as a result of a past event, the Foundation has a present legal or constructive obligation that can be estimated reliably, and it is probable that a transfer of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as a finance cost. The Foundation does not recognize a provision for future operating losses.

Contingent liabilities are not recognized in the financial statements. They are disclosed in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the financial statements but are disclosed in the notes to financial statements when an inflow of economic benefits is probable.

Events After Reporting Period

Post year-end events up to the date of the auditor's report that provide additional information about the Foundation's position at reporting date (adjusting events) are reflected in the financial statements. Post year-end events that are not adjusting events are disclosed in the notes to financial statements when material.

NOTE 4. CASH

This account consists primarily of cash in bank which include current and savings for the years 2017 and 2016.

| | | 2017 | | 2016 |
|-----------------|----------|-------------------|----------|-------------------|
| Cash in Bank | P | 15,844,630 | P | 10,878,828 |
| Petty Cash Fund | | 10,000 | | 10,000 |
| | P | 15,854,630 | P | 10,888,828 |

NOTE 5. RECEIVABLES

This account consists primarily of advances. These advances were found to be collectible and recognizable for the years 2017 and 2016.

| | | 2017 | | 2016 |
|----------------------------------|----------|------------------|----------|------------------|
| Advances to Affiliates | P | 745,769 | P | |
| Other Sponsorship | | 385,000 | | 385,000 |
| Advances to Officers & Employees | | 218,494 | | 646,962 |
| Advances to Related Party | | 196,980 | | 196,980 |
| Accounts Receivable - Others | | 27,691 | | 24,275 |
| | P | 1,573,934 | P | 1,253,217 |

NOTE 6. PROPERTY AND EQUIPMENT

This account consists of:

| Property & Equipment | | | 1-Jan-17 | | Disposal | | 31-Dec-17 |
|-------------------------------|----------|--|------------------|----------|----------|----------|------------------|
| Cost | | | | | | | |
| Building - Office Condominium | P | | 1,274,685 | P | - | P | 1,274,685 |
| Furniture & Fixtures | | | 633,144 | | - | | 633,144 |
| Building Improvements | | | 120,000 | | - | | 120,000 |
| IT Equipment | | | 1,126,414 | | - | | 1,126,414 |
| Total | P | | 3,154,243 | P | - | P | 3,154,243 |
| Property & Equipment | | | 1-Jan-17 | | Disposal | | 31-Dec-17 |
| Accumulated Depreciation | | | | | | | |
| Building - Office Condominium | P | | 509,654 | P | - | P | 509,654 |
| Furniture & Fixtures | | | 633,144 | | - | | 633,144 |
| Building Improvements | | | 17,500 | | - | | 17,500 |
| IT Equipment | | | 353,996 | | - | | 353,996 |
| Total | P | | 1,514,294 | P | - | P | 1,514,294 |
| Net, Carrying Value | P | | 1,639,949 | P | - | P | 1,639,949 |

| Property & Equipment | | | 1-Jan-16 | | Disposal | | 31-Dec-16 |
|-------------------------------|----------|--|---------------------|----------|----------|----------|------------------|
| Cost | | | | | | | |
| Building - Office Condominium | P | | 1,274,685.00 | P | - | P | 1,274,685 |
| Furniture & Fixtures | | | 633,144.00 | | - | | 633,144 |
| Building Improvements | | | 120,000.00 | | - | | 120,000 |
| IT Equipment | | | 1,073,114.48 | | - | | 1,073,114 |
| Total | P | | 3,100,943.48 | P | - | P | 3,100,943 |

| Property & Equipment Accumulated Depreciation | | 1-Jan-16 | Disposal | 31-Dec-16 |
|--|----------|------------------|----------|------------------|
| Building- Office Condominium | P | 407,896 | P | 407,896 |
| Furniture & Fixtures | | 633,144 | | 633,144 |
| Building Improvements | | 10,500 | | 10,500 |
| IT- Equipment | | 184,137 | | 184,137 |
| Total | P | 1,235,677 | P | 1,235,677 |
| Net, Carrying Value | P | 1,865,267 | P | 1,865,267 |

NOTE 7. ACCRUED EXPENSES AND OTHER PAYABLES

Accrued expenses include unpaid utilities for December 2016.

Other payables includes statutory obligation as of the end of the period such as SSS, Philhealth, HDMI, Withholding Tax on Compensation, Expanded Withholding Tax and accounts payable to other party.

| | 2017 | 2016 |
|---------------------------------|--------------------|------------------|
| Accrued Expense | P 946,274 | P 4,765 |
| <u>Other Payables:</u> | | |
| Accounts Payable- Others | 240,800 | 238,800 |
| SSS Premium and Loan Payable | 8,611 | 11,175 |
| Withholding Tax on compensation | 8,590 | 35,381 |
| Expanded Withholding Tax | 7,177 | 130,980 |
| Philhealth Premium Payable | 2,525 | 2,425 |
| HDMI Premium and Loan Payable | 1,600 | 1,600 |
| | P 1,215,578 | P 425,125 |

NOTE 8. FUND BALANCES

The Institute uses the funds for the operational activities as approved by the Management. Fund balances are utilized only activities in conformity with the approved work plans, budgets personnel and financial guidelines and policies of the Institute.

NOTE 9. REVENUES

Revenue includes annual membership dues, affiliation fee from schools that are associated with the Institute, seminar and registration fees from various seminars conducted by the Institute and sponsorship, donations and solicitations from various entities during events by the Institute.

| | 2017 | 2016 |
|---------------------------------------|---------------------|---------------------|
| Membership Dues | P 6,641,118 | P 6,559,188 |
| Sponsorship, donations, solicitations | 6,303,864 | 6,621,102 |
| Affiliation fee & Chapter remittance | 1,021,000 | 1,248,099 |
| Seminars, summit and conventions | 234,000 | |
| | P 14,202,981 | P 14,428,388 |

NOTE 10. PROGRAM AND ADMINISTRATIVE EXPENSES

This account consists of:

| | | 2017 | | 2016 |
|--|---|-----------|---|------------|
| Event Venue | P | 2,338,051 | P | - |
| Administrative, CPD, Postage and Storage Fee | | 1,151,055 | | - |
| Salaries, wages and employee benefits | | 1,005,008 | | 1,245,042 |
| Souvenirs & Plaques | | 533,046 | | - |
| Professional, Accounting & Audit Fee | | 511,828 | | 519,720 |
| Freight Handling & Courier | | 416,418 | | 22,265 |
| Catering | | 402,650 | | - |
| Contractors Fee | | 400,000 | | 136,708 |
| Meal Expense | | 383,329 | | 30,474 |
| Rent Expense | | 318,684 | | - |
| Office Supplies | | 302,506 | | 381,957 |
| Light & Sounds | | 256,623 | | - |
| Airtare Expense | | 227,589 | | 354,733 |
| Booth Contractors | | 219,593 | | - |
| Hotel Accommodation | | 182,173 | | 313,128 |
| Depreciation Expense | | 180,057 | | 241,619 |
| Renewal Fee | | 130,912 | | - |
| Talent Fee/Honorarium | | 125,558 | | 31,000 |
| SSS, Philhealth & HDMF contributions | | 103,242 | | 99,406 |
| Postage, telephone, communication | | 71,626 | | 392,771 |
| Commission | | 66,972 | | - |
| Representation, Office Meetings & others | | 66,445 | | 241,306 |
| Training & Seminars | | 63,577 | | - |
| Directors Fee | | 59,338 | | - |
| Christmas Party Expense | | 50,000 | | 15,360 |
| Transportation and Travel Expense | | 49,528 | | 103,881 |
| Printing & Stationery | | 44,963 | | 870,427 |
| Electricity & Water | | 41,360 | | 36,697 |
| Membership, Subscription, Dues & Association Fee | | 40,707 | | 235,558 |
| Bank Charges | | 31,862 | | - |
| Interest, Penalties & Surcharges | | 30,838 | | - |
| Bereavement Expense | | 27,025 | | - |
| Separation Pay | | 22,167 | | 203,750 |
| Miscellaneous Expense | | 21,258 | | - |
| Permits & Licenses - Local | | 16,806 | | 26,500 |
| Advertising & Promotion | | 11,200 | | 4,390 |
| Staff Welfare | | 9,500 | | - |
| Gasoline, Parking & Toll Expense | | 7,908 | | 2,485 |
| Van Rental | | 6,316 | | - |
| Donations and Sponsorship | | 6,000 | | 265,200 |
| Repairs and maintenance | | 5,909 | | 3,940 |
| Notarial Fee | | 4,669 | | 1,934 |
| Internet Expense | | 396 | | - |
| Dues, fees and miscellaneous | | - | | 351,009 |
| Pantries | | - | | 837 |
| Conventions, Conferences, Project Cost | | - | | 4,506,789 |
| | P | 9,944,692 | P | 10,638,884 |

NOTE II. SUPPLEMENTAL INFORMATION REQUIRED UNDER REVENUE REGULATIONS (RR) 15-2010

In compliance with the requirements set forth by RR-No. 15-2010, hereunder are the information on taxes, duties and licenses fees paid or accrued during the year.

1. The company is a VAT Exempt registered company with no output VAT declared for the year. The company did not have taxes on importation (i.e., customs duties and tariff duties) in 2017.
2. The company did not have any transactions which are subject to excise tax in 2017.
3. There are documentary stamp tax paid during the year.
4. Taxes and licenses paid or accrued in 2017 consist of the following:

| | | 2017 | 2016 |
|---------------------------|----------|--------------|------------|
| Business Tax | P | 8,612 | P - |
| Community Tax Certificate | | 500 | - |
| BIR Registration | | 500 | 500 |
| | P | 9,612 | P - |

5. As of December 31, 2017, the company does not have any final deficiency tax assessment from the BIR nor does it have tax cases outstanding or pending in courts or bodies outside of the BIR in any of the open years.

Supplemental Information Required Under RR 19-2011

1. There were no taxable revenue for the year 2017.
2. The amounts of itemized deductions for the year ended December 31, 2017 under the regular tax regime are as follows:

| | 2017 |
|--|-------------|
| Event Venue | P 2,338,051 |
| Administrative, CPD, Postage and Storage Fee | 1,151,755 |
| Salaries, wages and employee benefits | 1,015,008 |
| Souvenirs & Plaques | 533,046 |
| Professional, Accounting & Audit Fee | 311,828 |
| Freight Handling & Courier | 416,418 |
| Catering | 402,650 |
| Contractors Fee | 400,000 |
| Meal Expense | 383,329 |
| Rent Expense | 318,684 |
| Office Supplies | 302,506 |
| Light & Sounds | 256,623 |
| Airfare Expense | 227,589 |
| Booth Contractors | 219,593 |
| Hotel Accommodation | 182,173 |
| Depreciation Expense | 180,057 |
| Renewal Fee | 130,912 |
| Talent Fee/Honorarium | 125,558 |
| SSS, Philhealth & HDMP contributions | 103,242 |

| | |
|--|-------------|
| Postage, telephone, communications | 71,626 |
| Commission | 66,972 |
| Representation, Office Meetings & Conferences | 66,445 |
| Training & Seminars | 63,577 |
| Directors Fee | 59,338 |
| Christmas Party Expense | 50,000 |
| Transportation and Travel Expense | 49,528 |
| Printing & Stationery | 44,963 |
| Electricity & Water | 41,360 |
| Membership, Subscription, Dues & Association Fee | 40,707 |
| Bank Charges | 31,862 |
| Interest, Penalties & Surcharges | 30,838 |
| Bereavement Expense | 27,025 |
| Separation Pay | 22,167 |
| Miscellaneous Expense | 21,258 |
| Permits & Licenses - Local | 16,806 |
| Advertising & Promotion | 11,200 |
| Staff Welfare | 9,500 |
| Gasoline, Parking & Toll Expense | 7,908 |
| Van Rental | 6,316 |
| Donations and Sponsorship | 6,000 |
| Repairs and maintenance | 5,909 |
| Notarial Fee | 4,669 |
| Internet Expense | 396 |
| | <hr/> |
| | P 9,944,692 |

Institute of Electronics Engineers

Of the Philippines, Inc.

712 Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City

Financial Statements

As at and for the year ended December 31, 2017 and 2016

JESON G. MARCIAL, CPA

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.

(A Non-Stock, Non-Profit Organization)

STATEMENT OF FINANCIAL POSITION

December 31, 2017

(With comparative figures for the year ended December 31, 2016)

(All amounts in Philippine Pesos)

| | Notes | | 2017 | | 2016 |
|-------------------------------------|-------|---|-------------------|---|-------------------|
| ASSETS | | | | | |
| Current Assets: | | | | | |
| Cash and Cash Equivalents | 4 | P | 15,854,630 | P | 10,888,828 |
| Receivables | 5 | | 1,573,934 | | 1,253,217 |
| Total Current Assets | | P | 17,428,564 | P | 12,142,045 |
| Non-Currents: | | | | | |
| Property and Equipment - net | 6 | | 1,639,949 | | 1,865,267 |
| Other Non Current Assets | | | 8,958 | | 8,958 |
| Total Non-Current Assets | | P | 1,648,907 | | 1,874,225 |
| TOTAL ASSETS | | P | 19,077,471 | P | 14,016,270 |
| LIABILITIES AND EQUITY | | | | | |
| Current Liabilities | | | | | |
| Accrued Expenses and Other Payables | 7 | P | 1,215,578 | | 425,125 |
| TOTAL LIABILITIES | | P | 1,215,578 | P | 425,125 |
| EQUITY | | | | | |
| Fund Balance | 8 | P | 17,861,893 | P | 13,591,145 |
| TOTAL EQUITY | | | 17,861,893 | | 13,591,145 |
| TOTAL LIABILITIES EQUITY | | P | 19,077,471 | P | 14,016,270 |

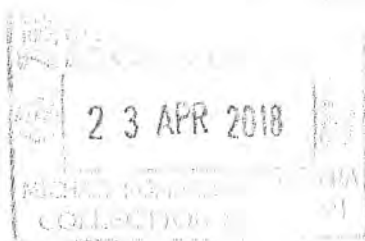
(See Notes to Financial Statements)



INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
 (A Non-Stock, Non-Profit Organization)
STATEMENTS OF REVENUES AND EXPENSES
 For the year ended December 31, 2017
 (With comparative figures for the year ended December 31, 2016)
 (All amounts in Philippine Peso)

| | <i>Notes</i> | 2017 | | 2016 | |
|---------------------------------------|--------------|------|------------|------|------------|
| REVENUES | 9 | P | 14,202,981 | P | 14,428,388 |
| GROSS PROFIT | | P | 14,202,981 | P | 14,428,388 |
| GENERAL AND ADMINISTRATIVE EXPENSES | 10 | | 9,944,692 | | 10,638,884 |
| NET INCOME (LOSS) before other income | | P | 4,258,289 | P | 3,789,504 |
| OTHER INCOME/EXPENSES | | | | | |
| Interest Income | | | 12,459 | | 1,718 |
| NET INCOME (LOSS) BEFORE INCOME TAX | | P | 4,270,748 | P | 3,791,222 |
| NET INCOME (LOSS) FOR THE YEAR | | P | 4,270,748 | P | 3,791,222 |

(See Notes to Financial Statements)



INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
(A Non-Stock, Non-Profit Organization)
STATEMENT OF CASH FLOWS
For the year ended December 31, 2017
(With comparative figures for the year ended December 31, 2016)
(All amounts in Philippine Peso)

| | Notes | 2017 | 2016 |
|--|----------|-------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Net loss before income taxes | P | 4,270,748 | P 3,791,222 |
| Adjustments for: | | | |
| Depreciation and amortization | | - | - |
| Operating loss before working capital changes | | 4,270,748 | 3,791,222 |
| (Increase) decrease in: | | | |
| Accounts Receivable - Trade | - | (320,717) | (517,627) |
| Decrease (Increase) in: | | | |
| Accrued Expense and Other Payables | | 790,453 | 194,551 |
| Cash generated from (used in) operations | | 4,740,484 | 3,468,146 |
| Interest received | | - | - |
| Net cash flow used in investing activities | | 4,740,484 | 3,468,146 |
| CASH FLOWS IN INVESTING ACTIVITIES | | | |
| Property, Plant and Equipment | | 225,318 | 142,718 |
| Paid up Capital | | - | - |
| Investments in Shares of Stock | | - | - |
| Net cash flow used in investing activities | | 225,318 | 142,718 |
| EFFECT OF FOREIGN EXCHANGE RATE CHANGES IN CASH | | | |
| | | - | - |
| NET INCREASE (DECREASE) IN CASH ON HAND AND IN BANKS | | 4,965,802 | 3,610,864 |
| CASH ON HAND AND IN BANK, December 31, 2016 | P | 10,888,828 | 7,277,964 |
| CASH ON HAND AND IN BANK, December 31, 2017 | P | 15,854,630 | P 10,888,828 |

(See Notes to Financial Statements)

INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES, INC.
 (A Non-Stock, Non-Profit Organization)
 STATEMENT OF CHANGES IN FUND BALANCE
 For the year ended December 31, 2017
 (With comparative figures for the year ended December 31, 2016)
 (All amounts in Philippine Peso)

| | | Total |
|-------------------------------------|----------|-------------------|
| Fund Balance at January 1, 2017 | P | 13,591,145 |
| Excess of revenues over expenses | | 4,270,748 |
| Balance at December 31, 2017 | | 17,861,893 |
| Fund Balance at January 1, 2016 | | 9,799,923 |
| Excess of revenues over expenses | | 3,791,222 |
| Balance at December 31, 2016 | P | 13,591,145 |