



GRACE JOCSON &lt;gajocson06@gmail.com&gt;

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Fri, Apr 28, 2023 at 11:43 AM

Hi INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES INC.,

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Transaction Code: **AFS-0-7GGHBBEA0ALCC977EMMWR32QX04YZQ4YT4**  
Submission Date/Time: **Apr 28, 2023 11:43 AM**  
Company TIN: **278-184-152**

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# **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.**

**(A Non-stock, Non-profit Organization)**

TIN: 278-184-152-000

ADDRESS: Unit 712, Cityland Shaw Tower, Shaw Boulevard,  
Mandaluyong City

## **AUDITED FINANCIAL STATEMENTS (WITH INDEPENDENT AUDITOR'S REPORT)**

FOR THE YEAR 2022



**VRGTHIRD AUDITING ACCOUNTING FIRM**  
**BOA & BIR Accredited CPA**  
1672 Caton St., La Paz, City of Makati NCR, Fourth District



## **INDEPENDENT AUDITOR'S REPORT**



To The Board of Trustees and Members of  
**INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.**  
*(A Non- Stock, Non- Profit Organization)*  
TIN 278-184-152-000  
Unit 712, Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

I have audited the accompanying financial statements of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.** which comprise the Statement of Financial Position as at **December 31, 2022 (with comparative from 2021)**, Statement of Comprehensive Income, Statement of 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 PHILS., INC.** as at **December 31, 2022 (with comparative from 2021)**, financial performance, changes in equity and cash flows for the year then ended in accordance with applicable Philippine Financial Reporting Standards (PFRS).

#### ***Basis for Opinion***

I conducted my audits in accordance with Philippine Standards on Auditing (PSA). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the entity in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to my audit of the financial statements in the Philippines and have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics.

#### ***Key Audit Matters***

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, I do not provide a separate opinion on these matters.

#### ***Management Responsibility and Those Charged with Governance for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with applicable Philippine Financial Reporting Standards (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 entity'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 or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

#### ***Auditor's Responsibilities for the Audit of the Financial Statements***

My objectives 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 this auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSAs, 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 those risks, and obtain audit evidence that is sufficient and appropriate to provide a 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, misrepresentations, 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 entity's internal control.
- Evaluate the 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 its 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 auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

#### ***Other Matters***

The financial statements of the Organization for the year December 31, 2021, presented for comparison, were audited by another external auditor and expressed an unqualified opinion.

In reference to Revised SRC Rule 68 of the Securities and Exchange Commission (SEC), non-stock, non-profit corporations including foundations which solicit or receive annual donations or contributions and/or with fund balance aggregating to less than Php25 million and Php100 million, respectively, over the preceding three years, the mandatory requirement for group C accredited external auditors is not required. Hence, the undersigned, being a BOA and BIR accredited CPA is sufficient to render audit report for the above company being less than the above-cited threshold.

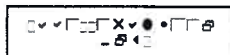
#### ***Report on the Supplementary Information Required Under Revenue Regulations 15-2010***

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

Makati City, Philippines  
March 10, 2023

**VERSUELO R. GARCIA III**

CPA Certificate 0106598, issued June 2002  
PTR 3521540, issued Jan. 05, 2023, San Jose, Occ. Mindoro  
TIN 283-337-955-000  
BOA Accreditation 5378, Valid until March 01, 2024  
BIR Accreditation 08-005885-001-2023, Renewed Feb. 09, 2023, Until Feb. 09, 2026





**VRGTHIRD AUDITING ACCOUNTING FIRM**  
**BOA & BIR Accredited CPA**  
1672 Caton St., La Paz, City of Makati NCR, Fourth District



**SUPPLEMENTAL REPORT OF INDEPENDENT AUDITOR  
TO ACCOMPANY FINANCIAL STATEMENTS FOR FILING WITH  
THE SECURITIES AND EXCHANGE COMMISSION (SEC)**

**To The Board of Trustees and Members of  
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.  
(A Non- Stock, Non- Profit Organization)  
TIN 278-184-152-000  
Unit 712, Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City**

I have audited the accompanying financial statements as at **December 31, 2022 (with comparative from 2021)** of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.** on which I have rendered my report dated **March 10, 2023**.

In compliance with **SRC Rule 68**, I am stating that the said Company is not a public company, nor regulated entity, and being a non- stock, non- profit association has no stockholders/ shareholders owning one hundred (100) or more shares.

In reference to Revised SRC Rule 68 of the Securities and Exchange Commission (SEC), non-stock, non- profit corporations including foundations which solicit or receive annual donations or contributions and/or with fund balance aggregating to less than Ph25 million and Ph100 million, respectively, over the preceding three years, the mandatory requirement for group C accredited external auditors is not required. Hence, the undersigned, being a BOA and BIR accredited CPA is sufficient to render audit report for the above company being less than the above-cited threshold.

Makati City, Philippines  
March 10, 2023

**VERSUELO R. GARCIA III**

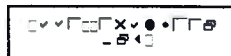
*CPA Certificate* 0106598, issued June 2002

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*TIN* 283-337-955-000

*BOA Accreditation* 5378, Valid until March 01, 2024

*BIR Accreditation* 08-005885-001-2023, Renewed Feb. 09, 2023, Until Feb. 09, 2026



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

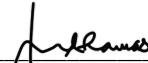
The management of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES INC.** is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the year ended December 31, 2022 in accordance with the prescribed financial reporting framework 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.

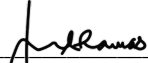
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or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

The Board of Trustees is responsible for overseeing the Company's financial reporting process.

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

**Versuelo R. Garcia, III**, the independent auditor appointed by the stockholders, has audited the financial statements of the company in accordance with Philippine Standards on Auditing, and in its report to the stockholders or members, has expressed its opinion on the fairness of presentation upon completion of such audit.

  
\_\_\_\_\_  
**MISHELL D. LAWAS**  
Chairman of the Board

  
\_\_\_\_\_  
**MISHELL D. LAWAS**  
President

  
\_\_\_\_\_  
**BENJZ GERARD M. SEVILLA**  
Treasurer

Signed this 10th day of March 2023

# **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.**

**(A Non-stock, Non-profit Organization)**

TIN: 278-184-152-000

ADDRESS: Unit 712, Cityland Shaw Tower, Shaw Boulevard,  
Mandaluyong City

## **AUDITED FINANCIAL STATEMENTS (WITH INDEPENDENT AUDITOR'S REPORT)**

FOR THE YEAR 2022

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## STATEMENT OF FINANCIAL POSITION (With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

	Notes	2022	2021
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash	4	18,680,550	5,588,718
Other receivables	5	6,701,825	10,289,817
Other current assets	6	15,220	-
<b>Total Current Assets</b>		<b>25,397,595</b>	<b>15,878,535</b>
<b>Non-Current Asset</b>			
Property and Equipments, net	7	17,290,965	18,487,554
Other non-current assets		-	8,958
<b>Total Non-Current Assets</b>		<b>17,290,965</b>	<b>18,496,512</b>
<b>TOTAL ASSETS</b>		<b>42,688,560</b>	<b>34,375,047</b>
<b>LIABILITY AND EQUITY</b>			
<b>Current Liability</b>			
Trade and Other Payables	8	33,931	86,915
<b>Total Current Liability</b>		<b>33,931</b>	<b>86,915</b>
<b>TOTAL LIABILITY</b>		<b>33,931</b>	<b>86,915</b>
<b>EQUITY</b>			
Fund Balance	9	42,654,629	34,288,132
<b>TOTAL EQUITY</b>		<b>42,654,629</b>	<b>34,288,132</b>
<b>TOTAL LIABILITY AND EQUITY</b>		<b>42,688,560</b>	<b>34,375,047</b>

See Accompanying Notes to Financial Statements.



# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

*(A Non-stock, Non-profit Corporation)*

## STATEMENTS OF INCOME (With Comparative Figures of December 31, 2021) FOR THE YEAR ENDED DECEMBER 31, 2022 (In Philippine Pesos)

	<i>Notes</i>	<b>2022</b>	<b>2021</b>
<b>REVENUES</b>	<i>10</i>	28,015,659	15,594,571
<b>COST OF SERVICE</b>	<i>11</i>	14,283,035	7,128,566
<b>GROSS INCOME</b>		13,732,624	8,466,005
<b>OPERATING EXPENSES</b>	<i>12</i>	5,358,501	4,199,832
<b>INCOME FROM OPERATIONS</b>		<b>8,374,123</b>	<b>4,266,173</b>
<b>INTEREST INCOME</b>	<i>4</i>	1,332	52,532
<b>INCOME BEFORE INCOME TAX</b>		<b>8,375,455</b>	<b>4,318,705</b>
<b>INCOME TAX EXPENSE</b>	<i>1,2,13</i>	-	-
<b>INCOME FOR THE PERIOD</b>		<b>8,375,455</b>	<b>4,318,705</b>

*See Accompanying Notes to Financial Statements.*

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

*(A Non-stock, Non-profit Corporation)*

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## STATEMENTS OF CHANGES IN FUND BALANCE

(With Comparative Figures of December 31, 2021)

FOR THE YEAR ENDED DECEMBER 31, 2022

(In Philippine Pesos)

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<b>Fund Balance, January 1, 2021</b>	<b>29,969,427</b>
Excess of Revenue over expenses for the period	4,318,705
<b>Fund Balance, December 31, 2021</b>	<b>34,288,132</b>
Excess of Revenue over expenses for the period	8,375,455
Prior period adjustment	(8,958)
<b>Fund Balance, December 31, 2022</b>	<b>42,654,629</b>

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*See Accompanying Notes to Financial Statements.*

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## STATEMENTS OF CASH FLOW

(With Comparative Figures of December 31, 2021)

FOR THE YEAR ENDED DECEMBER 31, 2022

(In Philippine Pesos)

	<i>Notes</i>	<b>2022</b>	<b>2021</b>
<b>Cash Flow from Operating Activities</b>			
Income for the period		8,375,455	4,318,705
Interest received	4	1,332	52,532
Depreciation	7	1,274,201	543,591
Operating Income before working capital changes		9,650,988	4,914,828
(Increase) Decrease in:			
Other receivables	5	3,587,992	3,835,483
Other current assets	6	(15,220)	-
Increase (Decrease) in liabilities	8	(52,984)	68,228
<b>Net Cash Provided by Operating Activities</b>		<b>13,170,776</b>	<b>8,818,539</b>
Interest income	4	(1,332)	(52,532)
<b>Net Cash Provided by Operating Activities</b>		<b>13,169,444</b>	<b>8,766,007</b>
<b>Cash Flow from Investing Activities</b>			
Purchased of Equipments	7	(77,610)	(17,968,183)
<b>Net Cash Used in Financing Activities</b>		<b>(77,610)</b>	<b>(17,968,183)</b>
<b>Net Increase (Decrease) in Cash</b>		<b>13,091,832</b>	<b>(9,202,178)</b>
<b>Cash Balance, Beginning</b>		<b>5,588,718</b>	<b>14,790,896</b>
<b>Cash Balance, End</b>		<b>18,680,550</b>	<b>5,588,718</b>

See Accompanying Notes to Financial Statements.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### 1. GENERAL

Institute of Electronics Engineers of the Phils., Inc. (the Company) was registered with the Philippine Securities and Exchange Commission under SEC Registration No. CN200504041 on March 14, 2005 as a non-stock, non-profit corporation to primarily engage to promote, through scientific inquiry and study, the advancement of electronics, in theory and practice and in their application to allied fields of engineering and to human needs, to promote the dissemination of such knowledge gained, among the members of the corporation in particular and to members of other professions in general, so as to maintain a high level of proficiency and effectiveness as expected of us by our people, to promote fellowship, free exchange of ideas, and mutual help and respect among the members of the profession, to promote closer relationship and cooperation with other societies of similar nature to the end that the overall scientific advancement of the nation shall be accelerated equally in all aspects, to provide leadership and guidance to young professionals, and inspiration to students in the profession, to discover and encourage outstanding talent among the youths of our land who can contribute to the advancement of the profession, and to work for the establishment of standards of engineering practice; in electronics and communications, in their application to allied fields of engineering and to human needs, to the end that the interest and welfare of the public in general, and of the members in particular, can thereby be safeguarded.

The Organization is exempt from income tax under Section 30 (E) of the National Internal Revenue Code of 1997.

The Company's registered address is at Unit 712, Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City, Philippines.

The accompanying financial statements of the Company were authorized for issue by the Management Committee on March 10, 2023.

### 2. Basis of Preparation of Financial Statements

#### *Basis of Preparation*

The financial statements of Institute of Electronics Engineers of the Phils., Inc have been prepared on a historical cost convention basis. The financial statements are presented in Philippine Peso, which is the functional and presentation currency. Amounts are rounded off to the nearest peso, unless otherwise indicated.

#### *Basis of Compliance*

The financial statements have been prepared in compliance with the Philippine Financial Reporting Standards for Small Entities (PFRS for SEs) issued by the Financial Reporting Standards Council of the Philippines.

### 3. Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### Financial Assets and Financial Liabilities

#### *Initial Recognition of Financial Assets and Liabilities*

The Company shall recognize a financial asset or a financial liability only when the Company becomes a party to the contractual provisions of the instrument.

#### *Initial Measurement*

When a financial asset or financial liability is recognized initially, the Company shall measure it at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction. A financing transaction may take place in connection with the sale of goods or services, for example, if payments is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate. If the arrangement constitutes a financing transaction, the Company shall measure the financial asset or financial liability at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

#### *Subsequent Measurement*

At the end of each reporting period, the Company shall measure financial instruments as follows, without any deduction for transactions costs the Company may incur on sale or other disposal:

- (a) Debt instruments shall be measured at amortized cost using the effective interest method. Debt instruments that are classified as current assets or current liabilities shall be measured at the undiscounted amount of cash or other consideration expected to be paid or received unless the arrangement constitutes, in effect, a financing transaction. If the arrangement constitutes a financing transaction, the entity shall measure the debt instrument at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.
- (b) Investments in shares shall be carried at cost less impairment, unless the investment in shares are traded in an active market, which shall be measured at the lower of cost or fair value, with changes in fair value recognized in profit or loss.

For shares traded in active market, the best evidence of fair value is the quoted price for those shares in that active market.

#### *Impairment of Financial Instruments*

At the end of each reporting period, an entity shall assess whether there is objective evidence of impairment of any financial assets that are measured at cost or amortized cost. If there is objective evidence of impairment, the entity shall recognize an impairment loss in profit or loss immediately.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

For financial assets measured at amortized cost, impairment loss is the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If such a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract. For a financial asset measured at cost less impairment, impairment loss is the difference between the asset's carrying amount and the best estimate (which will necessarily be an approximation) of the amount (which might be zero) that the entity would receive for the asset if it were to be sold at the reporting date.

### *Reversal*

If, in a subsequent period, the amount of an impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized (such as an improvement in the debtor's credit rating), the entity shall reverse the previously recognized impairment loss either directly or by adjusting an allowance account. The reversal shall not result in a carrying amount of the financial asset (net of allowance account) that exceeds what the carrying amount would have been had the impairment not previously been recognized. The entity shall recognize the amount of the reversal in profit or loss immediately.

### *Derecognition of Financial Assets*

The Company shall derecognize a financial asset only when:

- (a) the contractual rights to the cash flows from the financial asset expires or are settled; or
- (b) the Company transfers to another party substantially all of the risks and rewards of ownership of the financial asset; or

### *Derecognition of Financial Liabilities*

The Company shall derecognize a financial liability (or a part of a financial liability) only when it is extinguished—i.e. when the obligation specified in the contract is discharged, cancelled or expires.

If an existing borrower and lender exchange financial instruments with substantially different terms, the entities shall account for the transaction as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, an entity shall account for a substantial modification of the terms of an existing financial liability or a part of it (whether or not attributable to the financial difficulty of the debtor) as an extinguishment of the original financial liability and the recognition of a new financial liability.

The Company shall recognize in profit or loss any difference between the carrying amount of the financial liability (or part of a financial liability) extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### **Financial Assets**

Financial assets include cash and cash equivalents, trade receivables and non-current deposits. The designation of financial assets is re-evaluated at every reporting date at which date a choice of classification or accounting treatment is available, subject to compliance with specific provision of applicable accounting standards.

### **Cash and Cash Equivalents**

Cash includes cash in bank. Cash equivalents are short-term, highly liquid investments that are readily convertible into cash which are subject to an insignificant risk of change in value with maturities of three months or less.

### **Trade Receivables**

Trade and other receivables are recognized initially at its transaction price. They are subsequently measured at amortized cost less provision for impairment. A provision for impairment of accounts receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. Receivables are written off against the allowance for impairment losses when management believes that the collectability of the principal is unlikely.

### **Property and Equipment**

Property and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in a manner intended by management.

The Company adds to the carrying amount of an item of property and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation on assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

The estimated useful of office equipment is 3 years.

Building - Office Condominium	20 years
Furnitures and Fixtures	5 years
Building - Office	20 years
Building - Improvements	20 years
IT - Equipment	5 years
Office Equipment	5 years

The assets' residual values, useful lives and depreciation methods are reviewed and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

An asset's carrying amount is written down immediately to its recoverable amount if the assets' carrying amount is greater than its recoverable amount. Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized within other gains/losses-net in the statement of income (loss).

### **Other Assets**

Other assets are recognized when it is probable that the future economic benefits will flow to the Company and the assets have a cost or value that can be measured reliably.

Other assets are initially recognized at historical cost and are subsequently measured at amortized cost less any impairment. The Company classifies other assets as current when it expects to realize the asset within 12 months after the reporting date, otherwise it is classified as non-current.

### **Impairment of Assets Other Than Inventories**

An entity shall assess at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the entity shall estimate the recoverable amount of the asset. If there is no indication of impairment, it is not necessary to estimate the recoverable amount.

If, and only if, the recoverable amount of an asset is less than its carrying amount, the entity shall reduce the carrying amount of the asset to its recoverable amount. That reduction is an impairment loss. An entity shall recognize an impairment loss immediately in profit or loss.

### **Financial Liabilities**

Financial liabilities include trade and other payables (except VAT payable, withholding taxes payable, etc.) and interest bearing borrowings. All interest-related charges are included as part of finance costs in the statement of income (loss).

### **Trade and Other Payables**

Payables are stated at their nominal value. A liability is recognized when it is probable that an outflow of resources embodying economic benefits will result from the settlement of present obligation and the amount at which the settlement will take place can be measured reliably.

### **Borrowings and Borrowing Costs**

Borrowings are recognized initially at the transaction price (that is, the present value of cash payable to the bank, including transaction costs). Borrowings are subsequently stated at amortized cost. Interest expense is recognized on the basis of the effective interest method and is included in the finance costs.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

All borrowing costs are expensed as incurred.



# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

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## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### **Provisions**

Provisions for restructuring costs and legal claims are recognized when: the group has a present legal or constructive obligation as a result of past events; it is probable that a transfer of economic benefits will be required to settle the obligation; and the amount can be reliably estimated. Restructuring provisions comprise lease termination penalties and employee termination payments. Provisions are not recognized for future operating losses.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognized as interest expense.

### **Contingencies**

A contingent liability is either a possible but uncertain obligation, or a present obligation that is not recognized as a liability because either it is not probable that an outflow will occur or the amount cannot be measured reliably. Management does not recognize a contingent liability as a liability unless it has been acquired in a business combination.

A contingent liability is disclosed unless the possibility of an outflow of resources embodying economic benefit is remote.

### **Fund Balance**

Member's Equity represents the cumulative balance of excess revenue over expenses, prior period adjustments, effect of changes in accounting policy and other capital adjustments.

### **Revenue and Expense Recognition**

Revenue is the gross inflow of economic benefits during the period arising in the course of the ordinary activities of an entity when those inflows result in increases in equity, other than increases relating to contributions from members.

An entity shall measure revenue at the fair value of the consideration received or receivable. The fair value of the consideration received or receivable is after deducting the amount of any trade discounts, prompt settlement discounts and volume rebates allowed by the entity. The fair value also takes into account the time value of money.

An entity shall include in revenue only the gross inflows of economic benefits received and receivable by the entity on its own account. An entity shall exclude from revenue all amounts collected on behalf of third parties, for example sales taxes, goods and services taxes and value added taxes collected on behalf of a government. In an agency relationship, an entity shall include in revenue only the amount of its commission. The amounts collected on behalf of the principal are not revenue of the entity.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### *Sale of Services*

Service income is recognized when the outcome of the transaction involving the rendering of services can be estimated reliably; revenue associated with the transaction is recognized when services has been rendered.

### *Membership Dues*

Membership dues are regular payments made by members. The dues represent the cost of being a member of the corporation, and are used to fund activities carried out by the corporation. Membership dues are distinct from membership fees which tend to be one off payments.

### *Interest Income*

Interest income is recognized on a time proportion basis that takes into account the effective yield on the asset.

### *Expenses*

Expenses are recognized when a decrease in future economic benefits related to a decrease in an asset or an increase in liability has arisen that can be measured reliably.

### *Income Taxes*

The Organization is exempt from income tax under Section 30 (E) of the National Internal Revenue Code of 1997. However, the income of whatever kind and character of the from any of its properties, real or personal, or from any of its activities conducted for profit, regardless of the disposition made, such income shall be subjected to tax.

### *Employee Benefits*

Employee benefits are all forms of consideration given by the Company in exchange for service rendered by employees, including directors and management. The Company shall recognize the cost of all employee benefits to which its employees have become entitled as a result of service rendered to the entity during the reporting period:

- a.) as a liability, after deducting amounts that have been paid directly to the employees; and
- b.) as an expense, unless another section of this Framework requires the cost to be recognized as part of the cost of an asset.

### *Short-term benefits*

Short-term employee benefits are employee benefits (other than termination benefits) that are wholly due within twelve months after the end of the period in which the employees render the related service, for example, wages, salaries, annual bonus payable, social security contributions and non-monetary benefits such as cars. When an employee has rendered service to an entity during the reporting period, the entity shall measure the amounts recognized at the undiscounted amount of short-term employee benefits expected to be paid in exchange for that service.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### **Correction of Prior Period Errors**

Prior period errors are omissions from and misstatements in the Company's financial statements for one or more periods arising from failure to use or misuse of reliable information that:

- a.) was available when financial statements for those periods were authorized for issue; and
- b.) could reasonably be expected to have been obtained and taken into account in the preparation and presentation of those financial statements.

Such errors include the effects of mathematical mistakes, mistakes in applying accounting policies, oversights or misinterpretations of facts and fraud.

An entity shall correct material prior period errors by excluding its impact from net income for the period when the error is discovered. The carrying amounts of assets and liabilities at the beginning of the current period shall be restated to correct the material prior period error. Any cumulative effect shall be recognized as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) of the current period. Comparative information shall not be restated.

### **Related Parties**

Related party relationship exists when one party has the ability to control, directly or indirectly through one or more intermediaries, the other party or exercise significant influence over the other party in making financial and operating decisions. Such relationship also exist 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 its shareholders. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

### **Events After the Reporting Date**

The Company identifies subsequent events as events that occurred after the reporting date but before the date when the financial statements were authorized for issue. Any subsequent events that provide additional information about the Company's financial position at the reporting date are reflected in the financial statements. Events that are not adjusting events are disclosed in the notes to the financial statements when material.

## **4. CASH AND CASH EQUIVALENTS**

As at year end, this account is comprised of the following:

	2022	2021
Cash in bank	18,660,550	5,555,015
Petty cash fund	10,000	23,703
CPD fund	10,000	10,000
<b>Total</b>	<b>18,680,550</b>	<b>5,588,718</b>

Cash in bank generally earns interest at banks daily deposit rate. Related interest income subject to final tax amounted to Php1,332 in 2022 and Php52,532 in 2021.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### 5. OTHER RECEIVABLES

This account includes the following:

	<b>2022</b>	<b>2021</b>
Advances to officers and employees	4,338,857	2,629,950
Advances to affiliates	2,165,988	7,462,888
Advances to related party	196,980	196,980
<b>Total</b>	<b>6,701,825</b>	<b>10,289,818</b>

Other receivables have been reviewed for indicators of impairment. There were no indications of impairment on receivables as of December 31, 2022 and 2021.

### 6. OTHER CURRENT ASSET

Other current asset pertain to excess or unused withholding taxes on compensation as at reporting date which could be applied against any future tax liabilities of the Company.

### 7. PROPERTY AND EQUIPMENT

As at December 31, 2022, the management believes that there was no indication that the Company's property and equipment has been impaired (See Annex 1 for work forward analysis).

None of the Company's property and equipment has been pledged as security for its liabilities as at reporting date.

### 8. TRADE AND OTHER PAYABLES

This account includes the following:

	<b>2022</b>	<b>2021</b>
Expanded withholding tax payable	15,386	2,248
SSS, PHIC and HDMF payable	14,530	4,485
SSS loan payable	4,015	13,932
Accrued expenses	-	66,250
<b>Total</b>	<b>33,931</b>	<b>86,915</b>

Payables to government agencies like VAT payable, withholding taxes payable and SSS, PHIC and HDMF payables are normally settled within the following month.

Accrued expenses pertain to accrual of various expenses which are short-term in nature and are expected to be settled within six (6) months period.

### 9. FUND BALANCE

The fund balance of the Institution are used for the operational activities in conformity with the approved work plans, budgets, personnel and financial guidelines and policies. As of December 31, 2022 and 2021, fund balances amounted to Php42,654,629 and Php34,288,132, respectively.

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

### 10. REVENUES

This account includes the following:

	<b>2022</b>	<b>2021</b>
Sponsorship, donations, solicitations	16,900,692	4,924,040
Membership dues (Head Office)	6,442,293	5,231,376
Seminars, summit and conventions	4,417,599	430,355
Affiliation fee and chapter remittance	255,075	8,800
Other income	-	5,000,000
<b>Total</b>	<b>28,015,659</b>	<b>15,594,571</b>

### 11. COST OF SERVICES

This account includes the following:

	<b>2022</b>	<b>2021</b>
Trainings and seminars	3,949,442	791,822
Airfare expense	2,242,348	74,287
Hotel accomodation	2,083,933	673,768
Event expense	1,534,471	3,555,825
Souveneirs	1,531,100	-
Printing and stationery	1,232,526	451,295
Office supplies	680,517	321,425
Meal expense	346,774	147,802
Booth contractors	274,066	339,500
Administrative and CPD fee	202,420	274,678
Transportation and travel expense	90,016	432,765
Membership, subscription and association fee	62,422	49,292
Talent fee and honorarium	53,000	16,107
<b>Total</b>	<b>14,283,035</b>	<b>7,128,566</b>

### 12. OPERATING EXPENSES

This account includes the following:

	<b>2022</b>	<b>2021</b>
Depreciation expense	1,274,201	543,591
Salaries and wages	1,065,486	1,198,038
Donations	410,170	650,119
Advertising & promotion	362,156	273,180
Professional fees	492,000	390,917
Representation & entertainment	265,000	50,000
Christmas party	206,018	-
13th month pay and other benefits	149,430	229,827
Sss/hdmf/phic contribution	162,116	187,007
Telephone & communication	135,982	270,400
Electricity & water	126,850	24,206
Uniform, medical and staff welfare expense	140,000	81,000
Taxes & licenses	83,431	76,820
Gasoline, parking & toll expense	63,922	53,000

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

Continuation...

Repairs and maintenance	47,975	60,897
Freight handling & courier	47,349	62,641
Miscellaneous expense	326,415	48,189
<b>Total</b>	<b>5,358,501</b>	<b>4,199,832</b>

### 13. INCOME TAX EXPENSE

The computation of current income tax expense and the reconciliation of financial income and taxable income are as follows:

	2022	2021
Financial income	8,375,455	4,318,705
Add: Non-deductible expense	-	-
Less: Non-taxable income	(1,332)	(52,532)
Taxable income (loss)	8,374,123	4,266,173
Tax rate	20%	20%
<b>Current Income Tax Expense</b>	<b>tax exempt</b>	<b>tax exempt</b>

### 14. STATUTORY REQUIREMENTS

As provided in Revenue Regulations No. 15-2010: Amending Certain Provisions of Revenue Regulations No. 21-2002, as Amended, Implementing Section 6 (H) of the Tax Code of 1997, Authorizing the Commissioner of Internal Revenue to Prescribe Additional Procedural and/or Documentary Requirements in Connection with the Preparation and Submission of Financial Statements Accompanying the Tax Returns, in addition to the disclosures mandated under the Philippine Financial Reporting Standards, and such other standards and/or conventions as may heretofore be adopted, the Notes to Financial Statements shall include information on taxes, duties and license fees paid or accrued during the taxable year, particularly the following:

1. Amount of VAT output tax	-
Account Title	Tax exempt revenue
Tax exempt	28,015,659
2. Amount of VAT input tax	
a. Beginning	-
i. VAT input tax	n/a
ii. Deferred VAT input tax	n/a
b. Current year's domestic purchases/payments for:	
i. Goods for resale/manufacture or further processing	n/a
ii. Goods other than for resale or manufacture	n/a
iii. Capital goods subject to amortization	n/a
iv. Capital goods not subject to amortization	n/a
v. Services lodged under cost of goods sold	n/a
vi. Services lodged under other accounts	n/a

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

(A Non-stock, Non-profit Corporation)

## NOTES TO FINANCIAL STATEMENTS

(With Comparative Figures of December 31, 2021)

DECEMBER 31, 2022

(In Philippine Pesos)

c.	Claims for tax credit/refund and other adjustments; and	
	i. Input VAT allocable to exempt sales	n/a
	ii. Input closed to expense	n/a
d.	Balance at the end of the year	
	i. VAT input tax	n/a
	ii. Deferred VAT input tax	n/a
3.	The landed cost of imports and the amount of customs duties and tariff fees paid or accrued thereon:	
	i. Landed cost	n/a
	ii. Customs duties and other charges	n/a
4.	The amount of excise tax/es, classified per major product category, i.e., tobacco products, alcohol products, automobiles, minerals, oil and	
	a. Locally produced excisable items, and	n/a
	b. Imported excisable items.	n/a
5.	Documentary stamp tax (DST) on loan instruments shares of stock and other transactions subject thereto	-
6.	All other taxes, local and national, including real estate taxes, license and permit fees lodged under the Taxes and Licenses account both under the following:	
	Cost of sales	
	i. Annual land real property tax	n/a
	ii. Annual building real property tax	n/a
	iii. Fire service tax/local govt tax (bldg)	n/a
	Administrative expenses	
	i. Municipal license	14,335
	ii. Annual registration fee	500
	iii. Community tax certificate	-
	iv. Others	68,596
7.	The amount of withholding taxes	
	i. Tax on compensation and other benefits	
	ii. Expanded withholding tax/es	
	iii. Creditable withholding tax/es	
8.	Periods covered and amount/s of deficiency tax assessments, whether protested or not;	-
9.	Tax cases and amounts involved, under preliminary investigation, litigation and/or prosecution in courts or bodies outside the BIR.	n/a

# INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022 and 2021

(In Philippine Pesos)

### ANNEX 1 PROPERTY AND EQUIPMENT WORK FORWARD ANALYSIS

2020	Building - Office Condominium	Furnitures and Fixtures	Building - Office	Building - Improvements	IT - Equipment	Office Equipment	Total
<b>Cost:</b>							
January 1, 2022	1,274,685	701,140	17,500,000	213,250	1,126,414	731,933	21,547,422
Additions					46,620	30,990	77,610
Transfer	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
<b>December 31, 2022</b>	<b>1,274,685</b>	<b>701,140</b>	<b>17,500,000</b>	<b>213,250</b>	<b>1,173,034</b>	<b>762,923</b>	<b>21,625,032</b>
<b>Accumulated depreciation:</b>							
January 1, 2022	967,565	649,959	218,750	48,417	985,968	189,207	3,059,866
Charges for the year	63,734	30,211	875,000	10,663	143,545	151,049	1,274,201
Disposals	-	-	-	-	-	-	-
<b>December 31, 2022</b>	<b>1,031,299</b>	<b>680,170</b>	<b>1,093,750</b>	<b>59,080</b>	<b>1,129,513</b>	<b>340,256</b>	<b>4,334,067</b>
<b>Carrying amounts</b>	<b>243,385</b>	<b>20,970</b>	<b>16,406,250</b>	<b>154,171</b>	<b>43,521</b>	<b>422,667</b>	<b>17,290,965</b>





DOP ACCOUNTING &lt;dp.acctg2021@gmail.com&gt;

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## Tax Return Receipt Confirmation

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**ebirforms-noreply@bir.gov.ph** <ebirforms-noreply@bir.gov.ph>  
To: dp.acctg2021@gmail.com

Mon, Apr 17, 2023 at 2:29 AM

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

File name: 278184152000-1702EXv2018C-122022.xml

Date received by BIR: 17 April 2023

Time received by BIR: 01:39 AM

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

**FOR RETURNS WITH TAX PAYABLE:**

**Please pay through any of the following ePayment Channels:**

**Land Bank of the Philippines Link.BizPortal**

- LBP ATM Cards
- Bancnet ATM/Debit Cards
- PCHC PayGate or PESONet (RCBC, Robinsons Bank, UnionBank, PSBank, BPI, Asia United Bank)

**DBP PayTax Online**

- Credit Cards (MasterCard/Visa)
- Bancnet ATM/Debit Cards

**Unionbank of the Philippines**

- Unionbank Online (for Unionbank Individual and Corporate Account Holders)
- UPAY via InstaPay (For Individual Non-Unionbank Account Holders)

**Taxpayer Agent/ Tax Software Provider-TSP**

- (Gcash/PayMaya/MyEG)

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


**Bureau of Internal Revenue**

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**Republic of the Philippines  
Department of Finance  
Bureau of Internal Revenue**

For BIR Use Only: BCS/Item:

**BIR Form No. 1702-EX**  
January 2018 (ENCS) v2  
Page 1

**Annual Income Tax Return**  
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  
*Enter all required information in CAPITAL LETTERS. Mark applicable boxes with an "X". Two copies MUST be filed with the BIR and one held by the taxpayer.*



1702-EX 01/18ENCS v2 P1

1 For  Calendar  Fiscal    3 Amended Return?  Yes  No    4 Short Period Return  Yes  No    5 Alphanumeric Tax Code (ATC)

2 Year Ended (MM/20YY) 12/2022

IC 011 Exempt Corporation on Exempt Activities   
IC 021 General Professional Partnership

**Background Information**

6 Taxpayer Identification Number (TIN) 278-184-152-0000    7 RDO Code 041

8 Registered Name (Enter only 1 letter per box using CAPITAL LETTERS)  
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES

9 Registered Address (indicate complete address. If the registered address is different from the current address, go to the RDO to update registered address by using BIR Form No. 1905)  
712 CITYLAND SHAW TOWER, SHAW BOULEVARD, MANDALUYONG CITY

9A Zip code 1550

10 Date of Incorporation/Organization (MM/DD/YYYY) 03/14/2005    11 Contact Number 09153584928

12 Email Address ip.acctg2021@gmail.com

13 Method of Deductions  Increased Deductions (Section 34 (A-2), RIRC)     Optional Reduced Deduction (ORD) - 40% of Gross Income (applicable only to General Admission Practitioners (GAP) per RA, No. 11862)

14 Legal Basis of Tax Relief / Exemption (Specify) SEC 30(E) OF NIRC CODE OF 1997    15 Investment Promotion Agency (IPA) / Government Agency (specify) NATIONAL INTERNAL REVENUE CODE

16 Registered Activity / Program (Registration Number) NON-STOCK, NON-PROFIT ORG.    17 Effectivity Date of Tax Relief / Exemption (MM/DD/YYYY)  
From 11/29/2019 To 12/31/2022

**PART II - TOTAL TAX PAYABLE** (DO NOT ENTER CENTAVOS; 49 centavos or less drop down; 50 or more round up)

18 Tax Due (From Part IV Item 41)	0.00
19 Less: Total Tax Credits/Payments (From Part IV Item 50)	0.00
20 Total (Overpayment) (Item 18 Less Item 19) (From Part IV Item 51)	0.00
21 Add: Penalty - Compromise	0.00
22 TOTAL AMOUNT PAYABLE / (Overpayment) (Sum of Items 20 & 21)	0.00

If overpayment, mark one (1) box only. (Once the choice is made, the same is irrevocable)  
 To be refunded     To be issued a Tax Credit Certificate (TCC)     To be carried over as a tax credit for next year/quarter

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

MISHLE D. LAWAG    BENUE GERARDO M. DEVILLA

Signature over Printed Name of President/Principal Officer/Authorized Representative    Signature over Printed Name of Treasurer/Assistant Treasurer


23 Number of Attachments 00


**Part III - Details of Payment**

Particulars	Drawee Bank/Agency	Number	Date (MM/DD/YYYY)	Amount
24 Cash/Bank Debit Memo				
25 Check				
26 Tax Debit Memo				
27 Others (Specify Below)				

Machine Validation / Revenue Official Receipt Details (if not filed with an Authorized Agent Bank (AAB))

Stamp of Receiving Office/AAB and Date of Receipt (RO's Signature/Bank Teller's Initial)

BIR Form No. <b>1702-EX</b> January 2018 (ENCS) v2 Page 2	<b>Annual Income Tax Return</b> 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	 1702-EX 01/18ENCS v2 P2
TIN 278 184 152 0000	Registered Name INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES	
<b>Part IV - Computation of Tax</b>		(Do NOT enter Centavos; 49 centavos or less drop down; 50 or more round up)
<b>28</b> Sales/Receipts/Revenues/Fees  <b>29</b> Less: Sales Returns, Allowances and Discounts  <b>30</b> Net Sales/Receipts/Revenues/Fees (Item 28 less Item 29)  <b>31</b> Less: Cost of Sales/Services  <b>32</b> Gross Income from Operation (Item 30 Less Item 31)  <b>33</b> Add: Other Income  <b>34</b> Total Gross Income (Sum of Items 32 and 33) Less: Deductions Allowable under Existing Law <b>A. Itemized Deduction</b> <b>35</b> Ordinary Allowable Itemized Deductions (From Part VI Schedule I Item 18) <b>36</b> Special Allowable Itemized Deductions (From Part VI Schedule II Item 5) <b>37</b> Total Itemized Deductions (Sum of Items 35 and 36) <b>B. Optional Standard Deduction (OSD)</b> <b>38</b> OSD (40% of Item 34)(applicable to GPP per RA No. 10963)  <b>39</b> Net Taxable Income / (Loss) (If Itemized: Item 34 Less Item 37.; If OSD: Item 34 Less Item 38)  <b>40</b> Tax Rate  <b>41 Tax Due</b> (Item 39 x Item 40) (To Part II Item 18) Less: Tax Credits / Payments (attach proof) <b>42</b> Prior Year's Excess Credits <b>43</b> Income Tax Payment from Previous Quarter/s <b>44</b> Creditable Tax Withheld from Previous Quarter/s per BIR Form No. 2307 <b>45</b> Creditable Tax Withheld per BIR Form No. 2307 for the 4th Quarter <b>46</b> Foreign Tax Credits, if applicable <b>47</b> Tax Paid in Return Previously Filed, if this is an Amended Return Other Tax Credits / Payments (specify) <b>48</b> _____ <b>49</b> _____  <b>50</b> Total Tax Credits / Payments (Sum of Items 42 to 49) (To Part II Item 19)  <b>51 Total (Overpayment)</b> (Item 41 Less Item 50) (To Part II Item 20)	28,015,659.00  0.00  28,015,659.00  14,283,035.00  13,732,624.00  0.00  13,732,624.00   5,358,501.00  0.00  5,358,501.00  0.00  8,374,123.00  0 %  0.00  0.00  0.00  0.00  0.00  0.00  0.00  0.00  0.00  0.00  0.00  0.00  0.00  0.00	
<b>Part V - Tax Relief Availment</b>		
<b>52</b> Regular Income Tax Otherwise Due (Item 39 of Part IV x Applicable Income Tax Rate)  <b>53</b> Special Allowable Itemized Deductions (Item 36 of Part IV x Applicable Income Tax Rate)  <b>54 Total Tax Relief Availment</b> (Sum of Items 52 and 53)	1,674,725.00  0.00  1,674,725.00	

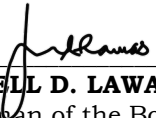
BIR Form No. <b>1702-EX</b> January 2018 (ENCS) v2 Page 3	<b>Annual Income Tax Return</b> Corporation, Partnership and Other Non-Individual Taxpayer EXEMPT under the Tax Code, as Amended, [Sec. 30 and those exempted in Sec. 27(C)] and Other Special Laws, with NO Other Taxable Income	 1702-EX 01/18ENCS v2 P3	
Tax Identification Number (TIN) 278 184 152 0000	Registered Name INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES		
<b>Part VI - Schedules</b>		(Do NOT enter Centavos; 49 centavos or less drop down; 50 or more round up)	
<b>Schedule 1 - Ordinary Allowable Itemized Deductions</b> (attach additional sheet/s, if necessary)			
1 Ammortizations		0.00	
2 Bad Debts		0.00	
3 Charitable and Contributions		410,170.00	
4 Depletion		0.00	
5 Depreciation		1,274,201.00	
6 Entertainment, Amusement and Recreation		265,000.00	
7 Fringe Benefits		0.00	
8 Interest		0.00	
9 Losses		0.00	
10 Pension Trusts		0.00	
11 Rental		0.00	
12 Research and Development		0.00	
13 Salaries, Wages, and Allowances		1,214,916.00	
14 SSS, GSIS, Philhealth, HDMF, and Other Contributions		162,116.00	
15 Taxes and Licenses		83,431.00	
16 Transportation and Travel		63,922.00	
17 Others (Deductions Subject to Withholding Tax and Other Expenses) [Specify below; Add additional sheet(s) if necessary]			
a Janitorial and Messengerial Services		0.00	
b Professional Fees		492,000.00	
c Security Services		0.00	
d ADVERTISING & PROMOTION		362,156.00	
e CHRISTMAS PARTY		206,018.00	
f TELEPHONE & COMMUNICATION		135,982.00	
g ELECTRICITY & WATER		126,850.00	
h UNIFORM, MEDICAL AND STAFF WELFARE EXPENSE		140,000.00	
i OTHER EXPENSES		421,739.00	
<b>18 Total Ordinary Allowable Itemized Deductions</b> (Sum of Items 1 to 17i) (To Part IV Item 35)		<b>5,358,501.00</b>	
<b>Schedule 2 - Special Allowable Itemized Deductions</b> (attach additional sheet/s, if necessary)			
	Description	Legal Basis	Amount
1			0.00
2			0.00
3			0.00
4			0.00
<b>5 Total Special Allowable Itemized Deductions</b> (Sum of Items 1 to 4) (To Part IV Item 36)			<b>0.00</b>
<b>Schedule 3 - Reconciliation of Net Income per Books Against Taxable Income</b> (attach additional sheet/s, if necessary)			
1 Net Income(loss) per Books		8,375,455.00	
Add: Non-Deductible Expenses/Other Income			
2		0.00	
3		0.00	
<b>4 Total</b> (Sum of Items 1 to 3)		<b>8,375,455.00</b>	
Less: A) Non-Taxable Income and Income Subjected to Final Tax			
5 INTEREST INCOME		1,332.00	
6		0.00	
B) Special Deductions			
7		0.00	
8		0.00	
<b>9 Total</b> (Sum of Items 5 to 8)		<b>1,332.00</b>	
<b>10 Net Taxable Income/(Loss)</b> (Item 4 Less Item 9)		<b>8,374,123.00</b>	

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY  
FOR ANNUAL INCOME TAX RETURN**

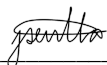
The management of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES INC.** is responsible for all information and representations contained in the Annual Income Tax return for the year ended **D r**. Management is likewise responsible for all information and representations contained in the financial statements accompanying the Annual Income Tax return or Annual Information return covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all the 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 tax returns, and any and all other tax returns.

In this regard, the Management affirms that the attached audited financial statements for the year ended **D r** and the accompanying Annual Income Tax return are in accordance with the books and records of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILIPPINES INC.** is complete and correct in all material aspects. 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 0. 200 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.

  
\_\_\_\_\_  
**MISHELL D. LAWAS**  
Chairman of the Board

  
\_\_\_\_\_  
**MISHELL D. LAWAS**  
President

  
\_\_\_\_\_  
**BENJZ GERARD M. SEVILLA**  
Treasurer



**SUPPLEMENTAL REPORT OF INDEPENDENT AUDITOR  
TO ACCOMPANY FINANCIAL STATEMENTS FOR FILING WITH  
THE BUREAU OF INTERNAL REVENUE (BIR)**

**To The Board of Trustees and Members of  
INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.  
(A Non- Stock, Non- Profit Organization)  
TIN 278-184-152-000  
Unit 712, Cityland Shaw Tower, Shaw Boulevard, Mandaluyong City**

I have audited the accompanying financial statements as at **December 31, 2022 (with comparative from 2021)** of **INSTITUTE OF ELECTRONICS ENGINEERS OF THE PHILS., INC.** on which I have rendered my report dated **March 10, 2023**.

In compliance with **Revenue Regulation V-20**, I am stating that:

1. I am not related by consanguinity or affinity, nor do not have any direct financial interest to the Trustees/ Charge with the governance of the entity; and
2. The taxes paid and/or accrued by the entity during the year is shown in the Schedule of Taxes and Licenses.

In compliance with **Revenue Regulation 19-2011**, the Company is using the revised electronic BIR forms for income tax filing.

Makati City, Philippines  
March 10, 2023

**VERSUELO R. GARCIA III**

*CPA Certificate* 0106598, issued June 2002  
*PTR* 3521540, issued Jan. 05, 2023, San Jose, Occ. Mindoro  
*TIN* 283-337-955-000  
*BOA Accreditation* 5378, Valid until March 01, 2024  
*BIR Accreditation* 08-005885-001-2023, Renewed Feb. 09, 2023, Until Feb. 09, 2026

