PERLA COMPAÑIA DE SEGUROS, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2023 AND 2022

ASSETS	Notes		2023		2022
Cash and cash equivalents	8	P	26,010,831	P	59,419,304
Short-term investments	8		22,832,000		56,555,587
Financial assets	5,9				
Fair value through profit or loss (FVPL)			6,025,467		13,726,422
Available-for-sale (AFS)			339,277,527		342,824,601
Held-to-maturity (HTM)			785,779,817		770,174,252
Insurance balances receivable	10		5,003,208		7,033,044
Reinsurance assets	11		3,301,238		2,345,501
Investment property - net	12		209,844,650		87,315,000
Property and equipment - net	13		241,498,410		375,872,447
Deferred acquisition costs	14		12,811,226		13,576,853
Accrued investment income	15		11,138,930		4,329,327
Other assets	16		727,277		900,184
TOTAL ASSETS		P	1,664,250,581	P	1,734,072,522

LIABILITIES AND EQUITY					
Reserve for unearned premiums	17	P	60,820,605	P	58,655,292
Insurance claims payable	18		17,655,433		18,965,170
Accounts payable and accrued expenses	19		17,045,845		33,259,395
Reinsurance liabilities	20		1,502,053		5,980,855
Deferred commission income	14		903,297		591,068
Deferred tax liabilities - net	29		30,979,107		107,115,596
Total Liabilities			128,906,340		224,567,376
EQUITY					
Share capital	21		250,000,000		250,000,000
Contributed surplus			33,000		33,000
Revaluation reserve on:					
Land			235,878,260		188,200,739
Building			98,473,347		87,466,500
AFS financial assets	9		(16,744,915)		(22,093,110)
Retained earnings - December 31			967,704,549		1,005,898,017
Total Equity			1,535,344,241		1,509,505,146
TOTAL LIABILITIES AND EQUITY		P	1,664,250,581	P	1,734,072,522

See accompanying notes to financial statements

PERLA COMPAÑIA DE SEGUROS, INC.
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Notes		2023	2022
PROFIT FOR THE YEAR		**P**	**49,943,413**	P 89,982,292
OTHER COMPREHENSIVE INCOME				
Amount to be reclassified to profit or loss in subsequent periods:				
Fair value changes in AFS investments - net of tax	9		**5,348,195**	(31,336,246)
Amount not to be reclassified to profit or loss in subsequent periods:				
Revaluation increment on property and equipment - net of tax			**-**	170,415,800
TOTAL COMPREHENSIVE INCOME		**P**	**55,291,608**	P 229,061,846

See accompanying notes to financial statements

PERLA COMPAÑIA DE SEGUROS, INC.
STATEMENTS OF INCOME
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Notes		2023		2022
REVENUES					
Gross premiums earned	23	P	**128,249,035**	P	152,899,151
Reinsurance premium ceded	23		**4,404,914**		6,773,254
Net insurance revenue			**123,844,121**		146,125,897
Commission income	26		**1,681,450**		2,011,901
Interest income	24		**51,746,381**		35,087,768
Other investment income - net	24		**14,051,656**		70,772,802
			191,323,608		253,998,368
CLAIMS, LOSSES AND ADJUSTMENT EXPENSES					
Insurance claims, losses and adjustment expenses paid - net of salvages and recoveries	18,25		**50,903,590**		72,203,031
Paid insurance claims, losses and adjustment expenses recovered from reinsurers	18,25		**(385,874)**		(487,659)
Changes in insurance claims payable			**(1,309,737)**		(12,875,536)
Other underwriting expenses			**-**		229,420
			49,207,979		59,069,256
COSTS AND EXPENSES					
Commission expense	26		**29,814,518**		35,300,955
General and administrative expenses	27		**56,996,934**		50,788,732
			86,811,452		86,089,687
INCOME BEFORE INCOME TAX EXPENSE			**55,304,177**		108,839,425
INCOME TAX EXPENSE					
Current	29		**10,949,766**		10,328,032
Deferred	29		**(5,589,002)**		8,529,101
			5,360,764		18,857,133
PROFIT FOR THE YEAR		P	**49,943,413**	P	89,982,292

See accompanying notes to financial statements

PERLA COMPAÑIA DE SEGUROS, INC.
STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Notes		2023		2022
SHARE CAPITAL	*21*	**P**	**250,000,000**	P	250,000,000
CONTRIBUTED SURPLUS			**33,000**		33,000
REVALUATION RESERVE					
Land - *net of tax*					
Balance, January 1			**188,200,739**		58,388,624
Effect of reduce tax rate			**47,677,521**		-
Revaluation increment			**-**		129,812,115
Balance, December 31			**235,878,260**		188,200,739
Building - *net of tax*					
Balance, January 1			**87,466,500**		48,412,128
Effect of reduce tax rate			**22,158,179**		-
Revaluation increment transferred to retained earnings			**(11,151,332)**		(1,549,313)
Revaluation increment			**-**		40,603,685
Balance, December 31			**98,473,347**		87,466,500
Available-for-sale financial assets					
Balance, January 1			**(22,093,110)**		9,243,136
Changes in fair values	*9*		**5,348,195**		(31,336,246)
Balance, December 31			**(16,744,915)**		(22,093,110)
			317,606,692		253,574,129
RETAINED EARNINGS					
Balance, January 1			**1,005,898,017**		913,849,974
Revaluation reserve absorbed through depreciation			**11,863,119**		2,065,751
Dividends declared			**(100,000,000)**		-
Profit for the year			**49,943,413**		89,982,292
Balance, December 31			**967,704,549**		1,005,898,017
		P	**1,535,344,241**	P	1,509,505,146

See accompanying notes to financial statements

PERLA COMPAÑIA DE SEGUROS, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Notes	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax expense		**P 55,304,177**	P 108,839,425
Adjustments for:			
Provision for:			
Reserve for unearned premium		**1,107,793**	(5,662,632)
Depreciation	13	**12,184,847**	2,812,100
IBNR and other reserves - net		**4,224,588**	(4,367,296)
Amortization of deferred acquisition cost - net	14	**1,077,856**	1,576,963
Gain on sale of investment	24	**(829,267)**	(6,510,806)
Unrealized gain on fair value of investment property	12	**-**	(51,697,000)
Interest income	24	**(51,746,381)**	(35,087,768)
Dividend income	24	**(8,386,387)**	(8,399,980)
Operating Income before Working Capital Changes		**12,937,226**	1,503,006
Decrease (Increase) in Operating Assets:			
Insurance balances receivable		**2,029,836**	2,226,814
Other assets		**172,907**	901,081
Increase (Decrease) in Operating Liabilities:			
Accounts payable and accrued expenses		**(15,039,738)**	7,311,807
Reinsurance liabilities		**(4,478,802)**	895,171
Insurance claims payable		**(5,432,540)**	(10,169,726)
Cash provided by (used in) operations		**(9,811,111)**	2,668,153
Income taxes paid		**(12,123,579)**	(4,756,091)
Net Cash Used in Operating Activities		**(21,934,690)**	(2,087,938)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale/maturities of:			
Financial assets			
Short-term investments		**56,555,587**	45,246,746
Fair value through profit or loss		**13,726,422**	17,762,471
Available-for-sale		**15,682,874**	329,065,930
Held-to-maturity		**135,369,800**	180,029,330
Acquisitions of:			
Financial assets:			
Short-term investments		**(22,832,000)**	(56,555,587)
Fair value through profit or loss	9	**(6,025,467)**	(13,726,422)
Available-for-sale	9	**(5,958,338)**	(323,020,101)
Held-to-maturity	9	**(150,975,365)**	(286,312,028)
Property and equipment	13	**(340,460)**	(217,994)
Interest and dividend received		**53,323,164**	43,719,962
Net Cash Provided by (Used in) Investing Activities		**88,526,217**	(64,007,693)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid	21	**(100,000,000)**	-
NET DECREASE IN CASH AND CASH EQUIVALENTS		**(33,408,473)**	(66,095,631)
CASH AND CASH EQUIVALENTS, JANUARY 1		**59,419,304**	125,514,935
CASH AND CASH EQUIVALENTS, DECEMBER 31		**P 26,010,831**	P 59,419,304

See accompanying notes to financial statements