

REPUBLIC OF THE PHILIPPINES  
**COURT OF TAX APPEALS**  
QUEZON CITY

**THIRD DIVISION**

DEUTSCHE KNOWLEDGE CTA CASE NO. 8300  
SERVICES, PTE LTD.,

Petitioner, Members:

-versus-

BAUTISTA, Chairperson  
FABON-VICTORINO, and  
RINGPIS-LIBAN, JJ.

COMMISSIONER  
INTERNAL REVENUE,

OF Promulgated:

Respondent. JUL 10 2015

X- - - - - 10:55 a.m. - - - - -X

**DECISION**

***Fabon-Victorino, J.:***

In this Petition for Review, petitioner Deutsche Knowledge Services, Pte Ltd. prays for the refund or issuance of tax credit certificate in the amount of P53,739,763.31 allegedly representing excess and unutilized input Value-Added Tax (VAT) on its purchases of goods and services attributable to zero-rated sales for the second quarter of year 2009.

Petitioner is the Philippine branch of a multinational company organized and existing under the laws of Singapore, with registered office address at One Raffles Quay, #17-10 South Tower, Singapore 048583.<sup>1</sup> It is licensed by the Securities and Exchange Commission (SEC) on April 25, 2005 as a Regional Operating Headquarters (ROHQ) in the Philippines to engage in general administration and planning; business planning and coordination; sourcing/procurement of raw materials and components; corporate finance advisory services; marketing control and sales promotion; training and personnel management; logistic services, research and development services and product development; technical support and

<sup>1</sup> Par. 2, Joint Stipulation of Facts and Issue (JSFI), Docket, Vol. I, p. 74.

maintenance; data processing and communication and business development.<sup>2</sup>

Petitioner acts as a shared services center, which handles regional, as well as global accounting and related controlling processes, such as accounting production work in the global general ledger in SAP, developing and operating inter-company clearing house, accounting, and head office reporting for non-regulated entities and product control.<sup>3</sup> It is a VAT registered taxpayer as of June 16, 2005 with Taxpayer Identification No. (TIN) 238-763-115-000.<sup>4</sup>

Respondent, on the other hand is the Commissioner of Internal Revenue with authority to grant and approve claims for refund or tax credit as provided by law.<sup>5</sup>

On July 17, 2009, petitioner filed with the BIR its original Quarterly VAT Return for the second quarter of taxable year 2009.<sup>6</sup>

On January 28, 2011, petitioner filed with the BIR-Revenue District Office No. 44 an Application for Tax Credit/Refund (BIR Form No. 1914) of its alleged excess and unutilized input VAT for the second quarter of taxable year 2009 in the total amount of P53,739,763.31.<sup>7</sup>

Respondent failed to act on petitioner's administrative claim<sup>8</sup>, hence, the instant Petition for Review filed on June 27, 2011.<sup>9</sup>

In her Answer,<sup>10</sup> respondent essentially states that it is incumbent upon petitioner to substantiate its claim for refund and to prove compliance with the pertinent laws, rules, and regulations.

In support of its allegations, petitioner presented first its Legal Entity Controller since August 2010, **Rachel**

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<sup>2</sup> Par. 3, JSFI, Docket, Vol. I, p. 74; Exhibit "A", Docket, Vol. 1, p. 205.

<sup>3</sup> Par. 4, JSFI, Docket, Vol. I, p. 74.

<sup>4</sup> Par. 5, JSFI, Docket, Vol. I, p. 74; Exhibit "B", Docket, Vol. 1, p. 225.

<sup>5</sup> Par. 1, JSFI, Docket, Vol. I, p. 73.

<sup>6</sup> Par. 6, JSFI, Docket, Vol. I, p. 75.

<sup>7</sup> Par. 7, JSFI, Docket, Vol. I, p. 75.

<sup>8</sup> Par. 8, JSFI, Docket, Vol. I, p. 75.

<sup>9</sup> Docket, Vol. I, pp. 1-7.

<sup>10</sup> Docket, Vol. I, pp. 31-33.

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**Concepcion.**<sup>11</sup> Her duties include the handling and preparation of all the company's financial and statutory reporting.

She testified that on January 28, 2011, petitioner filed a claim for refund of excess and unutilized input VAT attributable to zero-rated sales for the 2<sup>nd</sup> quarter of the year 2009. The VAT credits were incurred as petitioner purchased goods and services in the course of rendering services in the Philippines as a shared services center to clients engaged in business conducted outside the country. These foreign clients paid petitioner for such services. To prove that petitioner rendered services to entities engaged in business outside the Philippines, she presented the Service Agreements with the foreign clients, their respective SEC Certifications of Non-Registration in the country, and relevant consularized certifications and documents relating to these clients.

She added that petitioner and its non-resident clients are all affiliates of the Deutsche Bank Aktiengesellschaft Group as evidenced by a document denominated as Deutsche Bank List of Shareholdings 2008 prepared pursuant to the laws of Germany, which further shows that petitioner's clients are engaged in business conducted outside the Philippines.

Moreover, the subject input taxes for the 2<sup>nd</sup> quarter of 2009 remain unutilized as indicated in petitioner's Quarterly VAT Returns from the 3<sup>rd</sup> quarter of 2009 up to the 2<sup>nd</sup> quarter of 2011, all indicating that the input VAT subject of the claim for refund has been carried over. These Quarterly VAT Returns were filed through the BIR's e-Filing facility and given their respective Filing Reference Numbers.

Having been employed by the petitioner only in August of 2010, she has no personal knowledge about the returns filed pertaining to the subject claim for the 2<sup>nd</sup> quarter of 2009. In any event, as Legal Entity Controller, she validated the returns filed for this period as part of her duties and in the process acquired personal knowledge on the matter. ✓

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<sup>11</sup> Sworn Statement of Ms. Rachel Concepcion to Questions Propounded by Atty. Marvin B. Ibarra dated January 13, 2012, docket pp. 101-123.

This witness also identified the business registration documents of each of petitioner's clients as electronically stored in and retrievable from petitioner's global database known as AMINET. AMINET is the Data Maintenance Platform for legal entities and other reportable vehicles within the Deutsche Bank Group of which petitioner is a part. She opined that these documents further show that petitioner's clients are doing business outside the Philippines.<sup>12</sup>

The Court-commissioned Independent Certified Public Accountant (ICPA) **Romeo A. De Jesus, Jr.**<sup>13</sup> submitted to the Court his ICPA Report on April 11, 2012 stating that the input VAT of P53,739,762.99 was properly recorded in the books and declared in the input VAT Returns of petitioner. Out of the P53,739,762.99, P549,159.52 was applied to petitioner's output VAT as of June 30, 2009. With few exceptions, the total input VAT paid per schedule of local purchases attributable to zero-rated sales are supported by original suppliers' invoices and/or official receipts that are within the period covered, with all required particulars indicated therein.

His audit revealed as well that petitioner's service invoices, official receipts, and fund transfer credit advices on file support the zero-rated sales for the 2<sup>nd</sup> quarter of year 2009. Finally, petitioner's zero-rated sales to non-resident entities were paid for in EURO, an acceptable foreign currency, inwardly remitted and duly accounted for in accordance with the regulations of the Bangko Sentral ng Pilipinas (BSP).

He added that petitioner's domestic purchases of goods and of services are supported by both invoices and official receipts. The same is true with petitioner's sales of goods and of services.

The ICPA also presented petitioner's official receipts and proofs of inward remittances for the 2<sup>nd</sup> quarter of year 2009 pertinent to its claim<sup>14</sup>. The official receipts prove petitioner's collection for its zero-rated sales for the 2<sup>nd</sup> ✓

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<sup>12</sup> See Supplemental Sworn Statement of Ms. Rachel Concepcion to Questions Propounded by Atty. Marvin B. Ibarra dated March 11, 2013.

<sup>13</sup> Sworn Statement of Mr. Romeo A. De Jesus, Jr. to Questions Propounded by Atty. Marvin B. Ibarra dated June 7, 2012, docket pp. 171-180.

<sup>14</sup> See Minutes of hearing dated June 2, 2014, docket p. 1096.

quarter of year 2009, he opined. The proofs of inward remittances, on the other hand, pertain to petitioner's fund transfer credit advice and bank statements for collection/receipts made for invoices issued during the 2<sup>nd</sup> quarter of year 2009, which tend to prove the amounts in EURO inwardly remitted to petitioner and duly accounted for in accordance with the regulations of the Bangko Sentral ng Pilipinas, for its zero-rated sales to non-resident entities. In fine, the sales amounts as reflected in petitioner's service invoices were properly collected and reported in its books.<sup>15</sup>

After petitioner had rested, respondent waived her right to present any evidence.<sup>16</sup>

### **ISSUE**

Whether petitioner is entitled to the claim for refund of alleged excess or unutilized input VAT for the second quarter of year 2009 in the amount of P53,739,763.31.

### **RULING OF THE COURT**

Sections 110 (B) and 112 of the National Internal Revenue Code (NIRC) of 1997, as amended, relevantly provide, viz.:

#### **SEC. 110. *Tax Credits.* –**

xxx                      xxx                      xxx

(B) *Excess Output or Input Tax.* - If at the end of any taxable quarter the output tax exceeds the input tax, the excess shall be paid by the VAT-registered person. If the input tax exceeds the output tax, the excess shall be carried over to the succeeding quarter or quarters: *Provided*, That the input tax inclusive of input VAT carried over from the previous quarter that may be credited in every quarter shall not exceed seventy percent (70%) of the output VAT: *Provided, however*, That any input tax attributable to zero-rated sales by a VAT-registered person may at his option be refunded or

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<sup>15</sup> See Supplemental Sworn Statement of Mr. Romeo A. De Jesus, Jr. to Questions Propounded by Atty. Marvin B. Ibarra dated May 6, 2014, docket pp. 1082-1085.

<sup>16</sup> Minutes of the Hearing held on October 11, 2012, Docket, Vol. II, p. 685.

credited against other internal revenue taxes, subject to the provisions of Section 112.

*SEC. 112. Refunds or Tax Credits of Input Tax.-*

*(A) Zero-rated or Effectively Zero-rated Sales.*  
- Any VAT-registered person, whose sales are zero-rated or effectively zero-rated may, within two (2) years after the close of the taxable quarter when the sales were made, apply for the issuance of a tax credit certificate or refund of creditable input tax due or paid attributable to such sales, except transitional input tax, to the extent that such input tax has not been applied against output tax: *Provided, however,* That in the case of zero-rated sales under Section 106(A)(2)(a)(1), (2) and (b) and Section 108(8)(1) and (2), the acceptable foreign currency exchange proceeds thereof had been duly accounted for in accordance with the rules and regulations of the Bangko Sentral ng Pilipinas (BSP): *Provided further,* That where the taxpayer is engaged in zero-rated or effectively zero-rated sale and also in taxable or exempt sale of goods or properties or services, and the amount of creditable input tax due or paid cannot be directly and entirely attributed to any one of the transactions, it shall be allocated proportionately on the basis of the volume of sales. *Provided, finally,* That for a person making sales that are zero-rated under Section 108 (B)(6), the input taxes shall be allocated ratably between his zero-rated and non-zero-rated sales.

(B) x x x            x x x            x x x

*(C) Period within which Refund or Tax Credit of Input Taxes shall be Made.-*In proper cases, the Commissioner shall grant a refund or issue the tax credit certificate for creditable input taxes within one hundred twenty (120) days from the date of submission of complete documents in support of the application filed in accordance with Subsection (A) hereof.

In case of full or partial denial of the claim for tax refund or tax credit, or the failure on the part of the Commissioner to act on the application within

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the period prescribed above, the taxpayer affected may, within thirty (30) days from the receipt of the decision denying the claim or after the expiration of the one hundred twenty-day period, appeal the decision or the unacted claim with the Court of Tax Appeals."

Thus, to be entitled to a refund or tax credit of input VAT attributable to zero-rated or effectively zero-rated sales, the following requisites must be satisfied:

1. that the taxpayer must be VAT-registered;
2. that there must be zero-rated or effectively zero-rated sales;
3. that input taxes were incurred or paid;
4. that such input VAT payments are directly attributable to zero-rated sales or effectively zero-rated sales;
5. that the input VAT payments were not applied against any output VAT liability; and
6. that the claim for refund was filed within the two-year prescriptive period.

Compliance with all the foregoing requisites starts on the timeliness of the claim. Section 112(A) provides that a VAT-registered taxpayer whose sales are zero-rated or effectively zero-rated may, within two (2) years after the close of the taxable quarter when the relevant sales were made, apply with respondent an administrative claim for refund or tax credit of its creditable input tax due or paid attributable to such sales.<sup>17</sup>

In this case, petitioner seeks refund of its excess and unutilized input VAT attributable to zero-rated sales for the second quarter of CY 2009. Counting from the close of the second quarter of CY 2009 or from June 30, 2009, petitioner had two (2) years or until June 30, 2011 to file its administrative claim with respondent. Clearly, petitioner seasonably filed its administrative claim for the second quarter of CY 2009 on January 28, 2011.<sup>18</sup> ✓

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<sup>17</sup> Commissioner of Internal Revenue vs. Mindanao II Geothermal Partnership, G.R. No. 191498, January, 15, 2014.

<sup>18</sup> Exhibit "L", Docket, Vol. I, p. 244; Exhibit "L-1", Docket, Vol. I, p. 245.

Similarly, petitioner's judicial claim was also timely filed on June 27, 2011.<sup>19</sup> Under Section 112(C) of the NIRC, a taxpayer-claimant may file a petition for review with the CTA within 30 days from either: (1) the receipt of the adverse decision of the CIR; or (2) the lapse of the 120-day period for respondent to act on the claim for refund /tax credit.<sup>20</sup>

The record shows that from the filing of the administrative claim on January 28, 2011, respondent had 120 days or until May 28, 2011 within which to act upon the administrative claim. However, respondent failed, hence, petitioner had 30 days from May 28, 2011 or until June 27, 2011 within which to seek judicial intervention before this Court. Evidently, the instant Petition for Review was filed on time.

As to the other requisites, the Court made the following findings.

Petitioner, as an ROHQ, allegedly generated sales by rendering services in the Philippines to persons engaged in business conducted outside the Philippines, for which payments were made in Euro and other acceptable foreign currency and duly accounted for in accordance with the rules and regulations of the BSP. Petitioner claims that said services qualify for VAT zero-rating.

Section 108(B)(2) of the NIRC of 1997, as amended, pertinently provides, as follows:

***"SEC. 108. Value-added Tax on Sale of Services and Use or Lease of Properties. –***

xxx                      xxx                      xxx

*"(B) Transactions Subject to Zero Percent (0%) Rate. - The following services performed in the Philippines by VAT- registered persons shall be subject to zero percent (0%) rate:*

xxx                      xxx                      xxx

<sup>19</sup> Petition for Review, Docket, Vol. 1, pp. 1-7.  
<sup>20</sup> Commissioner of Internal Revenue vs. Team Sual Corporation (formerly Mirant Sual Corporation), G.R. No. 194105, February 5, 2014.

“(2) Services other than those mentioned in the preceding paragraph rendered to a person engaged in business conducted outside the Philippines or to a nonresident person not engaged in business who is outside the Philippines when the services are performed, the consideration for which is paid for in acceptable foreign currency and accounted for in accordance with the rules and regulations of the Bangko Sentral ng Pilipinas (BSP);”

Therefore, for the supply of services to be deemed VAT zero-rated, the following requisites must be met: <sup>21</sup>

1. The services by a VAT-registered person must be other than processing, manufacturing or repacking of goods;
2. The payment for such services must be in acceptable foreign currency accounted for in accordance with the BSP rules and regulations; and
3. The recipient of such services is doing business outside the Philippines.

Record shows that petitioner is a duly registered VAT taxpayer.<sup>22</sup> The services it performs in the Philippines as ROHQ includes general administration and planning; business planning and coordination; sourcing/procurement of raw materials and components; corporate finance advisory services; marketing control and sales promotion; training and personnel management; logistic services, research and development services and product development; technical support and maintenance; data processing and communication and business development.<sup>23</sup> Such services are not in the same category as “processing, manufacturing or repacking of goods”.

Corollary to the second requisite, Sections 113(A)(2), (B)(1), (2)(c) and (3) of the NIRC of 1997, as amended, as implemented by Sections 4.113-1(A)(2), (B)(1) and (2)(c)

<sup>21</sup> Commissioner of Internal Revenue vs. Burmeister and Wain Scandinavian Contractor Mindanao, G.R. No. 172129, September 12, 2008.

<sup>22</sup> Par. 3, Joint Stipulation of Facts and Issue, Docket, p. 426; Exhibit “B”, Docket, Vol. 1, p. 225.

<sup>23</sup> Exhibit “A”, Docket, Vol. 1, p. 205.

of Revenue Regulations (RR) No. 16-05 requires that a VAT taxpayer, like petitioner, shall for every lease of goods or properties and for every sale, barter or exchange of services, issue a VAT official receipt which must contain the following information:

SEC 113. *Invoicing and Accounting Requirements for VAT-Registered Persons.* –

(A) *Invoicing Requirements.* – A VAT-registered person shall issue:

xxx                      xxx                      xxx  
(2) A **VAT official receipt** for every lease of goods or properties, and **for every sale, barter or exchange of services.**

(B) *Information Contained in the VAT invoice or VAT Official Receipt.* – The following information shall be indicated in the VAT invoice or VAT official receipt:

(1) A statement that the seller is a VAT-registered person, followed by his Taxpayer's Identification Number (TIN);

(2) The total amount which the purchaser pays or is obliged to pay to the seller with the indication that such amount includes the value-added tax: *Provided, That:*

xxx                      xxx                      xxx  
(c), If the sale is subject to zero percent (0%) value-added tax, the term '**zero-rated**' **sale** shall be written or printed prominently on the invoice or receipt;

xxx                      xxx                      xxx  
(3) The date of transaction, quantity, unit cost and description of the goods or properties or nature of the service;

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SECTION 4.113-1. *Invoicing Requirements.* –

**(A) A VAT-registered person shall issue: -**

XXX

XXX

XXX

(2) A **VAT official receipt** for every lease of goods or properties, and **for every sale, barter or exchange of services.**

Only VAT-registered persons are required to print their **TIN followed by the word 'VAT' in their invoice or official receipts.** Said documents shall be considered as a "VAT Invoice" or VAT official receipt. All purchases covered by invoices/receipts other than VAT Invoice/VAT Official Receipt shall not give rise to any input tax.

VAT invoice/official receipt shall be prepared at least in duplicate, the original to be given to the buyer and the duplicate to be retained by the seller as part of his accounting records.

**(B) Information contained in VAT invoice or VAT official receipt.** – The following information shall be indicated in VAT invoice or VAT official receipt:

(1) A statement that the seller is a VAT-registered person, followed by his TIN;

(2) The total amount which the purchaser pays or is obliged to pay to the seller with the indication that such amount includes the VAT;  
*Provided, That:*

XXX

XXX

XXX

(c) If the sale is subject to zero percent (0%) VAT, the term '**zero-rated sale**' shall be written or printed prominently on the invoice or receipt;  
*(emphasis supplied)*

Pursuant to the foregoing provisions, the foreign currency remittances referred to under Section 108(B)(2) of the NIRC of 1997, as amended, must likewise be supported by VAT zero-rated official receipts. ✓

For services rendered for the second quarter of 2009, petitioner received foreign currency payments which were accounted for in accordance with the BSP rules and regulations, as evidenced by sales invoices and official receipts issued by petitioner to its alleged non-resident foreign clients, various inward remittance advices and bank statements.<sup>24</sup>

For the said taxable quarter, petitioner allegedly rendered services to the following entities<sup>25</sup>:

- 1 Deutsche Bank Aktiengesellschaft, Inlandsbank
- 2 Deutsche Bank Aktiengesellschaft, Filiale Riad  
Deutsche Bank Aktiengesellschaft, Filiale Dubai
- 3 (DIFC)
- 4 Deutsche Bank Aktiengesellschaft, Filiale Zurich
- 5 Deutsche Bank Aktiengesellschaft, Filiale Wien  
Deutsche Bank Aktiengesellschaft, Asia Pacific Head
- 6 Office
- 7 Deutsche Bank Aktiengesellschaft, Filiale Singapur
- 8 Deutsche Bank Aktiengesellschaft, Filiale Bangkok
- 9 Deutsche Bank Aktiengesellschaft, Filiale Mumbai
- 10 Deutsche Bank Aktiengesellschaft, Filiale Hongkong
- 11 Deutsche Bank Aktiengesellschaft, Filiale Jakarta
- 12 Deutsche Asset Management (Asia) Limited
- 13 Deutsche Bank Aktiengesellschaft, Filiale London
- 14 Deutsche Bank Aktiengesellschaft, Filiale Paris
- 15 Deutsche Bank Aktiengesellschaft, Filiale Prag
- 16 Deutsche Bank Luxembourg S.A.
- 17 Deutsche Securities Inc.
- 18 Deutsche Bank (Suisse) SA
- 19 Deutsche Bank (China) Co. Ltd., Beijing Branch
- 20 Deutsche Bank (China) Co. Ltd., Guangzhou Branch
- 21 Deutsche Bank (China) Co. Ltd., Shanghai Branch
- 22 DWS Holding & Service GmbH
- 23 Deutsche Bank Real Estate (Japan) Y.K.
- 24 Deutsche Asia Pacific Holdings Pte Ltd
- 25 Deutsche Group Services Pty Limited
- 26 Deutsche Bank PBC Spolka Akcyjna
- 27 DB Finance Inc.
- 28 DB Consortium S. Cons. a.r.l. in liquidazione
- 29 Global Markets Centre Private Limited

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<sup>24</sup> Exhibits "N-1" to "N-311".

<sup>25</sup> Exhibit "R", Docket Vol 1, p. 635.

To prove that its clients are non-resident foreign entities doing business outside the Philippines, petitioner presented the following documents:

1. SEC Certifications of Non-Registration of Company;<sup>26</sup>
2. Authenticated Certificate of Incorporation in Change of Names of Company; Authenticated Certificate of Registration; Authenticated Certificate of Association; Company Profile Fact Sheet;<sup>27</sup>
3. Intragroup Service Agreements;<sup>28</sup>
4. Deutsche Bank List of Shareholdings 2008<sup>29</sup>

However, the foregoing documents, standing alone, are inadequate proof that petitioner's clients are non-resident foreign entities doing business outside the Philippines.

While it is true that the SEC Certificates of Non-Registration indicate that the named entities are not registered corporations/partnerships in the Philippines, they do not prove that such entities are non-resident foreign corporations doing business outside the Philippines. The same with the IntraGroup Service Agreements which only show the names of petitioner's customers to whom it rendered services but do not establish that such customers are non-resident foreign corporations doing business outside the Philippines. The Certificate of Association and Certificates of Registration/ Incorporation of Foreign Company only establish that the named entities were incorporated/organized abroad but do not indicate that such entities are not doing business in the Philippines.

To be considered as a non-resident foreign corporation doing business outside the Philippines, each entity must be supported by both SEC Certificate of Non-registration of corporation/partnership and certificate/articles of foreign incorporation/association/registration. Thus, only the following clients of petitioner shall be considered as non-

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<sup>26</sup> Exhibits "O-12", "O-14" to "O-23", "O-25" to "O-26", "O-30", "O-32" to "O-34", "O-36", "O-39" to "O-47".

<sup>27</sup> Exhibits "O" to "O-10", "O-48" to "O-65".

<sup>28</sup> Exhibits "P" to "P-12", "P-14" to "P-15", "P-18" to "P-22", "P-23.1" to "P-23.6", "P24", "P-27", "P-29" to "P-34".

<sup>29</sup> Exhibit "Q".

resident foreign corporations doing business outside the Philippines:

| Company Name                                       | Location             |
|----------------------------------------------------|----------------------|
| Deutsche Bank AG, Inlandsbank                      | Frankfurt, Germany   |
| Deutsche Bank Aktiengesellschaft, Filiale Riad     | Riyadh, Saudi Arabia |
| Deutsche Bank Aktiengesellschaft, Filiale Wien     | Vienna, Austria      |
| Deutsche Bank Aktiengesellschaft, Filiale Singapur | Singapore            |
| Deutsche Bank Aktiengesellschaft, Filiale Bangkok  | Bangkok, Thailand    |
| Deutsche Bank Aktiengesellschaft, Filiale Mumbai   | Mumbai, India        |
| Deutsche Bank Aktiengesellschaft, Filiale Hongkong | Hongkong             |
| Deutsche Bank Aktiengesellschaft, Filiale Jakarta  | Indonesia            |
| Deutsche Asset Management (Asia) Limited           | Singapore            |
| Deutsche Bank Aktiengesellschaft, Filiale London   | London               |
| Deutsche Bank Luxembourg S.A.                      | Luxembourg           |
| Deutsche Securities, Inc.                          | Tokyo, Japan         |
| Deutsche Bank (Suisse) SA                          | Switzerland          |
| Deutsche Bank (China) Co. Ltd., Beijing Branch     | Beijing, China       |
| Deutsche Bank (China) Co. Ltd., Guangzhou Branch   | Guangzhou, China     |
| DWS Holding & Service GmbH                         | Frankfurt, Germany   |
| Deutsche Bank Real Estate (Japan) Y.K.             | Tokyo, Japan         |
| Deutsche Asia Pacific Holdings Pte Ltd             | Singapore            |
| Deutsche Bank PBC Spolka Akcyjna                   | Warsaw, Poland       |
| DB Finance Inc.                                    | Tokyo, Japan         |
| DB Consorzio S. Cons. a r. l.                      | Milan, Italy         |
| Global Markets Centre Private Limited              | Mumbai, India        |

Accordingly, petitioner’s sales of services to the aforementioned entities for the second quarter of 2009 in the amount of €13,167,067.56 with peso equivalent of P842,455,992.11, as presented below, qualify for VAT zero-rating under Section 108(B)(2) of the NIRC of 1997, as amended:

| Company Name            | OR No. | OR Exh. No. | Inward Remittance Exhibit No. | Amount Collected in Euro | Peso Equivalent |
|-------------------------|--------|-------------|-------------------------------|--------------------------|-----------------|
| DB AG, Inlandsbank      | 383    | N-137       | N-138                         | € 956,893.16             | ₱ 60,920,985.79 |
| DB AG, Filiale Riad     | 439    | N-277       | N-278                         | 6,375.00                 | 429,690.94      |
| DB AG, Filiale Riad     | 390    | N-57        | N-58                          | 43,562.52                | 2,706,674.41    |
| DB AG, Filiale Wien     | 431    | N-288       | N-289                         | 925.00                   | 61,741.35       |
| DB AG, Filiale Singapur | 435    | N-159       | N-160                         | 25,000.02                | 1,676,101.34    |
| DB AG, Filiale Singapur | 401    | N-96        | N-97                          | 12,500.00                | 802,576.25      |
| DB AG, Filiale Singapur | 402    | N-163       | N-164                         | 136,137.13               | 8,740,859.22    |
| DB AG, Filiale Singapur | 387    | N-251       | N-252                         | 72,792.83                | 4,522,844.08    |
| DB AG, Filiale Bangkok  | 434    | N-292       | N-293                         | 18,500.00                | 1,240,314.00    |

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|                                          |     |       |       |                        |                        |
|------------------------------------------|-----|-------|-------|------------------------|------------------------|
| DB AG, Filiale Mumbai                    | 403 | N-100 | N-101 | 23,124.53              | 1,484,735.89           |
| DB AG, Filiale Hongkong                  | 394 | N-255 | N-256 | 1,076.00               | 68,239.06              |
| DB AG, Filiale Hongkong                  | 377 | N-168 | N-169 | 705,238.23             | 45,663,822.77          |
| DB AG, Filiale Jakarta                   | 377 | N-168 | N-169 | 16,650.04              | 1,057,054.43           |
| DB AG, Filiale London                    | 426 | N-236 | N-237 | 67,726.08              | 4,531,504.60           |
| DB AG, Filiale London                    | 427 | N-239 | N-240 | 45,238.47              | 3,026,874.36           |
| DB AG, Filiale London                    | 424 | N-242 | N-243 | 120,005.87             | 7,899,098.38           |
| DB AG, Filiale London                    | 418 | N-176 | N-177 | 4,701,873.80           | 301,542,921.48         |
| DB AG, Filiale London                    | 417 | N-271 | N-272 | 72,502.05              | 4,707,855.36           |
| DB AG, Filiale London                    | 416 | N-274 | N-275 | 70,088.22              | 4,551,115.49           |
| DB AG, Filiale London                    | 409 | N-106 | N-107 | 4,154,005.85           | 263,941,377.70         |
| DB AG, Filiale London                    | 408 | N-258 | N-259 | 79,624.00              | 5,059,229.34           |
| DB AG, Filiale London                    | 407 | N-264 | N-265 | 71,800.11              | 4,562,107.19           |
| DB AG, Filiale London                    | 379 | N-281 | N-282 | 559,285.00             | 35,980,873.40          |
| DB Luxembourg S.A.                       | 437 | N-300 | N-301 | 10,175.00              | 686,200.98             |
| DB Luxembourg S.A.                       | 375 | N-189 | N-190 | 10,175.02              | 650,542.96             |
| Deutsche Asset Management (Asia) Limited | 436 | N-296 | N-297 | 110,139.00             | 7,427,763.15           |
| Deutsche Securities, Inc.                | 432 | N-285 | N-286 | 17,216.00              | 1,149,123.24           |
| Deutsche Securities, Inc.                | 391 | N-193 | N-194 | 931,396.22             | 59,068,403.16          |
| Deutsche Securities, Inc.                | 393 | N-267 | N-268 | 12,051.20              | 764,277.46             |
| Deutsche Securities, Inc.                | 376 | N-261 | N-262 | 6,025.60               | 390,154.59             |
| DB (Suisse) SA                           | 441 | N-113 | N-114 | 278.00                 | 18,811.90              |
| DB (China) Co. Ltd., Beijing             | 398 | N-198 | N-199 | 18,500.04              | 1,188,178.02           |
| DB (China) Co. Ltd., Guangzhou           | 419 | N-203 | N-204 | 13,875.03              | 904,028.97             |
| DWS Holding & Service GmbH               | 433 | N-304 | N-305 | 18,500.00              | 1,240,314.00           |
| DB Real Estate (Japan) Y.K.              | 392 | N-127 | N-128 | 12,950.01              | 821,279.27             |
| Deutsche Asia Pacific Holdings Pte Ltd   | 438 | N-308 | N-309 | 27,750.00              | 1,870,419.38           |
| Deutsche Bank PBC Spolka Akcyjna         | 400 | N-215 | N-216 | 462.50                 | 29,561.24              |
| DB Finance Inc.                          | 378 | N-219 | N-220 | 1,387.50               | 89,839.93              |
| DB Consorzio S. Cons. a r. l.            | 405 | N-223 | N-224 | 13,875.03              | 886,846.13             |
| Global Markets Centre Private Limited    | 430 | N-227 | N-228 | 1,387.50               | 91,650.90              |
| <b>TOTAL</b>                             |     |       |       | <b>€ 13,167,067.56</b> | <b>₱842,455,992.11</b> |

The rest of petitioner's declared zero-rated sales in the amount of P237,405,916.01 (P1,079,861,908.12 less P842,455,992.11) shall be denied VAT zero-rating for its failure to prove that the entities to whom it rendered services are non-resident foreign corporations doing business outside the Philippines.

Petitioner claims that the entire amount of P53,739,763.31, reflected in its Quarterly VAT Returns for ✓

the second quarter of 2009 as input VAT from current purchase transactions, is attributable to its zero-rated sales of services for the said quarter. Below is the breakdown of the input tax of P53,739,763.31:

| <b>Input VAT from Current Transactions</b>           |                        |
|------------------------------------------------------|------------------------|
| Purchase of Capital Goods exceeding 1 Million        | P 3,744,402.33         |
| Domestic Purchases of Goods Other than Capital Goods | 2,484,800.62           |
| Domestic Purchases of Services                       | 39,357,223.69          |
| Services Rendered by Non-Residents                   | 8,153,336.67           |
| <b>Total Input VAT</b>                               | <b>P 53,739,763.31</b> |

Note that part of the total input VAT claim of P53,739,763.31, is the amount of P3,744,402.33, representing input VAT on purchases of capital goods exceeding P1 Million. Pursuant to Section 110 (A) of the NIRC of 1997, as amended, which is being implemented by Section 4.110-3 of RR No. 16-2005, input VAT claim on capital goods purchases attributable to zero-rated sales may be claimed either in full during the month of acquisition, or spread over a period of time, depending on the aggregate acquisition cost of the capital goods in the calendar month. If the aggregate acquisition cost exceeds P1 Million, the claim for input tax should be spread over 60 months or the estimated useful life of the capital goods, whichever is shorter. On the other hand, if the aggregate acquisition cost does not exceed P1 Million, the total input taxes shall be allowed as credit/refund in the month of acquisition.

Thus, while petitioner was able to substantiate the amount of P3,616,902.33 out of the total claimed input VAT of P3,744,402.33 on capital goods purchases exceeding P1 Million, only the amortization for the second quarter of 2009 in the amount of P172,160.09 may be claimed by petitioner as valid input tax credits for the same taxable quarter, as determined below:

| <b>Registered Name of Supplier</b> | <b>Invoice Number</b> | <b>Invoice Date</b> | <b>Exh. No.</b> | <b>OR Date</b> | <b>Input Vat Applied for Refund</b> | <b>Amortization</b> |
|------------------------------------|-----------------------|---------------------|-----------------|----------------|-------------------------------------|---------------------|
| Accent Micro Technologies Inc.     | 098822                | 2/10/09             | M-18            | 4/1/2009       | P 4,853.57                          | P 303.35            |
| Accent Micro Technologies Inc.     | 098941                | 2/12/09             | M-19            | 4/1/2009       | 2,357.14                            | 147.32              |
| Accent Micro Technologies Inc.     | 099820                | 3/13/09             | M-20            | 4/1/2009       | 1,285.50                            | 80.34               |
| Accent Micro Technologies          | 099817                | 3/13/09             | M-21            | 4/2/2009       | 4,285.71                            | 267.86              |

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|                                |        |         |      |           |              |           |
|--------------------------------|--------|---------|------|-----------|--------------|-----------|
| Inc.                           |        |         |      |           |              |           |
| Accent Micro Technologies Inc. | 098989 | 2/13/09 | M-22 | 4/3/2009  | 2,147.36     | 134.21    |
| Accent Micro Technologies Inc. | 100142 | 3/25/09 | M-23 | 4/7/2009  | 698.36       | 43.65     |
| Accent Micro Technologies Inc. | 100141 | 3/25/09 | M-24 | 4/7/2009  | 1,396.71     | 87.29     |
| Accent Micro Technologies Inc. | 100165 | 3/26/09 | M-25 | 4/8/2009  | 288,769.93   | 18,048.12 |
| Accent Micro Technologies Inc. | 098829 | 2/10/09 | M-26 | 4/13/2009 | 4,039.29     | 252.46    |
| Accent Micro Technologies Inc. | 099960 | 3/19/09 | M-28 | 4/15/2009 | 8,517.86     | 532.37    |
| Accent Micro Technologies Inc. | 100288 | 3/30/09 | M-29 | 4/15/2009 | 589.29       | 36.83     |
| Accent Micro Technologies Inc. | 100325 | 3/31/09 | M-27 | 4/15/2009 | 200,357.14   | 12,522.32 |
| Accent Micro Technologies Inc. | 100008 | 3/23/09 | M-30 | 4/17/2009 | 2,303.57     | 143.97    |
| Accent Micro Technologies Inc. | 100411 | 4/3/09  | M-31 | 4/23/2009 | 1,079,748.43 | 67,484.28 |
| Accent Micro Technologies Inc. | 100434 | 4/13/09 | M-32 | 4/23/2009 | 219,716.25   | 13,732.27 |
| Accent Micro Technologies Inc. | 100372 | 4/2/09  | M-34 | 5/1/2009  | 52,395.43    | 2,183.14  |
| Accent Micro Technologies Inc. | 100454 | 4/14/09 | M-33 | 5/1/2009  | 13,563.32    | 565.14    |
| Accent Micro Technologies Inc. | 100794 | 4/27/09 | M-35 | 5/5/2009  | 4,510.07     | 187.92    |
| Accent Micro Technologies Inc. | 101206 | 5/5/09  | M-36 | 5/19/2009 | 891,420.21   | 37,142.51 |
| Accent Micro Technologies Inc. | 101232 | 5/6/09  | M-37 | 5/19/2009 | 17,465.14    | 727.71    |
| Accent Micro Technologies Inc. | 100371 | 4/2/09  | M-39 | 5/20/2009 | 17,792.14    | 741.34    |
| Accent Micro Technologies Inc. | 101332 | 5/11/09 | M-38 | 5/20/2009 | 1,074.86     | 44.79     |
| Accent Micro Technologies Inc. | 101309 | 5/8/09  | M-40 | 5/22/2009 | 6,428.57     | 267.86    |
| Accent Micro Technologies Inc. | 100660 | 4/22/09 | M-43 | 6/1/2009  | 19,039.29    | 396.65    |
| Accent Micro Technologies Inc. | 100795 | 4/27/09 | M-41 | 6/1/2009  | 3,759.43     | 78.32     |
| Accent Micro Technologies Inc. | 101436 | 5/18/09 | M-42 | 6/1/2009  | 109,285.71   | 2,276.79  |
| Accent Micro Technologies Inc. | 101437 | 5/18/09 | M-44 | 6/1/2009  | 3,642.86     | 75.89     |
| Accent Micro Technologies Inc. | 101628 | 5/25/09 | M-45 | 6/5/2009  | 1,821.43     | 37.95     |
| Accent Micro Technologies Inc. | 101627 | 5/25/09 | M-46 | 6/8/2009  | 483.00       | 10.06     |
| Accent Micro Technologies Inc. | 101740 | 5/29/09 | M-47 | 6/9/2009  | 128,993.04   | 2,687.36  |
| Accent Micro Technologies Inc. | 101626 | 5/25/09 | M-48 | 6/10/2009 | 428.36       | 8.92      |
| Accent Micro Technologies Inc. | 101837 | 6/3/09  | M-49 | 6/16/2009 | 182,142.86   | 3,794.64  |
| Accent Micro Technologies Inc. | 101885 | 6/4/09  | M-51 | 6/23/2009 | 6,589.29     | 137.28    |
| Accent Micro Technologies Inc. | 101878 | 6/4/09  | M-53 | 6/23/2009 | 1,607.14     | 33.48     |
| Accent Micro Technologies Inc. | 101938 | 6/8/09  | M-50 | 6/23/2009 | 1,664.36     | 34.67     |
| Accent Micro Technologies Inc. | 101975 | 6/10/09 | M-52 | 6/23/2009 | 4,017.86     | 83.71     |
| Accent Micro Technologies Inc. | 101625 | 5/25/09 | M-57 | 6/24/2009 | 943.71       | 19.66     |
| Accent Micro Technologies Inc. | 101890 | 6/4/09  | M-54 | 6/24/2009 | 319,774.71   | 6,661.97  |

|                                |        |        |      |           |                       |                    |
|--------------------------------|--------|--------|------|-----------|-----------------------|--------------------|
| Accent Micro Technologies Inc. | 101939 | 6/8/09 | M-55 | 6/24/2009 | 1,664.36              | 34.67              |
| Accent Micro Technologies Inc. | 101936 | 6/8/09 | M-56 | 6/24/2009 | 3,880.07              | 80.83              |
| Accent Micro Technologies Inc. | 101940 | 6/8/09 | M-58 | 6/24/2009 | 1,449.00              | 30.19              |
| <b>TOTAL</b>                   |        |        |      |           | <b>₱ 3,616,902.33</b> | <b>₱172,160.09</b> |

Consequently, the unamortized input VAT of P3,444,742.24 (P3,616,902.33 less P172,160.09) and the input VAT of P127,500.00 pertaining to purchase of capital goods exceeding P1 Million the supporting VAT invoice of which was not presented before the Court shall be deducted from petitioner's input VAT claim.

In addition, the input VAT of P24,414,629.89<sup>30</sup>, as summarized below, shall be disallowed for petitioner's failure to meet the substantiation requirements under Sections 110(A) and 113(A) and (B) of the NIRC of 1997, as amended by RA 9337, and as implemented by Sections 4.110-2, 4.110-8 and 4.113-1 of Revenue Regulations No. 16-05:

| <b>Findings</b>                                                                                                                      | <b>Disallowed Input VAT</b> |
|--------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|
| 1 Domestic purchases of services supported by VAT ORs wherein the input VAT were not separately indicated                            | ₱ 9,300,096.83              |
| 2 Domestic purchases of goods other than capital goods supported by VAT invoices wherein the input VAT were not separately indicated | 96,883.29                   |
| 3 Domestic purchases of services without supporting valid VAT ORs                                                                    | 2,437,168.27                |
| 4 Domestic purchases of goods other than capital goods without supporting valid VAT invoices                                         | 136,459.07                  |
| 5 Input VAT on services supported by documents imprinted with the statement "This document is not a valid source of input tax"       | 1,042.90                    |
| 6 Domestic purchases of services supported by VAT ORs dated outside the period of claim                                              | 6,009,296.27                |
| 7 Domestic purchases of capital goods not exceeding P1M supported by VAT invoices dated outside the period of claim                  | 1,363,030.99                |
| 8 Over-claimed input VAT on domestic purchases of services supported by VAT ORs                                                      | 188,316.98                  |
| 9 Without supporting documents                                                                                                       | 4,882,335.29                |
| <b>TOTAL</b>                                                                                                                         | <b>₱ 24,414,629.89</b>      |

<sup>30</sup> See Annex A of this Court's Findings for details.

Thus, only the remaining amount of P25,752,891.18, as computed below, represents petitioner's valid input VAT for the second quarter of 2009:

|                                                                       |                |                        |
|-----------------------------------------------------------------------|----------------|------------------------|
| Input VAT claimed for refund                                          |                | ₱ 53,739,763.31        |
| Less: Disallowances                                                   |                |                        |
| Unamortized Input VAT on Capital Goods exceeding ₱1M                  | ₱ 3,444,742.24 |                        |
| Input VAT on Capital Goods exceeding ₱1M without supporting documents | 127,500.00     |                        |
| Input VAT on purchases of services and goods other than capital goods | 24,414,629.89  | 27,986,872.13          |
| <b>Valid Input VAT</b>                                                |                | <b>₱ 25,752,891.18</b> |

After applying petitioner's valid input VAT of P25,752,891.18 against its output VAT of P549,159.52 for the subject period of claim, there remains an excess input VAT of P25,203,731.66, which can be attributed to the entire zero-rated sales/receipts declared by petitioner in the amount of P1,079,861,908.12. Accordingly, only the input VAT of P19,662,731.51 is attributable to the valid zero-rated sales of P842,455,992.22, as computed below:

|                                                                             |                        |
|-----------------------------------------------------------------------------|------------------------|
| Valid Input VAT                                                             | ₱ 25,752,891.18        |
| Less: Output VAT                                                            | 549,159.52             |
| <b>Valid Excess Input VAT</b>                                               | <b>₱ 25,203,731.66</b> |
|                                                                             |                        |
| Valid Zero-Rated Sales/Receipts                                             | 842,455,992.22         |
| Divided by Total Reported Zero-Rated Sales/Receipts                         | 1,079,861,908.12       |
| Multiply by Valid Excess Input VAT                                          | 25,203,731.66          |
| <b>Excess Input VAT attributable to the Valid Zero-Rated Sales/Receipts</b> | <b>₱ 19,662,731.51</b> |

Although the claimed input VAT was carried over by petitioner in the succeeding Quarterly VAT Returns in 2009<sup>31</sup> and 2010,<sup>32</sup> the same remained unutilized until it was deducted<sup>33</sup> from petitioner's total available input tax in the 1<sup>st</sup> quarter of 2011. Consequently, the subject claim no longer formed part of the excess input VAT of

<sup>31</sup> Exhibits "D", and "E".

<sup>32</sup> Exhibits "F", "G", "H", and "I".

<sup>33</sup> Line 23D, Exhibit "J".

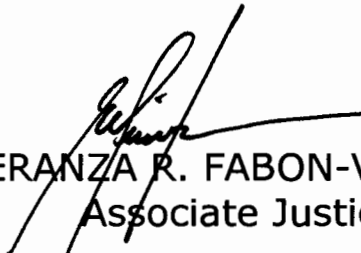
P242,243,640.54<sup>34</sup> as of the 1<sup>st</sup> quarter of 2011 which was carried over/applied to the succeeding 2<sup>nd</sup> quarter of 2011.<sup>35</sup>

In fine, petitioner is entitled to a refund or issuance of tax credit certificate in the amount of P19,662,731.51, representing its unutilized excess input VAT for the 2<sup>nd</sup> quarter of 2009 attributable to its zero-rated receipts for the same period.

**WHEREFORE**, the Petition for Review dated June 27, 2011 filed by petitioner Deutsche Knowledge Services, Pte Ltd. is **PARTIALLY GRANTED**.

Accordingly, respondent Commissioner of Internal Revenue is **ORDERED TO REFUND or TO ISSUE A TAX CREDIT CERTIFICATE** in favor of petitioner in the reduced amount of NINETEEN MILLION SIX HUNDRED SIXTY TWO THOUSAND SEVEN HUNDRED THIRTY ONE PESOS AND 51/100 (P19,662,731.51), representing petitioner's unutilized excess input VAT for the 2<sup>nd</sup> quarter of 2009 attributable to its zero-rated sales.

**SO ORDERED.**

  
ESPERANZA R. FABON-VICTORINO  
Associate Justice

We concur:

  
LOVELL R. BAUTISTA  
Associate Justice

  
MA. BELEN M. RINGPIS-LIBAN  
Associate Justice

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<sup>34</sup> Line 27, Exhibit "J".

<sup>35</sup> Line 20E, Exhibit "K".

**ATTESTATION**

I attest that the conclusions in the above Decision were reached in consultation before the case was assigned to the writer of the opinion of the Court's Division.



LOVELL R. BAUTISTA  
Chairperson

**CERTIFICATION**

Pursuant to Article VIII, Section 13 of the Constitution, and the Division Chairperson's Attestation, it is hereby certified that the conclusions in the above Decision were reached in consultation before the case was assigned to the writer of the opinion of the Court.



ROMAN G. DEL ROSARIO  
Presiding Justice

| Findings                                                                                                         | Exhibit No. | OR / Invoice Number | Amount       |
|------------------------------------------------------------------------------------------------------------------|-------------|---------------------|--------------|
| <b>1 Domestic purchases of services supported by VAT ORs wherein the input VAT were not separately indicated</b> |             |                     |              |
| 6-24 PROPERTY HOLDINGS INC.                                                                                      | M-1         | 0250                | 372,726.72   |
| 6-24 PROPERTY HOLDINGS INC.                                                                                      | M-2         | 0248                | 1,739,391.36 |
| 6-24 PROPERTY HOLDINGS INC.                                                                                      | M-6         | 0363                | 1,739,391.36 |
| 6-24 PROPERTY HOLDINGS INC.                                                                                      | M-4         | 0431                | 66,720.00    |
| 6-3 PROPERTY HOLDINGS INC.                                                                                       | M-7         | 0748                | 969,024.33   |
| 6-3 PROPERTY HOLDINGS INC.                                                                                       | M-8         | 0749                | 11,287.62    |
| ACCENT MICRO TECHNOLOGIES INC                                                                                    | M-13        | 61757               | 208.09       |
| ACCENT MICRO TECHNOLOGIES INC                                                                                    | M-14        | 61909               | 11,040.00    |
| ACCENT MICRO TECHNOLOGIES INC                                                                                    | M-15        | 62504               | 11,040.00    |
| ACCENT MICRO TECHNOLOGIES INC                                                                                    | M-16        | 62542               | 70,326.35    |
| ACCENT MICRO TECHNOLOGIES INC                                                                                    | M-17        | 62763               | 11,040.00    |
| ACCRALAW                                                                                                         | M-61        | 36701               | 3,005.87     |
| AMERICAN EXPRESS TRANSNATIONAL                                                                                   | M-65        | 40648               | 15,845.09    |
| AMERICAN EXPRESS TRANSNATIONAL                                                                                   | M-66        | 41009               | 15,845.09    |
| AMERICAN EXPRESS TRANSNATIONAL                                                                                   | M-67        | 41548               | 15,845.09    |
| APSA Food Services                                                                                               | M-68        | 0019                | 2,330.36     |
| ARBETEL CONSTRUCTION & TRADING                                                                                   | M-69        | 787                 | 89,564.66    |
| ARBETEL CONSTRUCTION & TRADING                                                                                   | M-70        | 799                 | 161,216.08   |
| ASIA SELECT INC                                                                                                  | M-71        | 4812                | 1,102.14     |
| ASIA SELECT INC                                                                                                  | M-72        | 4813                | 1,211.72     |
| ASIA SELECT INC                                                                                                  | M-73        | 4856                | 1,408.32     |
| ASIA SELECT INC                                                                                                  | M-74        | 4872                | 1,011.52     |
| AUDIOMAN ENTERPRISES                                                                                             | M-78        | 28682               | 1,660.71     |
| AUTOHOME BUSINESS SOLUTIONS, I                                                                                   | M-79        | 1119                | 6,626.23     |
| BARRINGTON CARPETS, INC.                                                                                         | M-81        | 11420               | 241,635.86   |
| BAYANTEL AC 326975818                                                                                            | M-82        | 360106              | 182.04       |
| BAYANTEL A/C 326403717                                                                                           | M-89        | 352877              | 182.04       |
| BAYANTEL A/C 326408638                                                                                           | M-93        | 352897              | 182.04       |
| BAYANTEL A/C 326528722                                                                                           | M-97        | 352860              | 182.04       |
| BAYANTEL A/C 326631353                                                                                           | M-101       | 352878              | 182.04       |
| BAYANTEL A/C 326983241                                                                                           | M-105       | 352888              | 182.04       |
| BAYANTEL A/C 327893092                                                                                           | M-109       | 352899              | 182.04       |
| BAYANTEL A/C 327893416                                                                                           | M-112       | 352855              | 182.04       |
| BAYANTEL A/C 328973405                                                                                           | M-123       | 352889              | 182.04       |
| BAYANTEL A/C 328977850                                                                                           | M-126       | 352871              | 182.04       |
| BAYANTEL A/C 328979829                                                                                           | M-128       | 352856              | 182.04       |
| BAYANTEL A/C 329540928                                                                                           | M-130       | 352886              | 182.04       |
| BAYANTEL A/C 329541088                                                                                           | M-134       | 352870              | 182.04       |
| BAYANTEL A/C 329541177                                                                                           | M-136       | 360107              | 182.04       |
| BAYANTEL A/C 329944832                                                                                           | M-139       | 360102              | 182.04       |
| BAYANTEL A/C 330074728                                                                                           | M-142       | 360101              | 182.04       |
| BAYANTEL A/C 330276789                                                                                           | M-145       | 352896              | 182.04       |
| BAYANTEL A/C 330276991                                                                                           | M-148       | 352872              | 182.04       |
| BAYANTEL A/C 330572361                                                                                           | M-153       | 352882              | 182.04       |
| BAYANTEL A/C 331959278                                                                                           | M-156       | 360109              | 182.04       |
| CIBI INFORMATION, INC.                                                                                           | M-332       | 20379               | 60.00        |
| CIBI INFORMATION, INC.                                                                                           | M-333       | 20378               | 1,080.00     |
| COLLIERS INTERNATIONAL PHILIPP                                                                                   | M-336       | 11033               | 151,431.82   |
| CRV AIRCON & PLUMBING SERVICES                                                                                   | M-342       | 941                 | 13,676.79    |
| CWC INTERNATIONAL CORP                                                                                           | M-344       | 27596               | 76,371.91    |
| CWC INTERNATIONAL CORP                                                                                           | M-345       | 27597               | 61,097.53    |
| CWC INTERNATIONAL CORP                                                                                           | M-346       | 27586               | 218,039.52   |
| CWC INTERNATIONAL CORP                                                                                           | M-347       | 27585               | 183,134.80   |
| DB WIZARDS, INC.                                                                                                 | M-357       | 9180                | 28,285.71    |
| DB WIZARDS, INC.                                                                                                 | M-358       | 9196                | 18,857.14    |
| INNOVE COMMUNICATIONS, INC.                                                                                      | M-548       | 185975              | 138.75       |
| JEBSEN & JESSEN COMMUNICATIONS                                                                                   | M-570       | 0069                | 1,113.00     |
| LANTRO PHILS INC                                                                                                 | M-594       | 1933                | 3,120.67     |
| LANTRO PHILS INC                                                                                                 | M-595       | 1932                | 20,794.80    |
| LEAVES & BRANCHES ENT                                                                                            | M-598       | 4118                | 4,714.29     |
| LILLI ANN ENTERPRISES                                                                                            | M-600       | 176                 | 158,796.00   |
| LJ INDUSTRIAL FABRICATION, INC                                                                                   | M-601       | 5215                | 521,629.11   |
| LJ INDUSTRIAL FABRICATION, INC                                                                                   | M-602       | 5262                | 335,678.14   |
| MEC NETWORKS CORPORATION                                                                                         | M-607       | 5773                | 20,571.43    |
| MGE UPS SYSTEMS PHILIPPINES,IN                                                                                   | M-609       | 6259                | 81,321.43    |
| MICRO-D INTERNATIONAL, INC.                                                                                      | M-611       | 013317              | 23,621.87    |
| MICRO-D INTERNATIONAL, INC.                                                                                      | M-612       | 013316              | 111,731.38   |
| MICRO-D INTERNATIONAL, INC.                                                                                      | M-613       | 013425              | 13,445.83    |
| MICRO-D INTERNATIONAL, INC.                                                                                      | M-613       | 013422              | 130,875.45   |
| MICRO-D INTERNATIONAL, INC.                                                                                      | M-614       | 013421              | 5,046.92     |
| MICRO-D INTERNATIONAL, INC.                                                                                      | M-615       | 013420              | 11,201.79    |
| MICRO-D INTERNATIONAL, INC.                                                                                      | M-616       | 13560               | 230.03       |

| Supplier Name                                                                                                                        | Invoice Number | Invoice Amount   | VAT Amount | Total Amount |
|--------------------------------------------------------------------------------------------------------------------------------------|----------------|------------------|------------|--------------|
| MICRO-D INTERNATIONAL, INC.                                                                                                          | M-616          | 13559            |            | 4,939.25     |
| MICRO-D INTERNATIONAL, INC.                                                                                                          | M-618          | 013641           |            | 123,740.60   |
| MICRO-D INTERNATIONAL, INC.                                                                                                          | M-620          | 0 13653          |            | 4,787.43     |
| MICRODATA SYSTEM & MGMT INC                                                                                                          | M-622          | 2009.00226       |            | 28,928.57    |
| MONARK EQUIPMENT CORP.                                                                                                               | M-627          | RH 02060756      |            | 93,214.29    |
| MONARK EQUIPMENT CORP.                                                                                                               | M-627          | RH 02060752      |            | 23,092.07    |
| MONARK EQUIPMENT CORP.                                                                                                               | M-628          | RH02060780       |            | 93,214.29    |
| MONARK EQUIPMENT CORP.                                                                                                               | M-629          | RH 02060733      |            | 41,611.24    |
| MONARK EQUIPMENT CORP.                                                                                                               | M-630          | RH 02060813      |            | 186,428.58   |
| NEWPORT LEARNING CENTER INC                                                                                                          | M-751          | 3483             |            | 10,714.28    |
| NEWPORT LEARNING CENTER INC                                                                                                          | M-752          | 3164             |            | 9,000.00     |
| NEWPORT LEARNING CENTER INC                                                                                                          | M-753          | 338              |            | 16,285.71    |
| NO KA OI (PHILS) INT'L, INC.                                                                                                         | M-755          | 17347            |            | 1,283.74     |
| NO KA OI (PHILS) INT'L, INC.                                                                                                         | M-756          | 17473            |            | 1,283.74     |
| P&L RESOURCES, INC.                                                                                                                  | M-757          | 3756             |            | 11,664.64    |
| P&L RESOURCES, INC.                                                                                                                  | M-758          | 3757             |            | 4,026.43     |
| P&L RESOURCES, INC.                                                                                                                  | M-759          | 3758             |            | 9,221.79     |
| P&L RESOURCES, INC.                                                                                                                  | M-760          | 3759             |            | 2,096.79     |
| PACIFIC STRATEGIES                                                                                                                   | M-761          | 1014             |            | 1,386.00     |
| PACIFIC STRATEGIES                                                                                                                   | M-761          | 1014             |            | 462.00       |
| POWERGEAR ELECTRICAL SALES CO                                                                                                        | M-990          | 172              |            | 508,928.57   |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-991          | 51869            |            | 3,300.40     |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-992          | 51988            |            | 3,384.08     |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-993          | 52243            |            | 2,564.82     |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-994          | 52242            |            | 3,596.76     |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-996          | 52534            |            | 6,962.47     |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-997          | 52535            |            | 276.47       |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-998          | 52765            |            | 12,462.05    |
| PREMIUM SECURITY & INVESTIGATI                                                                                                       | M-999          | 52766            |            | 6,893.18     |
| SANTA FE MOVING AND RELOCATION                                                                                                       | M-1045         | 7672             |            | 1,461.65     |
| SANTA FE MOVING AND RELOCATION                                                                                                       | M-1046         | 0414A            |            | 2,603.46     |
| SAS INSTITUTE (PHILS), INC.                                                                                                          | M-1048         | 2160             |            | 23,760.00    |
| SOP PRINTING HOUSE                                                                                                                   | M-1093         | 0982             |            | 27,857.14    |
| TECOMA CORPORATION                                                                                                                   | M-1099         | 748              |            | 229,869.50   |
| TRANSTEAM FREIGHT FORWARDERS,                                                                                                        | M-1114         | 5715             |            | 9,654.79     |
| WESELECT, INC.                                                                                                                       | M-1135         | 115              |            | 3,214.29     |
| WESELECT, INC.                                                                                                                       | M-1136         | 114              |            | 12,857.14    |
| WESELECT, INC.                                                                                                                       | M-1137         | 122              |            | 12,857.14    |
| Sub-total                                                                                                                            |                |                  |            | 9,300,096.83 |
| 2 Domestic purchases of goods other than capital goods supported by VAT invoices wherein the input VAT were not separately indicated |                |                  |            |              |
| JJED PHILIPPINES INC                                                                                                                 | M-571          | 69033            |            | 1,714.29     |
| JJED PHILIPPINES INC                                                                                                                 | M-572          | 69034            |            | 1,714.29     |
| MERCURY DRUG CORPORATION                                                                                                             | M-608          | 28363267         |            | 2,902.90     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-631          | SSR DATED 3.5.09 |            | 5,353.13     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-640          | SSR DATED 05/16  |            | 5,321.95     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-653          | SSR DATED 05/28  |            | 10,741.07    |
| NATIONAL BOOK STORE INC.                                                                                                             | M-655          | SSR DATED 1/26/9 |            | 5,356.98     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-664          | SSR DATED 3.16.9 |            | 5,349.94     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-676          | SSR DATED3/20/09 |            | 5,331.76     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-686          | SSR DATED 03/23  |            | 5,344.58     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-693          | SSR DATED 04/11  |            | 5,342.63     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-705          | SSR DATED 4/24/9 |            | 5,302.45     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-719          | SSR DATED 04/18  |            | 5,345.30     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-728          | SSR DATED 4.20   |            | 5,347.85     |
| NATIONAL BOOK STORE INC.                                                                                                             | M-741          | SSR DATED 01/14  |            | 5,317.74     |
| REBMANN INCORPORATED                                                                                                                 | M-1013         | 62093            |            | 21,096.43    |
| Sub-total                                                                                                                            |                |                  |            | 96,883.29    |
| 3 Domestic purchases of services without supporting valid VAT ORs                                                                    |                |                  |            |              |
| 6-24 PROPERTY HOLDINGS INC.                                                                                                          | M-5            | 0362             |            | 372,726.72   |
| 6-24 PROPERTY HOLDINGS INC.                                                                                                          | M-3            | 0418             |            | 372,726.72   |
| A.SORIANO CORPORATION                                                                                                                | M-12           | 19229            |            | 454,100.17   |
| DIGITAL TELECOMMUNICATIONS                                                                                                           | M-375          |                  |            | 386,932.32   |
| PLDT                                                                                                                                 | M-776 to M-989 | various          |            | 835,684.49   |
| THE ENTERPRISE CENTER CONDOMIN                                                                                                       | M-1112         | 2197             |            | 11,786.77    |
| Vicencio Printing Services                                                                                                           | M-1131         | 1152             |            | 234.11       |
| Vicencio Printing Services                                                                                                           | M-1133         | 1151             |            | 2,742.86     |
| Vicencio Printing Services                                                                                                           | M-1133         | 1151             |            | 234.11       |
| Sub-total                                                                                                                            |                |                  |            | 2,437,168.27 |
| 4 Domestic purchases of goods other than capital goods without supporting valid VAT invoices                                         |                |                  |            |              |

| Particulars                                                                                                                    | Invoice No. | OP Invoice Number |  |              |
|--------------------------------------------------------------------------------------------------------------------------------|-------------|-------------------|--|--------------|
| Natural Skin Cosmetics and RND                                                                                                 | M-749       | 0203              |  | 67,672.80    |
| Natural Skin Cosmetics and RND                                                                                                 | M-750       | 0204              |  | 5,036.27     |
| SANDOVAL DISTRIBUTORS INC                                                                                                      | M-1044      | 12732             |  | 63,750.00    |
| Sub-total                                                                                                                      |             |                   |  | 136,459.07   |
| 5 Input VAT on services supported by documents imprinted with the statement "This document is not a valid source of input tax" |             |                   |  |              |
| SMART COMMUNICATIONS, INC                                                                                                      | M-1083      | SEKCHR000014541   |  | 192.86       |
| SMART COMMUNICATIONS, INC                                                                                                      | M-1084      | SEKCHR000015330   |  | 619.97       |
| SMART COMMUNICATIONS, INC                                                                                                      | M-1085      | SEKCHR000015329   |  | 230.07       |
| Sub-total                                                                                                                      |             |                   |  | 1,042.90     |
| 6 Domestic purchases of services supported by VAT ORs dated outside the period of claim                                        |             |                   |  |              |
| ASIA SELECT INC                                                                                                                | M-75        | 4927              |  | 1,180.71     |
| ATLANTICA FIRE SAFETY SYSTEMS                                                                                                  | M-77        | 2118              |  | 3,564.00     |
| AUTOHOME BUSINESS SOLUTIONS, I                                                                                                 | M-80        | 1196              |  | 4,217.48     |
| CWC INTERNATIONAL CORP                                                                                                         | M-350       | 28018             |  | 174,431.87   |
| DHL EXPRESS PHILS CORP                                                                                                         | M-372       | 1373023           |  | 33.60        |
| DHL EXPRESS PHILS CORP                                                                                                         | M-373       | 1373022           |  | 5,702.79     |
| ePLDT INC.                                                                                                                     | M-399       | 5976              |  | 374,931.72   |
| ePLDT INC.                                                                                                                     | M-398       | 5973              |  | 235.71       |
| EST DIMSUM MASTER                                                                                                              | M-402       | 1406              |  | 5,400.01     |
| EXCLUSIVE CARS, INC                                                                                                            | M-458       | 2723              |  | 3,180.55     |
| EXCLUSIVE CARS, INC                                                                                                            | M-459       | 2724              |  | 911.70       |
| EXCLUSIVE CARS, INC                                                                                                            | M-462       | 2725              |  | 4,459.71     |
| EXCLUSIVE CARS, INC                                                                                                            | M-469       | 2726              |  | 204.64       |
| GREAT YEAR INDUSTRIES CORP MAN                                                                                                 | M-523       | 4359              |  | 104,103.62   |
| HEADSTRONG PHILIPPINES INC.                                                                                                    | M-528       | 1187              |  | 39,244.68    |
| HEADSTRONG PHILIPPINES INC.                                                                                                    | M-529       | 1188              |  | 58,006.80    |
| HEADSTRONG PHILIPPINES INC.                                                                                                    | M-531       | 1153              |  | 24,300.00    |
| I SYSTEMS INTEGRATORS, INC.                                                                                                    | M-543       | 0747              |  | 2,978.57     |
| I-2 INDUSTRIES                                                                                                                 | M-544       | 3666              |  | 164,181.21   |
| INNOVE AC 831700722                                                                                                            | M-550       | 7044345           |  | 26,260.08    |
| KAPIENT PHILIPPINES INC.                                                                                                       | M-590       | 1104              |  | 27,000.00    |
| KC Industrial Corporation                                                                                                      | M-591       | 12632             |  | 101,404.98   |
| LANTRO PHILS INC                                                                                                               | M-596       | 1989              |  | 1,373,242.86 |
| LEAVES & BRANCHES ENT                                                                                                          | M-599       | 4160              |  | 4,714.29     |
| MAXICARE HEALTHCARE CORP                                                                                                       | M-605       | 063543            |  | 10,887.80    |
| MC ENGINEERING, INC.                                                                                                           | M-606       | 4633              |  | 3,266,750.12 |
| MGE UPS SYSTEMS PHILIPPINES, IN                                                                                                | M-610       | 10030             |  | 13,553.57    |
| MICRO-D INTERNATIONAL, INC.                                                                                                    | M-617       | 24892             |  | 35,284.56    |
| MICRO-D INTERNATIONAL, INC.                                                                                                    | M-621       | 24889             |  | 174.82       |
| MMLDC FOUNDATION INC.                                                                                                          | M-625       | 16393             |  | 17,022.00    |
| MONARK EQUIPMENT CORP.                                                                                                         | M-626       | 08642             |  | 64,285.71    |
| ROADMAPS & BEYOND, INC.                                                                                                        | M-1023      | 143               |  | 9,600.00     |
| SALVADOR & ASSOCIATES,                                                                                                         | M-1028      | 709               |  | 1,071.43     |
| SAN MIGUEL CORPORATION                                                                                                         | M-1029      | 114652            |  | 30,173.84    |
| SGV & CO.                                                                                                                      | M-1055      | 64306             |  | 12,900.00    |
| SGV & CO.                                                                                                                      | M-1062      | 64314             |  | 12,540.00    |
| SGV & CO.                                                                                                                      | M-1064      | 65430             |  | 17,347.45    |
| SYNERGIA HUMAN CAPITAL Solutio                                                                                                 | M-1097      | 0034              |  | 2,400.00     |
| WATSON WYATT PHILIPPINES, INC.                                                                                                 | M-1134      | 20390             |  | 10,200.00    |
| WIDE WIDE WORLD EXPRESS CORP                                                                                                   | M-1138      | 604815            |  | 1,213.39     |
| Sub-total                                                                                                                      |             |                   |  | 6,009,296.27 |
| 7 Domestic purchases of capital goods not exceeding P1M supported by VAT invoices dated outside the period of claim            |             |                   |  |              |
| C.R. DAVID CORPORATION                                                                                                         | M-312       | 1109              |  | 79,200.00    |
| C.R. DAVID CORPORATION                                                                                                         | M-313       | 1115              |  | 91,800.00    |
| C.R. DAVID CORPORATION                                                                                                         | M-314       | 1110              |  | 66,000.00    |
| C.R. DAVID CORPORATION                                                                                                         | M-315       | 1114              |  | 96,420.00    |
| C.R. DAVID CORPORATION                                                                                                         | M-316       | 1112              |  | 69,600.00    |
| C.R. DAVID CORPORATION                                                                                                         | M-318       | 1111              |  | 50,502.00    |
| Classic Details, Inc.                                                                                                          | M-334       | 0884              |  | 57,348.00    |
| Classic Details, Inc.                                                                                                          | M-335       | 0887              |  | 57,348.00    |
| CORPORATE GIVEAWAYS ONLINE INC                                                                                                 | M-341       | 3338              |  | 5,621.79     |
| ELECTRONIC SECURITY SYSTEMS CO                                                                                                 | M-384       | 7967              |  | 409.10       |
| HEWLETT-PACKARD PHILIPPINES                                                                                                    | M-535       | R1FI051436        |  | 65,171.90    |
| HEWLETT-PACKARD PHILIPPINES                                                                                                    | M-536       | R1FI052080        |  | 32,654.96    |
| HEWLETT-PACKARD PHILIPPINES                                                                                                    | M-537       | R1FI052086        |  | 7,463.99     |
| HEWLETT-PACKARD PHILIPPINES                                                                                                    | M-538       | R1FI052121        |  | 6,868.48     |
| HOFFSMAN SYSTEMATIC DESIGNS, I                                                                                                 | M-541       | 6035              |  | 22,920.00    |
| HOFFSMAN SYSTEMATIC DESIGNS, I                                                                                                 | M-542       | 6140              |  | 22,920.00    |

| Invoice                                                                       | Exhibit No. | OR / Invoice Number |           |              |
|-------------------------------------------------------------------------------|-------------|---------------------|-----------|--------------|
| ICON INTERIORS INC                                                            | M-546       | 2211                |           | 426,660.00   |
| INFOWORX INC.                                                                 | M-547       | 4303                |           | 1,478.57     |
| J & R ELECTRONICS & APPLIANCES                                                | M-567       | 123909              |           | 6,728.57     |
| J&R Appliance Center                                                          | M-568       | 123910              |           | 318.21       |
| J&R Appliance Center                                                          | M-569       | 123908              |           | 20,545.71    |
| Niagara Industrial Equipment C                                                | M-754       | 14913               |           | 46,312.50    |
| Papertech Inc.                                                                | M-762       | 00186613            |           | 7,692.85     |
| Papertech Inc.                                                                | M-763       | 00186704            |           | 2,057.15     |
| Papertech Inc.                                                                | M-764       | 00184187            |           | 398.57       |
| Papertech Inc.                                                                | M-765       | 00184198            |           | 5,511.42     |
| Papertech Inc.                                                                | M-766       | 00186549            |           | 3,150.00     |
| Papertech Inc.                                                                | M-767       | 00186614            |           | 7,692.85     |
| Papertech Inc.                                                                | M-768       | 00186712            |           | 2,057.15     |
| PHILIPPINE VENDING CORPORATION                                                | M-770       | 060324              |           | 12,511.69    |
| PHILIPPINE VENDING CORPORATION                                                | M-771       | 060318              |           | 3,012.47     |
| PHILIPPINE VENDING CORPORATION                                                | M-772       | 060323              |           | 12,511.69    |
| QUARTZ BUSINESS PRODUCTS CORP                                                 | M-1008      | 380087              |           | 1,314.64     |
| SANCTUARY SALES                                                               | M-1030      | 33496               |           | 114.26       |
| SANCTUARY SALES                                                               | M-1031      | 33497               |           | 856.16       |
| SANCTUARY SALES                                                               | M-1032      | 33491               |           | 5,330.36     |
| SANCTUARY SALES                                                               | M-1033      | 33492               |           | 5,330.36     |
| SANCTUARY SALES                                                               | M-1034      | 33493               |           | 400.29       |
| SANCTUARY SALES                                                               | M-1035      | 33495               |           | 199.50       |
| SANCTUARY SALES                                                               | M-1036      | 33197               |           | 1,328.57     |
| SANCTUARY SALES                                                               | M-1037      | 33349               |           | 1,601.79     |
| SANCTUARY SALES                                                               | M-1038      | 34289               |           | 349.71       |
| SANCTUARY SALES                                                               | M-1039      | 33494               |           | 84.86        |
| SHELLSOFT TECHNOLOGY CORPORATI                                                | M-1065      | 1796                |           | 6,642.86     |
| SHELLSOFT TECHNOLOGY CORPORATI                                                | M-1066      | 1795                |           | 33,214.29    |
| SHELLSOFT TECHNOLOGY CORPORATI                                                | M-1067      | 1790                |           | 3,375.00     |
| THE CULINARY EXCHANGE INC                                                     | M-1106      | 47980               |           | 2,035.71     |
| THE CULINARY EXCHANGE INC                                                     | M-1108      | 47979               |           | 2,035.71     |
| THE CULINARY EXCHANGE INC                                                     | M-1109      | 47936               |           | 1,628.57     |
| THE CULINARY EXCHANGE INC                                                     | M-1110      | 47913               |           | 101.79       |
| THE CULINARY EXCHANGE INC                                                     | M-1111      | 47922               |           | 305.36       |
| ULTRALIGHT ELECTRICAL COMPONEN                                                | M-1115      | 25017               |           | 635.76       |
| VALUESHOP MARKET MARKET INC                                                   | M-1116      | 05665               |           | 1,104.86     |
| VALUESHOP MARKET MARKET INC                                                   | M-1117      | 05544               |           | 621.48       |
| VALUESHOP MARKET MARKET INC                                                   | M-1118      | 05536               |           | 414.32       |
| VALUESHOP MARKET MARKET INC                                                   | M-1119      | 05634               |           | 362.17       |
| VALUESHOP MARKET MARKET INC                                                   | M-1120      | 05513               |           | 1,498.23     |
| VALUESHOP MARKET MARKET INC                                                   | M-1121      | 05543               |           | 1,104.86     |
| VALUESHOP MARKET MARKET INC                                                   | M-1122      | 05636               |           | 151.90       |
| Sub-total                                                                     |             |                     |           | 1,363,030.99 |
| 8 Overclaimed input VAT on domestic purchases of service supported by VAT ORs |             |                     |           |              |
| ACCRALAW                                                                      | M-60        | 35931               | 4,728.66  |              |
|                                                                               |             |                     | 898.92    | 3,829.74     |
| AIR 2100, INC.                                                                | M-63        | 47398               | 918.81    |              |
|                                                                               |             |                     | 902.41    | 16.40        |
| AIR 2100, INC.                                                                | M-64        | 63874               | 105.65    |              |
|                                                                               |             |                     | 103.77    | 1.88         |
| CAREER MANAGEMENT CONSULTING                                                  | M-319       | 00096               | 19,200.00 |              |
|                                                                               |             |                     | 16,931.00 | 2,269.00     |
| CAREER MANAGEMENT CONSULTING                                                  | M-320       | 00098               | 35,340.00 |              |
|                                                                               |             |                     | 31,163.46 | 4,176.54     |
| CAREER MANAGEMENT CONSULTING                                                  | M-321       | 00099               | 14,610.00 |              |
|                                                                               |             |                     | 12,883.40 | 1,726.60     |
| CAREER MANAGEMENT CONSULTING                                                  | M-322       | 00100               | 21,600.00 |              |
|                                                                               |             |                     | 19,048.00 | 2,552.00     |
| CAREER MANAGEMENT CONSULTING                                                  | M-323       | 00101               | 21,240.00 |              |
|                                                                               |             |                     | 18,730.00 | 2,510.00     |
| CAREER MANAGEMENT CONSULTING                                                  | M-324       | 00103               | 22,260.00 |              |
|                                                                               |             |                     | 19,630.00 | 2,630.00     |
| CAREER MANAGEMENT CONSULTING                                                  | M-325       | 00102               | 20,220.00 |              |
|                                                                               |             |                     | 17,830.50 | 2,389.50     |
| CAREER MANAGEMENT CONSULTING                                                  | M-326       | 00104               | 18,000.00 |              |
|                                                                               |             |                     | 15,873.00 | 2,127.00     |
| CAREER MANAGEMENT CONSULTING                                                  | M-327       | 00105               | 21,600.00 |              |
|                                                                               |             |                     | 19,047.72 | 2,552.28     |
| DHL EXPRESS PHILS CORP                                                        | M-363       | 1308894             | 12,052.10 |              |
|                                                                               |             |                     | 3,076.97  | 8,975.13     |
| DHL EXPRESS PHILS CORP                                                        | M-366       | 1309887             | 539.60    |              |

| Findings                              | Exhibit No. | OR / Invoice Number | Original Value | Adjusted Value    |
|---------------------------------------|-------------|---------------------|----------------|-------------------|
|                                       |             |                     | 33.60          | 506.00            |
| E.E. BLACK, LTD.                      | M-376       | 1360                | 1,335,983.37   |                   |
|                                       |             |                     | 1,312,126.52   | 23,856.85         |
| E.E. BLACK, LTD.                      | M-377       | 1361                | 4,155,101.20   |                   |
|                                       |             |                     | 4,080,903.00   | 74,198.20         |
| ePLDT INC.                            | M-391       | 5951                | 375,410.52     |                   |
|                                       |             |                     | 370,004.61     | 5,405.91          |
| ePLDT INC.                            | M-393       | 5954                | 13,712.55      |                   |
|                                       |             |                     | 13,515.09      | 197.46            |
| ePLDT INC.                            | M-396       | 5966                | 5,642.75       |                   |
|                                       |             |                     | 5,561.50       | 81.25             |
| GREAT YEAR INDUSTRIES CORP MAN        | M-522       | 4267                | 12,857.14      |                   |
|                                       |             |                     | 12,627.55      | 229.59            |
| LEAVES & BRANCHES ENT                 | M-597       | 3972                | 4,714.29       |                   |
|                                       |             |                     | 4,500.00       | 214.29            |
| MAXICARE HEALTHCARE CORP              | M-603       | 061702              | 26,475.00      |                   |
|                                       |             |                     | 5,791.41       | 20,683.59         |
| PREMIUM SECURITY & INVESTIGATI        | M-1001      | 52937               | 18,885.66      |                   |
|                                       |             |                     | 18,053.79      | 831.87            |
| REGUS CENTRES INC                     | M-1014      | 11606               | 9,336.60       |                   |
|                                       |             |                     | 9,316.72       | 19.88             |
| SKYCABLE CORPORATION                  | M-1079      | 480520              | 53,385.00      |                   |
|                                       |             |                     | 52,431.70      | 953.30            |
| TECOMA CORPORATION                    | M-1098      | 00738               | 241,771.94     |                   |
|                                       |             |                     | 216,538.15     | 25,233.79         |
| TEMPO SERVICES, INC.                  | M-1101      | 42735               | 2,641.56       |                   |
|                                       |             |                     | 2,570.85       | 70.71             |
| TEMPO SERVICES, INC.                  | M-1104      | 43461               | 2,742.44       |                   |
|                                       |             |                     | 2,700.12       | 42.32             |
| TEMPO SERVICES, INC.                  | M-1105      | 43462               | 2,643.26       |                   |
|                                       |             |                     | 2,607.36       | 35.90             |
| <b>Sub-total</b>                      |             |                     |                | <b>188,316.98</b> |
| <b>9 Without supporting documents</b> |             |                     |                |                   |
| 6-24 PROPERTY HOLDINGS INC.           |             |                     |                | (62,121.12)       |
| 6-3 PROPERTY HOLDINGS INC.            |             |                     |                | 7,776.00          |
| ANN ARBOR DEVELOPMENT CORPORAT        |             |                     |                | 130,749.12        |
| BAYANTEL - various                    |             |                     |                | 28,989.59         |
| BEN SIMEON GOMEZ                      |             |                     |                | 42,428.57         |
| BEN SIMEON GOMEZ                      |             |                     |                | (42,428.57)       |
| BUSINESS PROFILES INC                 |             |                     |                | 21,637.20         |
| COLLIERS INTERNATIONAL PHILIPP        |             | 11171               |                | (754.82)          |
| DATA CRAFT PHILIPPINES INC.           |             |                     |                | 190,678.62        |
| EXCLUSIVE CARS, INC                   |             |                     |                | 3,461.65          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 1,544.17          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 386.68            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 1,280.27          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 164.46            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 428.57            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 463.30            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 56.79             |
| EXCLUSIVE CARS, INC                   |             |                     |                | 3,240.69          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 17.14             |
| EXCLUSIVE CARS, INC                   |             |                     |                | 460.74            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 416.27            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 488.47            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 531.33            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 3,240.69          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 3,019.74          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 3,167.04          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 2,576.25          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 78.21             |
| EXCLUSIVE CARS, INC                   |             |                     |                | 237.87            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 2,576.25          |
| EXCLUSIVE CARS, INC                   |             |                     |                | 58.93             |
| EXCLUSIVE CARS, INC                   |             | 2613                |                | 5.36              |
| EXCLUSIVE CARS, INC                   |             |                     |                | 21.43             |
| EXCLUSIVE CARS, INC                   |             |                     |                | 105.00            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 716.79            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 26.79             |
| EXCLUSIVE CARS, INC                   |             |                     |                | 21.43             |
| EXCLUSIVE CARS, INC                   |             |                     |                | 416.68            |
| EXCLUSIVE CARS, INC                   |             |                     |                | 35.36             |

| Findings                       | Exhibit No. | Invoice Number | Amount       |
|--------------------------------|-------------|----------------|--------------|
| EXCLUSIVE CARS, INC            |             |                | 98.57        |
| EXCLUSIVE CARS, INC            |             |                | 941.70       |
| EXCLUSIVE CARS, INC            |             |                | 192.87       |
| EXCLUSIVE CARS, INC            |             |                | 67.50        |
| EXCLUSIVE CARS, INC            |             |                | 88.93        |
| EXCLUSIVE CARS, INC            |             |                | 156.43       |
| EXCLUSIVE CARS, INC            |             |                | 325.71       |
| EXCLUSIVE CARS, INC            |             |                | 214.29       |
| EXCLUSIVE CARS, INC            |             |                | 1,338.28     |
| EXCLUSIVE CARS, INC            |             |                | 619.07       |
| EXCLUSIVE CARS, INC            |             |                | 495.02       |
| EXCLUSIVE CARS, INC            |             |                | 523.95       |
| EXCLUSIVE CARS, INC            |             |                | 46.07        |
| EXCLUSIVE CARS, INC            |             |                | 21.43        |
| EXCLUSIVE CARS, INC            |             |                | 21.43        |
| EXCLUSIVE CARS, INC            |             |                | 21.43        |
| EXCLUSIVE CARS, INC            |             |                | 5.36         |
| EXI SYSTEMS +, INC.            |             |                | 995,292.67   |
| FAIRHOLME LAND DEVELOPMENT INC |             |                | 221,616.00   |
| FAIRHOLME LAND DEVELOPMENT INC |             |                | 221,616.00   |
| FAIRHOLME LAND DEVELOPMENT INC |             |                | (221,616.00) |
| FAIRHOLME LAND DEVELOPMENT INC |             |                | 221,616.00   |
| GLOBE TELECOM A/C 43789236     |             |                | 192.86       |
| GLOBE TELECOM A/C 43834428     |             |                | 192.86       |
| GLOBE TELECOM A/C 43834592     |             |                | 128.57       |
| GLOBE TELECOM A/C 43834657     |             |                | 128.57       |
| GLOBE TELECOM A/C 43834681     |             |                | 128.57       |
| GLOBE TELECOM A/C 43834711     |             |                | 128.57       |
| GLOBE TELECOM A/C 43834754     |             |                | 128.57       |
| GLOBE TELECOM A/C 43834797     |             |                | 128.57       |
| GLOBE TELECOM A/C 43834827     |             |                | 128.57       |
| GLOBE TELECOM A/C 45413292     |             |                | 113.97       |
| GLOBE TELECOM A/C 45413314     |             |                | 113.97       |
| GLOBE TELECOM A/C 45413322     |             |                | 113.97       |
| GLOBE TELECOM A/C 45413349     |             |                | 113.97       |
| GLOBE TELECOM A/C 45413357     |             |                | 113.97       |
| GLOBE TELECOM A/C 45517012     |             |                | 145.45       |
| GLOBE TELECOM A/C 45517047     |             |                | 128.57       |
| GLOBE TELECOM A/C 45517055     |             |                | 128.57       |
| GLOBE TELECOM A/C 45517071     |             |                | 128.57       |
| GLOBE TELECOM A/C 45553035     |             |                | 113.97       |
| GLOBE TELECOM A/C 45553043     |             |                | 113.97       |
| GLOBE TELECOM A/C 45943062     |             |                | 113.97       |
| GLOBE TELECOM A/C 46243048     |             |                | 113.97       |
| GLOBE TELECOM A/C 46243102     |             |                | 113.97       |
| GLOBE TELECOM A/C 46243129     |             |                | 113.97       |
| GLOBE TELECOM A/C 46328817     |             |                | 113.97       |
| GLOBE TELECOM A/C 46328914     |             |                | 113.97       |
| GLOBE TELECOM A/C 46397029     |             |                | 113.97       |
| GLOBE TELECOM A/C 46397134     |             |                | 113.97       |
| GLOBE TELECOM A/C 46877624     |             |                | 204.00       |
| GLOBE TELECOM A/C 46877624     |             |                | 204.00       |
| GLOBE TELECOM A/C 46877624     |             |                | 113.97       |
| GLOBE TELECOM A/C 46878655     |             |                | 204.00       |
| GLOBE TELECOM A/C 46878655     |             |                | 204.00       |
| GLOBE TELECOM A/C 46878655     |             |                | 113.97       |
| GLOBE TELECOM A/C 47316111     |             |                | 267.86       |
| GLOBE TELECOM A/C 47316413     |             |                | 267.86       |
| GLOBE TELECOM A/C 47406234     |             |                | 113.97       |
| GLOBE TELECOM A/C 47406242     |             |                | 113.97       |
| GLOBE TELECOM A/C 47434572     |             |                | 113.97       |
| GLOBE TELECOM A/C 47434874     |             |                | 113.97       |
| GLOBE TELECOM A/C 47434904     |             |                | 113.97       |
| GLOBE TELECOM A/C 47565391     |             |                | 113.97       |
| GLOBE TELECOM A/C 47565529     |             |                | 113.97       |
| GLOBE TELECOM A/C 48534341     |             |                | 204.00       |
| GLOBE TELECOM A/C 48534341     |             |                | 204.00       |
| GLOBE TELECOM A/C 48534341     |             |                | 113.97       |
| GLOBE TELECOM A/C 48547915     |             |                | 204.00       |
| GLOBE TELECOM A/C 48547915     |             |                | 204.00       |
| GLOBE TELECOM A/C 48547915     |             |                | 113.97       |
| GLOBE TELECOM A/C 48547931     |             |                | 204.00       |
| GLOBE TELECOM A/C 48547931     |             |                | 204.00       |

| Particulars                | Exhibit No | OR / Invoice Number | Page No |
|----------------------------|------------|---------------------|---------|
| GLOBE TELECOM A/C 48547931 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48547958 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48548105 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548105 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548105 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48548512 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48548717 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48548741 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548741 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548741 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48548792 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548792 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548792 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48548865 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548865 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48548881 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48549322 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48549322 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48549322 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48549357 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48549357 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48549357 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48549365 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48549365 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48549365 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48686966 |            |                     | 145.71  |
| GLOBE TELECOM A/C 48686966 |            |                     | 128.57  |
| GLOBE TELECOM A/C 48686966 |            |                     | 128.57  |
| GLOBE TELECOM A/C 48761623 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48761623 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48761623 |            |                     | 113.97  |
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| GLOBE TELECOM A/C 48761755 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48761755 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48761828 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48761828 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48761828 |            |                     | 113.97  |
| GLOBE TELECOM A/C 48761836 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48761836 |            |                     | 204.00  |
| GLOBE TELECOM A/C 48761836 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49231709 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49231709 |            |                     | 204.00  |
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| GLOBE TELECOM A/C 49231776 |            |                     | 204.00  |
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| GLOBE TELECOM A/C 49231849 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49231849 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49231903 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49231903 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49231903 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49235747 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49235747 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49301219 |            |                     | 209.61  |
| GLOBE TELECOM A/C 49420544 |            |                     | 192.86  |
| GLOBE TELECOM A/C 49620748 |            |                     | 128.57  |
| GLOBE TELECOM A/C 49620799 |            |                     | 128.57  |
| GLOBE TELECOM A/C 49622201 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622252 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622279 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49622279 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49622279 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622287 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622325 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622341 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622384 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622414 |            |                     | 113.97  |
| GLOBE TELECOM A/C 49622422 |            |                     | 204.00  |
| GLOBE TELECOM A/C 49622422 |            |                     | 204.00  |

| Findings                   | Exhibit No. | QIP | Exhibit Number | Amount |
|----------------------------|-------------|-----|----------------|--------|
| GLOBE TELECOM A/C 49622422 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49622449 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49622457 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49622503 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49622554 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49622597 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49622635 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49887779 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49887906 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49888007 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49888112 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 49888287 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 49888287 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 49888287 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50038488 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50040024 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 50040024 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 50040024 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50040032 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50082169 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50310544 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50310773 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50310803 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50358407 |             |     |                | 128.57 |
| GLOBE TELECOM A/C 50358407 |             |     |                | 128.57 |
| GLOBE TELECOM A/C 50358407 |             |     |                | 128.57 |
| GLOBE TELECOM A/C 50358539 |             |     |                | 128.57 |
| GLOBE TELECOM A/C 50574134 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 50574169 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50574193 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 50574193 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 50574193 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50574355 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50612672 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613776 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613792 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 50613814 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613822 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613849 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613865 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613873 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613881 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613903 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613911 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613938 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613946 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613954 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613962 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50613997 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50614004 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50614039 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50614047 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 50658664 |             |     |                | 128.57 |
| GLOBE TELECOM A/C 50799845 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50799934 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50799977 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50799993 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50800002 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50832281 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50832338 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50883536 |             |     |                | 204.00 |
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| GLOBE TELECOM A/C 50883536 |             |     |                | 113.97 |
| GLOBE TELECOM A/C 50883544 |             |     |                | 204.00 |
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| GLOBE TELECOM A/C 51252122 |             |     |                | 204.00 |
| GLOBE TELECOM A/C 51252157 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 51252173 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 51252262 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 51252866 |             |     |                | 126.14 |
| GLOBE TELECOM A/C 51424322 |             |     |                | 126.14 |

| Findings                       | Exhibit No. | OR / Invoice Number | Amount   |
|--------------------------------|-------------|---------------------|----------|
| GLOBE TELECOM A/C 51424772     |             |                     | 126.14   |
| GLOBE TELECOM A/C 51424888     |             |                     | 126.14   |
| GLOBE TELECOM A/C 51771421     |             |                     | 882.43   |
| GLOBE TELECOM A/C 51771545     |             |                     | 551.96   |
| GLOBE TELECOM A/C 51771561     |             |                     | 551.96   |
| GLOBE TELECOM A/C 51963878     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51963886     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51963991     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964017     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964084     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964114     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964173     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964262     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964327     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964424     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964432     |             |                     | 199.08   |
| GLOBE TELECOM A/C 51964513     |             |                     | 199.08   |
| GLOBE TELECOM A/C NO 49420544  |             |                     | 302.06   |
| GLOBE TELECOM A/C NO 49420544  |             |                     | 207.70   |
| GLOBE TELECOM A/C NO 49622449  |             |                     | 204.00   |
| GLOBE TELECOM A/C NO 49622449  |             |                     | 204.00   |
| GLOBE TELECOM A/C NO 49622503  |             |                     | 204.00   |
| GLOBE TELECOM A/C NO 49622503  |             |                     | 204.00   |
| GLOBE TELECOM A/C NO 49622597  |             |                     | 204.00   |
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| GLOBE TELECOM A/C NO 50310544  |             |                     | 204.00   |
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| GLOBE TELECOM A/C NO 50310803  |             |                     | 204.00   |
| GLOBE TELECOM A/C NO 50658664  |             |                     | 127.95   |
| GLOBE TELECOM A/C No. 4962263  |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 4962263  |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 45553035 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 45553043 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 45553043 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 45943062 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 45943062 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 46243102 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 46243129 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 46328817 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 46328817 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47406242 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47406242 |             |                     | (204.00) |
| GLOBE TELECOM A/C No. 47406242 |             |                     | 193.29   |
| GLOBE TELECOM A/C No. 47406242 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47434572 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47434572 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47434874 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47434874 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47434904 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47434904 |             |                     | 204.00   |
| GLOBE TELECOM A/C NO. 47565391 |             |                     | 204.00   |
| GLOBE TELECOM A/C NO. 47565391 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 47565529 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48547958 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48547958 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48548512 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48548512 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48548717 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48548717 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48548881 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 48548881 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 49301219 |             |                     | 214.98   |
| GLOBE TELECOM A/C No. 49301219 |             |                     | 195.54   |
| GLOBE TELECOM A/C No. 49301243 |             |                     | 192.86   |
| GLOBE TELECOM A/C No. 49301243 |             |                     | 192.86   |
| GLOBE TELECOM A/C No. 49620748 |             |                     | 128.57   |
| GLOBE TELECOM A/C No. 49620748 |             |                     | 128.57   |
| GLOBE TELECOM A/C No. 49620799 |             |                     | 128.57   |
| GLOBE TELECOM A/C No. 49620799 |             |                     | 128.57   |
| GLOBE TELECOM A/C No. 49622201 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 49622201 |             |                     | 204.00   |
| GLOBE TELECOM A/C No. 49622252 |             |                     | 204.00   |

| Findings                       | Exhibit No | OR / Invoice Number | Amount |
|--------------------------------|------------|---------------------|--------|
| GLOBE TELECOM A/C No. 49622252 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622325 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622325 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622341 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622341 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622384 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622384 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622457 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49622457 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 49887906 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 49887906 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49888007 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49888007 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49888112 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 49888112 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50038488 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50038488 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50040032 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50040032 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50310773 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50310773 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50358539 |            |                     | 128.57 |
| GLOBE TELECOM A/C No. 50358539 |            |                     | 128.57 |
| GLOBE TELECOM A/C NO. 50574134 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50574134 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50574169 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50574169 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50574355 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50574355 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50658656 |            |                     | 128.57 |
| GLOBE TELECOM A/C No. 50799845 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50799845 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50799934 |            |                     | 204.00 |
| GLOBE TELECOM A/C NO. 50799934 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50799977 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50799993 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50799993 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50800002 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50800002 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50832281 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50832281 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50832338 |            |                     | 204.00 |
| GLOBE TELECOM A/C No. 50832338 |            |                     | 204.00 |
| GLOBE TELECOM A/C No.43789236  |            |                     | 192.86 |
| GLOBE TELECOM A/C No.43789236  |            |                     | 192.86 |
| GLOBE TELECOM A/C No.43834428  |            |                     | 198.00 |
| GLOBE TELECOM A/C No.43834428  |            |                     | 223.25 |
| GLOBE TELECOM A/C No.43834592  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834592  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834657  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834657  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834681  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834681  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834711  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834711  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834754  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834754  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834797  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834797  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.43834827  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.45413292  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45413292  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45413314  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45413314  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45413322  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45413349  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45413357  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45413357  |            |                     | 204.00 |
| GLOBE TELECOM A/C No.45517012  |            |                     | 144.32 |
| GLOBE TELECOM A/C No.45517012  |            |                     | 239.46 |
| GLOBE TELECOM A/C No.45517047  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.45517047  |            |                     | 128.57 |
| GLOBE TELECOM A/C No.45517055  |            |                     | 166.14 |

| Findings                      | Exhibit No. | OP / Invoice Number | Amount   |
|-------------------------------|-------------|---------------------|----------|
| GLOBE TELECOM A/C No.45517055 |             |                     | 114.43   |
| GLOBE TELECOM A/C No.45517071 |             |                     | 128.57   |
| GLOBE TELECOM A/C No.45517071 |             |                     | 128.57   |
| GLOBE TELECOM A/C No.46328914 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.46328914 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.46397029 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.46397029 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.46397134 |             |                     | 204.00   |
| GLOBE TELECOM A/C NO.47316111 |             |                     | 267.86   |
| GLOBE TELECOM A/C NO.47316111 |             |                     | 258.93   |
| GLOBE TELECOM A/C NO.47316413 |             |                     | 267.86   |
| GLOBE TELECOM A/C NO.47316413 |             |                     | 267.86   |
| GLOBE TELECOM A/C NO.47406234 |             |                     | 204.00   |
| GLOBE TELECOM A/C NO.47406234 |             |                     | 204.00   |
| GLOBE TELECOM A/C NO.47434963 |             |                     | 204.00   |
| GLOBE TELECOM A/C NO.47434963 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49622287 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49622287 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49622414 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49622414 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49622554 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49622554 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49887779 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.49887779 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.50082169 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.50082169 |             |                     | 204.00   |
| GLOBE TELECOM A/C No.50614047 |             |                     | 204.00   |
| GLOBE TELECOM AC 45726088     |             |                     | 128.57   |
| GLOBE TELECOM AC 46328361     |             |                     | 113.97   |
| GLOBE TELECOM AC 46328728     |             |                     | 204.00   |
| GLOBE TELECOM AC 46328728     |             |                     | 204.00   |
| GLOBE TELECOM AC 46328728     |             |                     | 113.97   |
| GLOBE TELECOM AC 46640608     |             |                     | 204.00   |
| GLOBE TELECOM AC 46640608     |             |                     | 204.00   |
| GLOBE TELECOM AC 46640608     |             |                     | 113.97   |
| GLOBE TELECOM AC 46640659     |             |                     | 113.97   |
| GLOBE TELECOM AC 46876296     |             |                     | 204.00   |
| GLOBE TELECOM AC 46876296     |             |                     | 204.00   |
| GLOBE TELECOM AC 46876296     |             |                     | 113.97   |
| GLOBE TELECOM AC 46878507     |             |                     | 204.00   |
| GLOBE TELECOM AC 46878507     |             |                     | 204.00   |
| GLOBE TELECOM AC 46878647     |             |                     | 204.00   |
| GLOBE TELECOM AC 46878647     |             |                     | 204.00   |
| GLOBE TELECOM AC 46878647     |             |                     | 113.97   |
| Globe Telecom AC 46878698     |             |                     | 204.00   |
| Globe Telecom AC 46878698     |             |                     | 204.00   |
| Globe Telecom AC 46878698     |             |                     | 113.97   |
| GLOBE TELECOM AC 46878744     |             |                     | 204.00   |
| GLOBE TELECOM AC 46878744     |             |                     | 204.00   |
| GLOBE TELECOM AC 46878744     |             |                     | 113.97   |
| GLOBE TELECOM AC 46878752     |             |                     | 113.97   |
| GLOBE TELECOM AC 48049184     |             |                     | 204.00   |
| GLOBE TELECOM AC 48049184     |             |                     | 204.00   |
| GLOBE TELECOM AC 48049184     |             |                     | 113.97   |
| GLOBE TELECOM AC 50574118     |             |                     | 204.00   |
| GLOBE TELECOM AC 51252092     |             |                     | 126.14   |
| GLOBE TELECOM AC 51252106     |             |                     | 126.14   |
| GLOBE TELECOM AC 51252203     |             |                     | 126.14   |
| GLOBE TELECOM AC 51252815     |             |                     | 126.14   |
| GLOBE TELECOM AC 51771456     |             |                     | 882.43   |
| GLOBE TELECOM AC 51771499     |             |                     | 882.43   |
| GLOBE TELECOM AC 51771596     |             |                     | 1,096.54 |
| GLOBE TELECOM AC 51823014     |             |                     | 327.58   |
| GLOBE TELECOM AC 51963754     |             |                     | 199.08   |
| GLOBE TELECOM AC 51963983     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964076     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964106     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964122     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964181     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964203     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964335     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964408     |             |                     | 199.08   |
| GLOBE TELECOM AC 51964475     |             |                     | 199.08   |

| Billings                      | Invoice No. | OP Invoice Number | Invoice Amount |
|-------------------------------|-------------|-------------------|----------------|
| GLOBE TELECOM AC 51964505     |             |                   | 199.08         |
| GLOBE TELECOM AC No. 45726088 |             |                   | 128.57         |
| GLOBE TELECOM AC No. 45726088 |             |                   | 128.57         |
| GLOBE TELECOM AC No. 46328361 |             |                   | 204.00         |
| GLOBE TELECOM AC No. 46328361 |             |                   | 204.00         |
| GLOBE TELECOM AC No. 46640659 |             |                   | 204.00         |
| GLOBE TELECOM AC No. 46640659 |             |                   | 204.00         |
| GLOBE TELECOM AC No. 46878752 |             |                   | 204.00         |
| GLOBE TELECOM AC No. 46878752 |             |                   | 204.00         |
| GLOBE TELECOM AC No. 50574118 |             |                   | 204.00         |
| GLOBE TELECOM AC No. 50574118 |             |                   | 204.00         |
| GOUDIE ASSOCIATES MANILA LTD. |             |                   | 32,871.43      |
| HEADSTRONG PHILIPPINES INC.   | 1154        |                   | 55,519.49      |
| HEADSTRONG PHILIPPINES INC.   |             |                   | 16,800.00      |
| HEADSTRONG PHILIPPINES INC.   | 0727        |                   | 169,336.25     |
| I SYSTEMS INTEGRATORS, INC.   | 0727        |                   | 233,384.27     |
| I SYSTEMS INTEGRATORS, INC.   |             |                   | 17,850.00      |
| INNOVE A/C 106921130          |             |                   | 149.65         |
| INNOVE A/C 106921130          |             |                   | 160.18         |
| INNOVE A/C 106921130          |             |                   | 160.18         |
| INNOVE A/C 830006736          |             |                   | 19,387.20      |
| INNOVE A/C 830006736          |             |                   | 19,387.20      |
| INNOVE A/C 830006736          |             |                   | 19,387.20      |
| INNOVE A/C 831577230          |             |                   | 139.34         |
| INNOVE A/C 831580222          |             |                   | 134.19         |
| INNOVE A/C 831589775          |             |                   | 138.75         |
| INNOVE A/C 831685726          |             |                   | 138.75         |
| INNOVE A/C 831759062          |             |                   | 138.75         |
| INNOVE A/C 831759062          |             |                   | 138.75         |
| INNOVE A/C 831797054          |             |                   | 138.75         |
| INNOVE A/C 832009088          |             |                   | 138.75         |
| INNOVE A/C 832009088          |             |                   | 138.75         |
| INNOVE AC 106797149           |             |                   | 160.18         |
| INNOVE AC 106797900           |             |                   | 160.18         |
| INNOVE AC 106858805           |             |                   | 160.18         |
| INNOVE AC 106884061           |             |                   | 160.18         |
| INNOVE AC 106886134           |             |                   | 123.32         |
| INNOVE AC 106922948           |             |                   | 160.18         |
| INNOVE AC 830105671           |             |                   | 18,000.00      |
| INNOVE AC 830635288           |             |                   | 165.71         |
| INNOVE AC 830635381           |             |                   | 160.18         |
| INNOVE AC 830635436           |             |                   | 160.18         |
| INNOVE AC 830744573           |             |                   | 106.61         |
| INNOVE AC 831003302           |             |                   | 160.18         |
| INNOVE AC 831003652           |             |                   | 144.38         |
| INNOVE AC 831003770           |             |                   | 128.58         |
| INNOVE AC 831003897           |             |                   | 160.18         |
| INNOVE AC 831004083           |             |                   | 160.18         |
| INNOVE AC 831004175           |             |                   | 160.18         |
| INNOVE AC 831498908           |             |                   | 138.75         |
| INNOVE AC 831502594           |             |                   | 138.75         |
| INNOVE AC 831577371           |             |                   | 138.75         |
| INNOVE AC 831577518           |             |                   | 138.75         |
| INNOVE AC 831577518           |             |                   | 138.75         |
| INNOVE AC 831578785           |             |                   | 138.75         |
| INNOVE AC 831579260           |             |                   | 138.75         |
| INNOVE AC 831579260           |             |                   | 138.75         |
| INNOVE AC 831579340           |             |                   | 138.75         |
| INNOVE AC 831579340           |             |                   | 138.75         |
| INNOVE AC 831579420           |             |                   | 138.75         |
| INNOVE AC 831579420           |             |                   | 138.75         |
| INNOVE AC 831580511           |             |                   | 138.75         |
| INNOVE AC 831580511           |             |                   | 138.75         |
| INNOVE AC 831580652           |             |                   | 138.75         |
| INNOVE AC 831589996           |             |                   | 138.75         |
| INNOVE AC 831613073           |             |                   | 138.75         |
| INNOVE AC 831685892           |             |                   | 129.63         |
| INNOVE AC 831758723           |             |                   | 138.75         |
| INNOVE AC 831759013           |             |                   | 140.09         |
| INNOVE AC 831759283           |             |                   | 138.75         |
| INNOVE AC 831819390           |             |                   | 138.75         |
| INNOVE AC 831819745           |             |                   | 138.75         |
| INNOVE AC 831819794           |             |                   | 157.95         |

| Invoice                        | Exhibit No. | DP / Invoice Number | Amount    |
|--------------------------------|-------------|---------------------|-----------|
| INNOVE AC 831819886            |             |                     | 138.75    |
| INNOVE AC 831962678            |             |                     | 138.75    |
| INNOVE AC 831962887            |             |                     | 138.75    |
| INNOVE AC 831963085            |             |                     | 138.75    |
| INNOVE AC 832009304            |             |                     | 138.75    |
| INNOVE AC 832231843            |             |                     | 138.75    |
| INNOVE AC 832231972            |             |                     | 138.75    |
| INNOVE AC 832232133            |             |                     | 138.75    |
| INNOVE AC 832232274            |             |                     | 138.75    |
| INNOVE AC 832287261            |             |                     | 19,743.27 |
| INNOVE AC 832388686            |             |                     | 138.75    |
| INNOVE AC 832588740            |             |                     | 143.23    |
| INNOVE AC 832589240            |             |                     | 147.70    |
| INNOVE AC 832589539            |             |                     | 143.23    |
| INNOVE AC 832589712            |             |                     | 143.23    |
| INNOVE AC 832619585            |             |                     | 241.49    |
| INNOVE AC 832620049            |             |                     | 147.70    |
| INNOVE AC 832686745            |             |                     | 143.23    |
| INNOVE AC 832744520            |             |                     | 147.70    |
| INNOVE AC 832762328            |             |                     | 147.70    |
| INNOVE COMM. INC A/C 831577230 |             |                     | 138.75    |
| INNOVE COMM. INC A/C 831580222 |             |                     | 138.75    |
| INNOVE COMM. INC A/C 831589775 |             |                     | 138.75    |
| INNOVE COMMUNICATION           |             |                     | 138.75    |
| INNOVE COMMUNICATION           |             |                     | 138.75    |
| INNOVE COMMUNICATION A/C832009 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS 10679714 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS 10679714 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS 83170072 |             |                     | 60,108.96 |
| INNOVE COMMUNICATIONS 83170072 |             |                     | 26,260.08 |
| INNOVE COMMUNICATIONS AC 83158 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS AC 83158 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS AC 83161 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS FAO 1061 |             |                     | 213.75    |
| INNOVE COMMUNICATIONS FAO 1061 |             |                     | 213.75    |
| INNOVE COMMUNICATIONS FAO 1067 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 1067 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 1068 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 1068 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8301 |             |                     | 18,000.00 |
| INNOVE COMMUNICATIONS FAO 8301 |             |                     | 18,000.00 |
| INNOVE COMMUNICATIONS FAO 8306 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8306 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8306 |             |                     | 139.11    |
| INNOVE COMMUNICATIONS FAO 8306 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8306 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8306 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 128.58    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 154.91    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
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| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8310 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS FAO 8319 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS FAO 8319 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS FAO 8320 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS FAO 8322 |             |                     | 9.37      |
| INNOVE COMMUNICATIONS FAO 8323 |             |                     | 161.88    |
| INNOVE COMMUNICATIONS INC 1052 |             |                     | 4,800.00  |
| INNOVE COMMUNICATIONS INC 1052 |             |                     | 4,800.00  |
| INNOVE COMMUNICATIONS INC 1068 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS INC 1068 |             |                     | 160.18    |
| INNOVE COMMUNICATIONS INC 8315 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS INC 8315 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS INC 8315 |             |                     | 138.75    |
| INNOVE COMMUNICATIONS INC 8317 |             |                     | 138.75    |

| Findings                        | Exhibit No. | OR / Invoice Number | Value        |
|---------------------------------|-------------|---------------------|--------------|
| INNOVE COMMUNICATIONS INC 8317  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC 8317  |             |                     | 149.46       |
| INNOVE COMMUNICATIONS INC 8317  |             |                     | 142.59       |
| INNOVE COMMUNICATIONS INC 8317  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC 8317  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 152.18       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 152.18       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 156.65       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 156.65       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC 8322  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC.      |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC.      |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC. A/C  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC. A/C  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC. A/C  |             |                     | 138.75       |
| INNOVE COMMUNICATIONS INC. A/C  |             | 3674                | 138.75       |
| JONES LANG LASALLE (PHILS), IN  |             |                     | 128,932.08   |
| JONES LANG LASALLE (PHILS), IN  |             |                     | 247.74       |
| JONES LANG LASALLE (PHILS), IN  |             | 4179                | 13,632.00    |
| KSA REALTY CORPORATION          |             |                     | 484,345.82   |
| LONGLEAF DEVELOPMENT CORPORATI  |             |                     | (213,073.92) |
| LONGLEAF DEVELOPMENT CORPORATI  |             |                     | 106,536.96   |
| LONGLEAF DEVELOPMENT CORPORATI  |             |                     | 106,536.96   |
| MANABAT SANAGUSTIN & CO., CPAs  |             |                     | 29,808.00    |
| MAXICARE HEALTHCARE CORP        |             |                     | 298,774.62   |
| MONARK EQUIPMENT CORP.          |             |                     | 64,285.71    |
| PACIFIC RESOURCES CORPORATION   |             |                     | 162,022.50   |
| PACIFIC RESOURCES CORPORATION   |             |                     | 28,993.49    |
| PLDT                            |             |                     | 160.71       |
| PLDT                            |             |                     | 217.68       |
| PLDT                            |             |                     | 239.40       |
| PLDT                            |             |                     | 160.71       |
| PLDT                            |             |                     | 217.68       |
| PLDT                            |             | 2336                | 239.40       |
| PRIMOVER CONSULTANCY SERVICES,  |             | 2336                | 19,320.00    |
| PRIMOVER CONSULTANCY SERVICES,  |             | 3265                | 245.46       |
| PRIMOVER CONSULTANCY SERVICES,  |             | 2367                | 19,320.00    |
| PRIMOVER CONSULTANCY SERVICES,  |             | 2367                | 19,320.00    |
| PRIMOVER CONSULTANCY SERVICES,  |             | 2664                | 2,372.31     |
| RCG INFORMATION TECHNOLOGY, IN  |             |                     | 6,349.50     |
| REGUS CENTRES INC               |             |                     | 7,020.00     |
| REUTERS LIMITED                 |             | 137                 | 112,632.98   |
| ROADMAPS & BEYOND, INC.         |             |                     | 103,800.00   |
| ROADMAPS & BEYOND, INC.         |             |                     | 9,600.00     |
| ROADMAPS & BEYOND, INC.         |             |                     | (9,600.00)   |
| ROADMAPS & BEYOND, INC.         |             | 60722               | (9,600.00)   |
| SGV & CO                        |             | 62564               | 60,600.00    |
| SGV & CO.                       |             |                     | 160.71       |
| SGV & CO.                       |             |                     | 720.00       |
| SGV & CO.                       |             |                     | 25,608.00    |
| SINCLAIR KNIGHT MERZ (PHILIPPI  |             | 1260                | 19,440.00    |
| SINCLAIR KNIGHT MERZ (PHILIPPI  |             | 1260                | 19,849.20    |
| SINCLAIR KNIGHT MERZ (PHILIPPI  |             | 1260                | 43,712.03    |
| SINCLAIR KNIGHT MERZ (PHILIPPI  |             | 1260                | 46,995.90    |
| SINCLAIR KNIGHT MERZ (PHILIPPI  |             | 1260                | 1,591.80     |
| SINCLAIR KNIGHT MERZ (PHILIPPI  |             | 1260                | 2,717.46     |
| SINCLAIR KNIGHT MERZ (PHILIPPI  |             | BC10904280          | 17,055.00    |
| SMART COMMUNICATIONS            |             | BC10903585          | 192.86       |
| SMART COMMUNICATIONS INC        |             |                     | 375.00       |
| SMART COMMUNICATIONS INC        |             |                     | 375.00       |
| SMART COMMUNICATIONS INC        |             |                     | 375.00       |
| SMART COMMUNICATIONS INC        |             | BC10904055          | 375.00       |
| SMART COMMUNICATIONS, INC       |             | BC10904280          | 641.15       |
| SMART COMMUNICATIONS, INC 13261 |             | BC10904055          | 192.86       |
| SMART COMMUNICATIONS, INC.      |             |                     | 535.71       |
| SMART COMMUNICATIONS, INC.      |             |                     | 228.29       |
| SMART COMMUNICATIONS, INC.      |             |                     | 209.40       |
| TARGET REALTY CORPORATION       |             | 00749               | 227,368.44   |
| TECOMA CORPORATION              |             |                     | 221,008.32   |

| Findings                       | Exhibit No | OR / Invoice Number | Amount        |
|--------------------------------|------------|---------------------|---------------|
| TEMPO SERVICES, INC.           |            |                     | 2,607.36      |
| THE KNOWLEDGE INSTITUTE INC    |            | 5707                | (4,200.00)    |
| TRANSTEAM FREIGHT FORWARDERS,  |            |                     | 1,969.92      |
| WATERFRONT CEBU CITY HOTEL, IN |            |                     | 15,026.79     |
| MERCURY DRUG CORPORATION       |            | 28363266            | 3,952.50      |
| PHILIPPINE VENDING CORPORATION |            | 059264              | 7,867.67      |
| SKY COMPUTER AND OFFICE SUPPLI |            | 178240              | 28,285.71     |
| VALUESHOP MARKET MARKET INC    |            | 05635               | 483.38        |
| VALUESHOP MARKET MARKET INC    |            | 05633               | 625.75        |
| VALUESHOP MARKET MARKET INC    |            | 05512               | 1,681.74      |
| VALUESHOP MARKET MARKET INC    |            | 05689               | 966.75        |
| Sub-total                      |            |                     | 4,882,335.29  |
| GRAND TOTAL                    |            |                     | 24,414,629.89 |