SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES REGULATION CODE AND SRC RULE 17(2)(b) THEREUNDER

- 1. For the quarterly period ended September 30, 2006
- 2. SEC Identification Number AS093046
- 3. BIR Tax Identification No. 003-831-302-000
- 4. Exact name of issuer as specified in its charter **ALLIANCE GLOBAL GROUP, INC.**
- 5. **METRO MANILA, PHILIPPINES** *Province, country or other jurisdiction of incorporation or organization*
- 6. (SEC Use Only) Industry classification code
- 20th Floor, IBM Plaza, Eastwood City CyberPark
 188 E. Rodriguez Jr. Ave., Bagumbayan, 1110 Quezon City Address of principal office
- 8. **(632) 91129-49 to 52** *Registrant's telephone number, including area code*
- 9. Securities registered pursuant to Sections 8 and 12 of the SRC, or secs. 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding
	and Amount of Debt Outstanding

Common 2,205,181,000 shares

- 10. Are any or all of these securities listed on a Stock Exchange? Yes, on Philippine Stock Exchange.
- 11. (a) AGI has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17 thereunder or Section 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of The Corporation Code of the Philippines during the preceding twelve (12) months.
 - (b) AGI has been subject to such filing requirements for the past ninety (90) days.

PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

Attachment 1 – Consolidated Balance Sheets Attachment 2 – Consolidated Statements of Income Attachment 3 – Consolidated Statements of Changes in Equity Attachment 4 – Consolidated Statements of Cash Flows Attachment 5 – Aging Schedule of Trade and Other Receivables Under Current Assets

The 2006 interim consolidated financial statements have been prepared in accordance with generally accepted accounting principles in the Philippines as set forth in PFRSs. The same accounting policies and methods of computation as in December 31, 2005 audited financial statements have been applied. In compliance with the pronouncements of the Accounting Standards Council (the accounting standards setting body in the Philippines) and the regulations of the SEC, the Company and subsidiaries have adopted all the relevant standards (PFRSs) for the first time in 2005, and such were effected in the 2005 yearend statements but not required in that year's interim statements. While there are new accounting standards effective 2006, such have not been and are not yet required to be adopted in these interim statements. The applicable new accounting standards will be adopted in the preparation of the year-end financial statements.

The interim consolidated financial statements comprise the financial statements of the Company and its subsidiaries. The financial statements of subsidiaries are prepared for the same accounting period as the parent company, using consistent accounting policies. The consolidated financial statements are presented in Philippine pesos, the Group's functional currency, and all values represent absolute amounts except when otherwise indicated.

Accounting estimates and assumptions are used in preparing these statements. Although these estimates are based on management's best knowledge of current events and actions, actual results may ultimately differ from these estimates.

For a more thorough understanding of the accounting policies used in the preparation of the financial statements, reference should be made to the last year-end audited consolidated financial statements, particularly the notes thereto.

In the normal course of business, there were inter-company transactions among the Company and its subsidiaries and these were eliminated in consolidation. Subsidiaries are consolidated from the date the Company obtains control. The difference between the cost of investments and the Company's proportionate share in the underlying net assets of a subsidiary at date of acquisition is carried as goodwill and included in Other Non-Current Assets in the consolidated balance sheets.

During the interim period, there were no other known items -such as trends, demands, commitments, events or uncertainties- affecting assets, liabilities, equity,

sales, revenues, net income or cash flows that were unusual because of their nature, size, or incidents, and that will result in or that are reasonably likely to result in the liquidity increasing or decreasing in any material way, or that would have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations. The Company is not in default or breach of any note, loan, lease or other indebtedness or financing arrangement requiring it to make payments. There were no events that will trigger direct or contingent financial obligation that is material to the Company, including any default or acceleration of obligation; no material off-balance sheet transactions, arrangements, obligations, and other relationships of the Company with unconsolidated entities or other persons created during the interim period.

The Group's operating businesses are categorized into three segments:

- Food and beverage business includes the (1) quick service restaurant operations,
 (2) operations of the foreign-based subsidiaries that handle the manufacture and international distribution of food products, and (3) trade and distribution, which is temporarily held in abeyance.
- Glass container manufacturing -produces flint glass bottles and jars based on customers' specifications.
- Real estate business is the development of real estate, lease of properties, and rendering of related services thereto.

Comparative interim results per segment were as follows:

	Revenues	ues Results Before Tax		
(In Millions)	2006	2005	2006	2005
Sales:				
Food and Beverage	4,732.3	5,441.6	119.3	87.7
Glass Manufacturing	203.3	237.3	- 7.9	36.9
Real Estate	<u>1,104.4</u>	302.5	194.5	108.4
	6,040.0	5,981.4	305.9	233.0

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Key Performance Indicators

Presented below are the top five (5) key performance indicators of the Company and subsidiaries: 9-mos. 9-mos.

	2006	2005
Sales/revenue growth	1%	116%
Net income growth	90%	- 18%
Net income rate	7%	4%
Return on investment	3%	2%
Current ratio	1.25 : 1	2.25 : 1

- Sales growth measures the percentage change in sales over a designated period of time. Performance is measured both in terms of amount and volume, where applicable.
- Net income growth measures the percentage change in net income over a designated period of time
- Net income rate computed as percentage of net income to revenues measures the operating efficiency and success of maintaining satisfactory control of costs
- Return on investment [or capital employed] the ratio of net income to total assets - measures the degree of efficiency in the use of resources to generate net income
- Current ratio computed as current assets divided by current liabilities measures the ability of the business to meet its current obligations. To measure immediate liquidity, quick assets [cash, marketable securities, accounts receivables] is divided by current liabilities.

Results of Operations

The first nine months of the year resulted in P442 million net income that is 82% higher than the P242 million reported for the same period last year. This was primarily attributed to the investment income in an associate which jumped from P169 million to P305 million this year, the P46 million dividend income received in the second quarter this year, and the service revenue derived from real estate development in the third quarter.

Sales of goods and services showed a marginal improvement of 1% this year because the rendering of services connected in real estate development have substantially countered the impact of the absence of trading operations. In addition, the quick service restaurant operations posted 7% increase in sales as a result of its successful marketing initiatives, promotions and additional stores during the period. McDonald's sales were particularly stronger in the months of January, June and August this year. Pik-Nik canisters sold 6% more this year because of 12% combined growth in US and Latin America, despite 4% decline in Asia. Sales of glass containers, on the other hand, dropped by 14%, because the furnace cold repair and machinery upgrade had just been concluded and the furnace fired up in the third quarter. Despite the halt in glass manufacturing operations, revenues were provided from the stockpile of bottles that were produced before the shutdown.

Costs and expenses went up by 13% from a year ago primarily because of the opening of new McDonald's stores. As a result, royalty, location fees, rentals, crew labor and outsourcing expenses rose up. In addition, the outside services for the 8 McDo 24-hour delivery service almost doubled. There were sales-based expenses, however, that were contained to minimize the effect of unit cost increases. While advertising and gas expenditures rose, food/premium promotions and electricity were reduced. During the glass plant rehabilitation, the glass manufacturing costs plummeted.

Interest earned on money placements increased operating income by P87 million during this interim period and P77 million a year ago. Finance costs were incurred primarily by the quick service restaurant business on its loans and preferred shares.

Other Income (charges)-others included the refund received from Meralco, losses in closure of McDonald's stores, including separation pay to employees, forfeited advances and deposits to lessors, and net book values of property and equipment written off. The account also included gain on non-product sales like delivery charges, party fees, and other items (including Barbie hot wheels, Hello Kitty stampers, HK Disneyland, Sega, cars and crayola in 2006 and Playdoh, Big Mac CDs, Pokemon, Snoopy big toys, prosperity lucky charm in 2005)

Income tax expense totaled P36 million this period as compared to P33 million a year ago.

Financial Condition

Consolidated total assets amounted to P16.88 billion and P14.53 billion as of end-September and last year-end, respectively.

Cash and cash equivalents decreased by P220 million from last year-end to total P1.2 billion by end-September. The items affecting this account were presented in detail in the consolidated statements of cash flows.

Receivables went up from P1.4 billion last year-end to P1.7 billion this end-September. A big chunk of this was the billings relating to the real estate development projects made in September. However, the deposit on machinery and equipment at the Sta. Rosa complex had already been applied to billings from the supplier during the interim period (please see related information under Investment property and Prepayments).

Inventories decreased from P587 million to P428 million because the McDonald's food items in-transit last year-end were delivered and used up already, and the bulk of the glass containers that were stocked up last year-end were substantially sold already.

Prepayments and other current assets went up from P306 million to P345 million due to additional input vat from the billings of machinery and equipment mentioned earlier, plus creditable withholding tax from stores rental income and deposits in general.

Property, plant and equipment increased from P1.9 billion to P2.0 billion because of the leasehold improvements, computers and equipment in the new McDonald's stores opened during the period. Likewise, McDonald's mobile vans and mobile kitchen were purchased on the 2nd and 3rd quarters. In addition, there were costs of construction in and upgrade of glass production facilities during the interim period.

Investment property increased from P2.0 billion to P2.6 billion primarily because of machinery and equipment at Sta. Rosa manufacturing complex that were billed by the supplier (and applied against the deposit thereon) during the period.

Investment in an associate increased from P3.8 billion to P5.2 billion, not only because of the equity share recognized during the period, but also of the purchase of

additional shares to somehow reinstate the ownership level that was diluted with the increase in capitalization of the associate. Goodwill was recorded from the purchase, thereby explaining the increase in the Goodwill account.

Other non-current assets went up from P510 million to P540 million because of security deposits made on asset purchases and to lessors of the McDonald's business. New moulds and dies were also purchased for the manufacture of glass containers.

Trade and other payables went up from P1.3 billion to P3.3 billion primarily because of outstanding obligations incurred in the purchase of investment, in the costs of real estate development projects, and construction and rehabilitation at the glass plant.

Long-term notes payable represented the cash equivalent of balance of US\$12 million loan from MRO, payable 20 years from March 15, 2005. The note earns interest at 10% p.a.

Other non-current liabilities increased from P243.7 million to P257.8 million primarily due to security deposits received from McDonald's new and forthcoming licensees.

Current ratios remain good 1.25:1 as of end-September and 3.13:1 as of last year-end. Debt-to-equity ratios remained low at 0.4:1 and 0.3:1 for end-September and end-December, respectively.

Prospects for the future

The quick service restaurant business is expected to contribute the biggest chunk of revenues this year. Real estate activities are likewise expected to contribute additional revenues, not only from rental but project development as well. The improvement of glass facilities was completed in July, and the rebuilt glass furnace was fired up in second half of July. With upgraded glass plant facilities, higher production efficiency is expected to be achieved that would translate to improved gross profit.

AGI intends to continue financing its ongoing real estate activities and capital expenditures from internally generated funds. In November, the Board of Directors had approved an increase of 7.95 billion shares in the Company's authorized capital stock; this will be submitted to the stockholders for ratification on January 5, 2007.

With the volatile state of economy, AGI is still considering a modest growth this year.

Others

There were no known material events subsequent to the end of the interim period that would have a material impact in the interim period.

There were no significant elements of income or loss that did not arise from continuing operations; and no seasonal aspects that had a material effect on the financial conditions or results of operations.

SIGNATURE

Pursuant to the requirements of Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Alliance Global Group, Inc.

Issuer By: 5.25

DINA INTING First Vice President for Finance & Corporate Information Officer (Duly Authorized Officer) November 19, 2006

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES CONSOLIDATED BALANCE SHEETS (Amounts in Philippine Pesos)

	30-Sep-2006 Unaudited	31-Dec-2005 Audited
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	1,227,245,283	1,447,604,381
Trade and other receivables - net	1,750,210,433	1,434,994,261
Financial assets at fair value through profit or loss	92,662,711	97,254,103
Inventories	428,409,589	586,780,754
Property development costs	366,523,916	366,523,916
Prepayments and other current assets	344,694,962	305,622,811
Total Current Assets	4,209,746,894	4,238,780,226
NON-CURRENT ASSETS		
Trade and other receivables - net	131,796,708	131,796,708
Available-for-sale financial assets - net	43,749,460	43,749,460
Investments in an associate and interest in joint venture	5,176,058,095	3,835,690,198
Property, plant and equipment - net	2,011,055,020	1,907,210,107
Investment property - net Deferred tax assets - net	2,556,193,363 192,581,210	2,012,894,706 193,580,145
Goodwill	2,014,369,329	1,653,165,188
Other non-current assets - net	539,975,498	509,690,160
Total Non-current Assets	12,665,778,683	10,287,776,672
TOTAL ASSETS	16,875,525,577	14,526,556,898
LIABILITIES AND EQUITY		
CURRENT LIABILITIES		
Trade and other payables	3,319,137,278	1,300,782,128
Advances from related parties	25,147,831	42,237,802
Income tax payable	28,771,602	10,903,794
Total Current Liabilities	3,373,056,711	1,353,923,724
NON-CURRENT LIABILITIES		
Long-term notes payable	946,152,117	1,061,224,157
Redeemable preferred shares	225,358,194	206,232,579
Retirement benefit obligation	104,047,010	86,685,584
Other non-current liabilities	257,830,813	243,711,969
Total Non-current Liabilities	1,533,388,134	1,597,854,289
Total Liabilities	4,906,444,845	2,951,778,013
EQUITY		
Equity attributable to equity holders of the parent company		
Capital stock	2,205,181,000	2,205,181,000
Additional paid-in capital	5,232,877,999	5,232,877,999
Subscriptions receivable	(986,612,492)	(986,612,492)
Accumulated translation adjustments	6,771,658	32,541,532
Share in translation adjustments of an associate	(26,589,703)	(26,589,703)
Revaluation reserves	3,895,661	3,895,661
Retained earnings	4,639,297,514 11,074,821,637	4,242,723,735
Minority interest	894,259,095	870,761,153
Total Equity	11,969,080,732	11,574,778,885
TOTAL LIABILITIES AND EQUITY	16,875,525,577	14,526,556,898
		,020,000,000

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF INCOME FOR THE PERIODS ENDED SEPTEMBER 30 (Unaudited) (Amounto in Division Press)

(Amounts in Philippine Pesos)

		2006		2005
	QUARTER	YEAR-TO-DATE	QUARTER	YEAR-TO-DATE
			As pi	reviously reported
REVENUES				
Sale of goods	1,650,410,148	4,935,619,704	1,541,715,730	5,678,881,987
Rendering of services	883,702,226	1,104,368,591	102,909,883	302,509,206
	2,534,112,374	6,039,988,295	1,644,625,613	5,981,391,193
COST OF SALES AND SERVICES				
Cost of sales	1,464,504,397	4,449,388,339	1,415,391,465	5,201,255,560
Cost of services	781,110,529	919,166,659	59,839,398	176,595,492
	2,245,614,926	5,368,554,998	1,475,230,863	5,377,851,052
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GROSS PROFIT	288,497,448	671,433,297	169,394,750	603,540,141
OTHER OPERATING INCOME (EXPENSES)	····	/	<i></i>	<i></i>
Administrative expenses	(120,345,715)	(339,655,712)	(96,783,318)	(324,127,996)
Selling expenses	(69,348,885)	(207,173,808)	(65,871,172)	(196,212,832)
Other operating income	22,622,462	87,018,747	23,425,677	77,737,072
	(167,072,138)	(459,810,773)	(139,228,813)	(442,603,756)
OTHER INCOME (CHARGES)				
Equity in net earnings of an associate				
and a joint venture	125,923,410	304,541,813	49,757,734	169,227,190
Other income	44,724,197	78,566,925	48,409,045	14,104,229
Finance costs	(29,021,911)	(92,861,074)	(26,252,368)	(66,240,829)
	141,625,696	290,247,664	71,914,411	117,090,590
INCOME BEFORE TAX	263,051,006	501,870,188	102,080,348	278,026,975
	00.057.470	00 400 007	0.000.014	00 440 004
TAX EXPENSE	22,057,478	36,122,207	6,869,011	33,443,361
NET INCOME	240,993,528	465,747,981	95,211,337	244,583,614
	210,000,020	100,111,001	00,211,001	211,000,011
Attributable to:				
Equity holders of the parent company	215,276,586	442,250,039	81,139,515	242,862,683
Minority interest	25,716,942	23,497,942	14,071,822	1,720,931
Earnings per share for the Net Income Attributable				
to the equity holders of the parent company	0.10	0.20	0.04	0.11

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS ENDED SEPTEMBER 30, 2006 (Unaudited)

(Amounts in Philippine Pesos)

		2006		2005
	QUARTER	YEAR-TO-DATE	QUARTER	YEAR-TO-DATE
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS			As Pre	eviously Reported
OF PARENT COMPANY:				
Capital Stock				
Balance at beginning of period	2,205,181,000	2,205,181,000	2,205,181,000	2,004,710,000
Issuance during the period	-	-	-	200,471,000
Balance at end of period	2,205,181,000	2,205,181,000	2,205,181,000	2,205,181,000
Additional Paid-in Capital				
Balance at beginning of period	5,232,877,999	5,232,877,999	5,248,717,509	4,448,131,367
Issuance during the period		-	-	800,586,142
Balance at end of period	5,232,877,999	5,232,877,999	5,248,717,509	5,248,717,509
Subscriptions Receivable				
Balance at beginning of period	(986,612,492)	(986,612,492)	(1,501,177,492)	(999,999,992)
Net additions during the period	-	-	501,177,500	(,,, -
Balance at end of period	(986,612,492)	(986,612,492)	(999,999,992)	(999,999,992)
Assumulated Translation Adjustments				
Accumulated Translation Adjustments Balance at beginning of period	23,145,684	32,541,532	52,234,284	61,346,240
Currency translation adjustments during the period	(16,374,026)	(25,769,874)	377,642	(8,734,314)
Balance at end of period	6,771,658	6,771,658	52,611,926	52,611,926
		-, ,		
Share in Translation Adjustments of an Associate	(26,589,703)	(26,589,703)	12,321,105	12,321,105
Revaluation reserves	3,895,661	3,895,661		
Retained Earnings Balance at beginning of period	4,424,020,928	4,242,723,735	2,156,316,893	1,994,593,725
Net income	215,276,586	442,250,039.10	81,139,515	242,862,683
Change in accumulated equity share	-	(45,676,260)	01,100,010	242,002,000
Cash dividends paid		(,,,	(143,162,670)	(143,162,670)
Balance at end of period	4,639,297,514	4,639,297,514	2,094,293,738	2,094,293,738
MINORITY INTEREST				
Balance at beginning of period	868,542,153	870,761,153	1,705,024,783	
Share in net income of subsidiary	25,716,942	23,497,942	14,071,822	1,720,931
Share at acquisition	-			1,717,375,674
Balance at end of period	894,259,095	894,259,095	1,719,096,605	1,719,096,605
TOTAL EQUITY	11,969,080,732	11,969,080,732	10,332,221,891	10,332,221,891

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS ENDED SEPTEMBER 30, 2006 (Unaudited)

(Amounts in Philippine Pesos)

QUARTER YEAR-TO-DATE QUARTER YEAR-TO-DATE CASH FLOWS FROM OPERATING ACTIVITIES Adjustments for: 283,051,006 501,870,188 102,080,348 278,026,975 Adjustments for: Equipy in net earnings (125,923,410) (304,541,813) (49,757,734) (169,272,190) Deprecision and amortization 121,017,811 296,893,910 95,117,709 270,964,742 Interest exponse 29,021,911 28,081,014,714 24,815,152 (11,482,243) Transition adjustments (16,374,026) 25,789,774 42,815,152 (11,482,243) Provision for invertory obsolescence 9,958,376 17,314,226 32,456,449 9,786,549 Provision for invertory obsolescence 1,800,000 2,900,000 -4,400,000 1,800,000 2,900,000 -4,400,000 Operating income before tax 1,880,000 2,903,047,151 (66,853,049) (56,853,047) (57,787,774) (66,853,049) (56,853,049) (55,517,274) (56,52,377,274) (56,52,377,274) (56,52,377,274) (52,858,141) (66,187,22,85) (17,280,9371) (56,683,989) (56,			2006		2005
CASH FLOWS FROM OPERATING ACTIVITIES 263,051,006 501,870,188 102,080,348 278,026,975 Adjustments for: 263,051,006 501,870,188 102,080,348 278,026,975 Adjustments for: 210,017,811 296,883,910 95,117,709 270,964,742 Interest expense 200,211,017,811 298,861,017 42,815,152 (11,406,243) Translation adjustments (16,374,026) (25,769,874) 42,815,152 (11,406,243) Provision for inventory obsolescence 830,558 560,047 759,225 10,330,444 Provision for inventory obsolescence 830,558 560,047 759,245 10,330,444 Provision for inventory obsolescence 830,558 560,047 759,245 10,330,444 Decrease (increase) in translation adjustments and other receivables (866,555,724) (23,250,41,842) 446,128,863 (23,151,2803) Decrease (increase) in inventors 1,523,169,276 11,884,000,202,451 42,012,885 (23,152,830,513) (24,31,003,04) 805,974,941 Decrease (increase) in other payables 1,523,169,276 11,118 (66,557,271,320) <th></th> <th>QUARTER</th> <th>YEAR-TO-DATE</th> <th>QUARTER</th> <th>YEAR-TO-DATE</th>		QUARTER	YEAR-TO-DATE	QUARTER	YEAR-TO-DATE
Income before tax 263.051,006 501.870.188 102.080.348 278.026.975 Adjustments for: Equity in net earnings (125.923.410) (304.541.813) (94.757.734) (195.927.100) Depreciation and amortization 121.017.811 92.861.074 (103.972.610) (163.972.610) Interest income (22.622.462) (87.018.747) 42.815.152 (11.496.243) Transition adjustments (103.972.610) (13.972.610) (14.976.7734) (19.377.642) Provision for retirement obligations 9.988.376 17.361.426 3.245.649 9.738.949 Provision for robubtul accounts 1.800.000 2.2900.000 - 4.000.000 Operating income before working capital changes 260.759.764 50.000 (2.18.600) (2.316.000) (2.316.000) (2.316.000) 2.910.600 1.82.410.800 45.12.283 Decrease (increase) in interventorise (26.330.299) 15.271.118 (66.585.237 1.66.858.304) (35.317.657) 1.24.119.851 (15.84.898) 2.130.703.562 (23.84.842) (24.21.033.04) 45.122.81 2.300.653 (24.01				As p	reviously reported
Adjustments for: Experiments for: Equipsiments for: Experiments for: Equipsiments for: Experiments for: Depreciation and amortization 121,017,811 296,983,910 95,117,709 270,964,742 Interest expense 29,021,911 226,6242 (87,018,747) 42,815,152 (11,446,243) Translation adjustments (16,374,026) (22,622,442) (87,018,747) 42,815,499 97,396,494 Provision for inventory obsolescence 830,558 5,660,047 759,285 10,330,494 Provision for inventory obsolescence 830,558 5,660,047 759,285 10,330,494 Decrease (increase) in trade and other receivables (24,36,000) (2,416,000) (2,416,000) (2,416,000) (2,417,200) Decrease (increase) in prepayments and other current assets 13,703,454 2,301,767,714 (66,658,237) (165,683,989) (24,023,047,769) (66,658,237) (165,683,989) (24,023,047,769) (66,658,237) (165,683,989) (24,023,047,769) (66,658,237) (165,683,989) (24,023,047,769) (66,658,237) (165,217,320,013) (14,12,02	CASH FLOWS FROM OPERATING ACTIVITIES				
Equity in net earnings (125,823,410) (94,577,734) (169,227,190) Depretation and amortization 121,017,811 296,83910 95,117,709 270,964,742 Interest expense 29,021,911 92,861,074 (103,961,071) (63,972,610) Interest income (22,522,426) (87,018,747) 42,815,152 (11,496,243) Provision for returnent obligations 9,958,376 17,361,426 3,245,649 9,738,949 Provision for doubtful accounts 18,00,000 2,290,000 -4,000,000 (2,216,000) (2,436,000) (2,436,000) (2,436,000) (2,436,000) (2,436,000) (2,436,000) (2,420,000,16,00) (1,24,000,18,00)	Income before tax	263,051,006	501,870,188	102,080,348	278,026,975
Depréciation and amortization 121.017.811 296.983.910 16,377.201 220.964.742 Interest income 20.021.911 926.881.01074 (103.981.071) (163.972.610) Interest income (22.622.462) (87.018,747) 42.815.152 (11.496.243) Translation adjustments (16.374.026) (25.769.974) 377.642 (8.734.314) Provision for inventory obsolescence 830.558 5.660.047 759.285 10.330.494 Provision for outiful accounts 1.800.000 2.900.000 - 4.000.000 Correase (increase) in trade and other receivables (2865.53.724) (233.641.842) 446.128.663 (23.51.076) Decrease (increase) in avelances from related parties (2.31.970.3964 2.002.304.789 (24.029.545) 420.108.150 Decrease (increase) in avelances from related parties 5.964.229 (17.08.971) (24.19.850) (165.58.394) Decrease (increase) in avelances from related parties 5.964.229 (17.08.971) (24.029.545) 420.108.150 Cash paid for income taxes (17.020.681) (14.42.706.485) (14.42.706.485) (14.41.82.8	Adjustments for:				
Interest expense 22.021,911 92.861,074 (103.961,071) (63.972,610) Interest income (22,622,462) (87,016,471) 42.815,152 (11,1496,243) Provision for returnent obligations 9.958,376 17.361,426 3.245,649 9.73,849 Provision for inventory obsolescence 830,558 5,660,047 759,285 10,330,494 Provision for inventory obsolescence 830,558 5,660,047 759,285 10,330,494 Operating income before working capital changes 260,759,764 500,306,211 88,240,980 316,712,803 Decrease (increase) in traventories (28,633,299) 152,711,118 (66,688,304) (533,017,657) Decrease in financial assets at fair value through profit and loss 2,904,543 4,591,392 997,697 Increase (decrease) in trade and other payables 1,540,189,897 2,203,304,769 (650,217,947) (665,582,527) Cash paid for income taxes (17,020,081) (11,42,766,485) (24,108,304) (552,17,320) Cash paid for income taxes (17,020,081) (12,424,163) (12,424,163) (12,424,163) (12,425,163),17					(, , ,
Interest income (22,622,462) (67,018,747) (42,815,152 (11,496,243) Translation adjustments (16,374,026) (25,789,874) 377,642 (87,34,314) Provision for inventory obsolescence 830,556 5,660,047 759,285 10,330,494 Provision for doubtful accounts 1,800,000 2,900,000 - 4,000,000 Correign exchange gains (2,336,000) (2,248,000) (2,348,000) (2,916,000) Operating income before working capital changes (26,759,764 500,306,211 88,240,980 (353,12,283) Decrease (increase) in rate and other receivables (286,635,724) (33,072,151) (26,118,865) (165,683,909) Decrease (increase) in rate and other payeles (13,723,430) (39,072,151) (24,229,545) (42,0108,150) Increase (decrease) in advances from related parties 5,964,226 (17,029,971) (24,229,545) (42,0108,150) Cash paid for income taxes (17,020,681) (51,729,013) (11,245,163) (55,217,320) Net Cash From (Used In) Operating Activities (1,422,706,485) (1,442,706,485) (1442,706,485)	Depreciation and amortization	, ,	, ,	, ,	, ,
Translation adjustments (16,374,026) (25,789,874) (377,642) (17,73,434) Provision for retirement obligations 9,958,376 17,361,426 3,245,649 9,736,949 Provision for inventory obsolescence 830,558 5,660,047 759,226 10,330,494 Provision for inventory obsolescence 830,558 5,660,047 759,226 10,330,494 Provision for inventory obsolescence 1,800,000 2,900,000 - 4,000,000 Operating income before working capital changes 260,759,764 500,306,211 89,240,980 316,712,803 Decrease (increase) in inventories (28,330,299) 152,711,118 (66,658,304) (35,317,642) (24,028,444) (24,028,44)	Interest expense	29,021,911	92,861,074	(103,961,071)	(63,972,610)
Provision for retirement obligations 9.363.376 17.361.426 3.245.649 9.736.949 Provision for inventory obsolescence 830,553 5,660,047 759.285 10.330.494 Provision for doubtul accounts 1,800,000 2,900,000 2,900,000 2,900,000 2,245.649 30,751.2803 Operating income before working capital changes 260,759,764 500,306,211 88,240,980 316,712.803 Decrease (increase) in trade and other receivables (24,36,000) (2,316,001) (25,12,283) Decrease (increase) in trade and other querent assets 2,904,434 4,931,392 997,697 Increase (decrease) in trade and other receivables 2,904,434 4,591,392 997,697 Increase (decrease) in tade and other payables 2,904,434 4,591,392 997,697 Increase (decrease) in tade and other payables 1,504,189,897 2,231,010,95,26 (231,854,14) 861,192,261 Cash generated from (used in) operations 5,964,229 (17,020,681) (11,245,163) (652,217,320) Net Cash From (Used In) Operating Activities 1,523,169,216 2,228,380,150 (231,856,141) 861,95	Interest income	(22,622,462)	(87,018,747)	42,815,152	(11,496,243)
Provision for inventory obsolescence 830,558 5,660,047 759,285 10,330,494 Provision for inventory obsolescence 1,800,000 2,900,000 - 4,000,000 Foreign exchange gains (2,436,000) (2,916,000) (2,916,000) Operating income before working capital changes (26,330,299) 152,711,118 (86,535,724) (323,641,842) (46,122,863) (253,017,687) Decrease (increase) in inventories (26,330,299) 152,711,118 (66,858,304) (353,017,687) Decrease (increase) in inventories from related parties (2,904,543 4,591,389 997,687 Cash generated from (used in) operations (17,028,971) (24,019,526 (20,108,150) Cash paid for income taxes 1,523,169,216 2,250,4441 (24,23,544 424,128,444 CASH FLOWS FROM INVESTING ACTIVITIES 1,523,169,216 2,250,444 (24,310,30,44 861,972,92 - Additional investment acquired (14,42,706,485) (14,42,706,485) (14,42,706,645) (24,790,02,33,17) Additions to investiment property (674,705) (616,787,272) - - <td>,</td> <td> ,</td> <td></td> <td>,</td> <td> ,</td>	,	,		,	,
Provision for doubtful accounts 1,800,000 2,900,000 - 4,000,000 Foreign exchange gains (2,436,000) (2,916,000) (2,916,000) Operating income before working capital changes (26,357,764 500,306,211 88,240,980 316,712,803 Decrease (increase) in inventories (26,330,299) 152,711,1118 (66,858,304) (35,3017,657) Decrease (increase) in trade and other payments and other current assets (26,330,299) 152,711,1118 (66,658,237) Increase (decrease) in trade and other payables (139,703,554 2032,304,769 (650,217,947) 666,585,237 Increase (decrease) in trade and other payables (1,540,189,871) (24,029,545) 420,108,150 Cash pertated from (used in) operations (1,402,706,485) (11,424,163) (55,217,320) Net Cash Form (Used In) Operating Activities 1,523,169,216 2,258,380,513 (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES (14,427,706,485) (1,442,706,485) (144,776,665) (2,759,163,317) Additions to investment property (a74,705) (616,787,272) - - -		9,958,376	17,361,426	3,245,649	9,736,949
Foreign exchange gains (2,436,000) (2,916,000) Operating income before working capital changes 260,759,764 500,306,211 88,240,880 316,712,803 Decrease (increase) in riventories (26,655,724) (32,3641,842) 446,128,863 (2,31,52,283) Decrease (increase) in prepayments and other current assets (26,302,929) 152,711,118 (66,858,304) (35,017,657) Decrease (increase) in trade and other payables (2,30,464) (39,072,151) (26,119,885) (166,683,989) Cash generated from (used in) operations 5,964,229 (17,089,971) (24,029,545) 420,108,150 Cash paid for income taxes (17,020,681) (51,722,0109,556) (231,858,141) 861,192,261 Cash paid for income taxes (17,020,681) (51,729,706,485) (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES 1,520,189,907 (2,328,481,482) (2,43,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES 1,422,706,485) (1,442,706,485) (1,442,706,485) (2,43,103,304) 805,974,941 Decrease (increase) in other non-current liabilities 3,678,570 14		830,558	5,660,047	759,285	, ,
Operating income before working capital changes Decrease (increase) in trade and other receivables Decrease (increase) in intrade and other receivables Decrease (increase) in intrade motories 280,759,764 (323,641,842) 500,306,211 (886,535,724) 88,240,980 (333,017,657) 316,712,803 (333,017,657) Decrease (increase) in intrade and other ourgent assets Decrease in intrade and other ourgent point increase (decrease) in trade and other payables Increase (decrease) in advances from related parties Cash generated from (used in) operations Cash paid for income taxes 1,540,189,971 (24,022,545) (26,759,764 (55,217,947) 666,585,237 (166,585,237) Cash paid for income taxes Additions to property, plant and equipment Additions to property, plant and equipment Additions to investment acquired (1,442,706,485) (1,442,706,485) (144,776,665) (2,759,163,317) Additions to investment property Interest received 0 other non-current isabilities 3,678,570 14,118,844 (458,113,760) (24,809,967) -77,737,072 Increase (increase) in other non-current assets 3,203,018 4,118,844 (458,113,760) (27,59,163,317) Additions to investment property Interest paid 0 other non-current assets 3,678,570 14,118,844 (458,113,760) (24,809,967) CASH FLOWS FROM FINANCING ACTIVITIES 0 other non-current assets 0 other non-current assets 0 other no	Provision for doubtful accounts	1,800,000	2,900,000	-	4,000,000
Decrease (increase) in trade and other receivables (886,535,724) (323,641,842) 446,128,863 (23,512,283) Decrease (increase) in preparents and other current assets (26,330,299) 152,711,118 (66,858,304) (353,017,657) Decrease (increase) in reparents and other current assets (28,330,299) 152,711,118 (66,858,304) (353,017,657) Decrease (increase) in trade and other payables (165,681,398) (24,029,545) 420,108,150 Increase (decrease) in advances from related parties 5,964,229 (17,089,971) (24,029,545) 420,108,150 Cash generated from (used in) operating Activities 1,523,169,216 2,258,380,513 (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES 1,523,169,216 2,258,380,513 (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES (1,442,706,485) (1,442,706,485) (1,442,706,485) (1,442,706,485) Additional investment property (616,778,7272) - - 77,737,072 Interest received 10 other non-current assets 3,678,570 14,118,844 (458,113,760) (23,74,93,034) Decrease (increa				(2,436,000)	(2,916,000)
Decrease (increase) in inventories (26,330,299) 152,711,118 (66,858,304) (353,017,657) Decrease in increase (increase) in prepayments and other current assets 2,904,543 4,591,392 997,697 Increase (decrease) in trade and other payables 1,154,43 4,591,392 997,697 Increase (decrease) in advances from related parties 2,904,543 4,591,392 997,697 Cash generated from (used in) operations 1,540,189,897 (21,029,545) 420,018,150 Cash paid for income taxes (17,020,681) (51,729,013) (11,245,163) (55,217,320) Net Cash From (Used In) Operating Activities 1,523,169,216 2,258,380,513 (24,029,545) 420,108,150 Additions to property, plant and equipment (1,442,706,485) (1,442,706,485) (1,442,706,485) Additions to investiment property (66,77,075) (61,777,777,7072) - Increase (increase) in other non-current liabilities 3,678,570 14,118,82,11 - (478,220,272) Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVI		260,759,764	500,306,211	88,240,980	316,712,803
Decrease (increase) in prepayments and other current assets Decrease in financial assets at fair value through profit and loss Increase (decrease) in trade and other payables (26,119,885) (165,683,989) Increase (decrease) in trade and other payables 2,139,703,954 2,032,04,769 (260,217,947) 666,585,237 Increase (decrease) in trade and other payables (17,020,681) (21,089,971) (24,029,545) 420,108,150 Cash generated from (used in) operations 1,523,169,216 2,218,300,133,044 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES 1,523,169,216 2,258,380,513 (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES 1,523,169,216 2,258,380,513 (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES (144,706,485) (1,442,706,485) (144,776,665) (2,759,163,317) Additions to investment property (674,705) (616,787,272) - - Increase (increase) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (24,809,967) Decrease (increase) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (24,809,967) Inter	Decrease (increase) in trade and other receivables	(886,535,724)	(323,641,842)	446,128,863	(23,512,283)
Decrease in financial assets at fair value through profit and loss Increase (decrease) in advances from related parties 2,904,543 4,591,392 997,697 Cash generated from (used in) operations 2,139,703,954 2,032,304,769 (650,217,947) 666,585,237 Cash generated from (used in) operations 1,540,189,897 2,310,109,526 (231,858,141) 861,192,261 Cash paid for income taxes (17,020,681) (51,729,013) (11,245,163) (55,217,320) Net Cash From (Used In) Operating Activities 1,540,189,897 2,310,109,526 (231,858,141) 861,192,261 CASH FLOWS FROM INVESTING ACTIVITIES (17,020,681) (14,42,706,485) (14,42,706,485) (14,42,706,665) (2,759,163,317) Additions to property, plant and equipment (136,002,789) (327,340,208) (164,776,665) (2,759,163,317) Additions to investment property (674,705) (616,787,272) - - Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 32,301,018 4,188,211 - (478,220,272) Net	Decrease (increase) in inventories	(26,330,299)	152,711,118	(66,858,304)	(353,017,657)
Increase (decrease) in trade and other payables Increase (decrease) in advances from related parties Cash generated from (used in) operations Cash paid for income taxes Cash paid for income taxes Cash paid for income taxes Cash paid for income taxes Net Cash From (Used In) Operating Activities 2,139,703,954 (17,029,681) 2,032,304,769 (17,089,977) (660,517,947) (24,029,545) 666,585,237 (42,019,150) CASH paid for income taxes Cash paid for income taxes Cash paid for income taxes Additional investment acquired Additions to property, plant and equipment Additions to investment property Interest received (1,442,706,485) (1,442,706,485) (1442,706,485) (1442,706,485) (164,776,665) (2,759,163,317) Additions to investment property Interest received (1,442,706,485) (1616,787,272) (164,776,665) (2,759,163,317) (23,749,0208) (164,776,665) (27,59,163,317) Decrease (increase) in other non-current liabilities Interest paid Decrease in indeter non-current sests 3,678,570 (2,37,493,024) 1,418,8241 (458,113,760) - (478,220,272) (1,515,256,259) CASH FLOWS FROM FINANCING ACTIVITIES Interest paid Decrease in indetermande preferred shares Collections of subscriptions to capital stock - (24,809,967) (15,000,001) - 732,071,435 Net Cash From (Used In) Financing Activities (51,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151)	Decrease (increase) in prepayments and other current assets	43,723,430	(39,072,151)	(26,119,885)	(165,683,989)
Increase (decrease) in advances from related parties 5,964,229 (17,089,971) (24,029,545) 420,108,150 Cash generated from (used in) operations (1,540,189,897 (231,0109,526 (231,858,141) 861,192,261 Cash paid for income taxes (1,720,0681) (1,242,163) (124,25,163) (192,261) Net Cash From (Used In) Operating Activities (1,542,706,485) (1,442,706,485) (1,442,706,485) Additional investment acquired (1,442,706,485) (1,442,706,485) (164,776,665) (2,759,163,317) Additions to investment property (616,787,272) - - - - Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease in other non-current assets 2,301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (15,152,556,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (15,000,001) (115,072,040) - 732,071,435 Interest paid (23,359,222) (87,198,385) - (24,80	Decrease in financial assets at fair value through profit and loss	2,904,543	4,591,392	997,697	
Cash generated from (used in) operations 1,540,189,897 2,310,109,526 (231,858,141) 861,192,261 Cash paid for income taxes (17,020,881) (51,729,013) (11,245,163) (55,217,320) Net Cash From (Used In) Operating Activities 1,523,169,216 2,258,380,513 (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES Additional investment acquired (1,442,706,485) (144,776,665) (2,759,163,317) Additions to property, plant and equipment (36,002,789) (327,340,208) (164,776,665) (2,759,163,317) Increase (decrease) in other non-current liabilities 0,418,132 92,544,417 23,425,677 77,737,072 Increase (increase) in other non-current assets 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 3,2,301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (15,000,001) (115,000,001) (115,000,001) - 732,071,435 Decrease in long-term notes payable (23,359,222) (87,198,385)	Increase (decrease) in trade and other payables	2,139,703,954	2,032,304,769	(650,217,947)	666,585,237
Cash paid for income taxes Net Cash From (Used In) Operating Activities (17,020,681) (51,729,013) (11,245,163) (55,217,320) CASH FLOWS FROM INVESTING ACTIVITIES Additions to property, plant and equipment Additions to investment property Interest received Increase (decrease) in other non-current liabilities Decrease (in crease) in other non-current liabilities Net Cash Used In Investing Activities (14,42,706,485) (14,42,706,485) CASH FLOWS FROM FINANCING ACTIVITIES Interest received Increase (decrease) in other non-current liabilities Decrease (in crease) in other non-current liabilities (1674,705) (164,776,665) (2,759,163,317) CASH FLOWS FROM FINANCING ACTIVITIES Interest paid Decrease in long-term notes payable Collections of subscriptions to capital stock Cash dividends paid Net Cash From (Used In) Financing Activities (23,359,222) (87,198,385) - (24,809,967) NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,2757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223	Increase (decrease) in advances from related parties	5,964,229			420,108,150
Net Cash From (Used In) Operating Activities 1,523,169,216 2,258,380,513 (243,103,304) 805,974,941 CASH FLOWS FROM INVESTING ACTIVITIES Additional investment acquired (1,442,706,485) (1,442,706,485) (1,442,706,485) Additional investment acquired (136,002,789) (327,340,208) (164,776,665) (2,759,163,317) Additions to property, plant and equipment (674,705) (616,787,272) - - Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 3,2,301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (15,526,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) Decrease in long-term notes payable (15,000,001) (115,072,040) - 732,071,435 Decrease in redeemable prefered shares (12,846,8	Cash generated from (used in) operations	1,540,189,897		(231,858,141)	861,192,261
CASH FLOWS FROM INVESTING ACTIVITIES Additional investment acquired (1,442,706,485) Additions to property, plant and equipment (136,002,789) Additions to investment property (164,776,665) Interest received (1,442,706,485) Increase (decrease) in other non-current liabilities (674,705) Decrease (increase) in other non-current assets (1,515,256,259) Net Cash Used In Investing Activities (1,515,256,259) CASH FLOWS FROM FINANCING ACTIVITIES (1,515,256,259) Interest paid (23,359,222) Decrease in redeemable preferred shares (1,2,846,885) Collections of subscriptions to capital stock (143,162,670) Cash From (Used In) Financing Activities (51,206,108) (202,757,118) Net Cash From (Used In) Financing Activities (43,293,151) (220,359,098) (484,553,222) NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119		(17,020,681)		(11,245,163)	(55,217,320)
Additional investment acquired (1,442,706,485) (1,442,706,485) Additions to property, plant and equipment (1,442,706,485) (164,776,665) (2,759,163,317) Additions to investment property (674,705) (616,787,272) - - Interest received (674,705) (616,787,272) - - Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 32,301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (15,000,001) (115,072,040) - 732,071,435 Decrease in long-term notes payable (143,162,670) (143,162,670) - 732,071,435 Collections of subscriptions to capital stock 501,177,500 1,001,057,142 (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670)	Net Cash From (Used In) Operating Activities	1,523,169,216	2,258,380,513	(243,103,304)	805,974,941
Additional investment acquired (1,442,706,485) (1,442,706,485) Additions to property, plant and equipment (1,442,706,485) (164,776,665) (2,759,163,317) Additions to investment property (674,705) (616,787,272) - - Interest received (674,705) (616,787,272) - - Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 32,301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (15,000,001) (115,072,040) - 732,071,435 Decrease in long-term notes payable (143,162,670) (143,162,670) - 732,071,435 Collections of subscriptions to capital stock 501,177,500 1,001,057,142 (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670) (143,162,670)	CASH FLOWS FROM INVESTING ACTIVITIES				
Additions to property, plant and equipment (136,002,789) (327,340,208) (164,776,665) (2,759,163,317) Additions to investment property Interest received (616,787,272) -		(1.442.706.485)	(1.442.706.485)		
Additions to investment property (674,705) (616,787,272) - - Interest received 28,148,132 92,544,417 23,425,677 77,737,072 Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 32,301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (1,510,00,001) (115,007,040) - 732,071,435 Decrease in long-term notes payable (23,359,222) (87,198,385) - (24,809,967) Decrease in redeemable preferred shares (12,846,885) (486,693) - 732,071,435 Cash dividends paid (143,162,670) (143,162,670) (143,162,670) (143,162,670) NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223	Additions to property, plant and equipment			(164,776,665)	(2,759,163,317)
Interest received 28,148,132 92,544,417 23,425,677 77,737,072 Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 3,2301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) Decrease in long-term notes payable (1,510,000,001) (115,072,040) - 732,071,435 Decrease in redeemable preferred shares (12,846,885) (486,693) - - Collections of subscriptions to capital stock 501,177,500 1,001,057,142 (143,162,670) 1,431,62,670) Net Cash From (Used In) Financing Activities (51,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223 <td></td> <td></td> <td></td> <td>-</td> <td>())) -)</td>				-	())) -)
Increase (decrease) in other non-current liabilities 3,678,570 14,118,844 (458,113,760) (237,493,034) Decrease (increase) in other non-current assets 32,301,018 4,188,211 - (478,220,272) Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES (1,515,256,259) (2,3359,222) (87,198,385) - (24,809,967) Decrease in long-term notes payable (15,000,001) (115,072,040) - 732,071,435 Decrease in redeemable preferred shares (143,162,670) (143,162,670) (143,162,670) Collections of subscriptions to capital stock 501,177,500 1,001,057,142 Cash dividends paid (151,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223		(, , ,	(, , , ,	23,425,677	77,737,072
Decrease (increase) in other non-current assets Net Cash Used In Investing Activities 32,301,018 4,188,211 - (478,220,272) CASH FLOWS FROM FINANCING ACTIVITIES Interest paid (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) Decrease in long-term notes payable (23,359,222) (87,198,385) - (24,809,967) Decrease in redeemable preferred shares (15,000,001) (115,072,040) - 732,071,435 Collections of subscriptions to capital stock 501,177,500 1,001,057,142 (143,162,670) (143,162,670) Net Cash From (Used In) Financing Activities (51,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223	Increase (decrease) in other non-current liabilities			(458,113,760)	
Net Cash Used In Investing Activities (1,515,256,259) (2,275,982,493) (599,464,748) (1,820,013,762) CASH FLOWS FROM FINANCING ACTIVITIES Interest paid Decrease in long-term notes payable Decrease in redeemable preferred shares Collections of subscriptions to capital stock Cash dividends paid Net Cash From (Used In) Financing Activities (23,359,222) (87,198,385) (87,198,385) - (24,809,967) NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (151,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223			, ,	-	
Interest paid (23,359,222) (87,198,385) - (24,809,967) Decrease in long-term notes payable (15,000,001) (115,072,040) - 732,071,435 Decrease in redeemable preferred shares (12,846,885) (486,693) - - 732,071,435 Collections of subscriptions to capital stock 501,177,500 1,001,057,142 -	Net Cash Used In Investing Activities			(599,464,748)	
Interest paid (23,359,222) (87,198,385) - (24,809,967) Decrease in long-term notes payable (15,000,001) (115,072,040) - 732,071,435 Decrease in redeemable preferred shares (12,846,885) (486,693) - - 732,071,435 Collections of subscriptions to capital stock 501,177,500 1,001,057,142 -	,	.			<u> </u>
Decrease in long-term notes payable (15,000,001) (115,072,040) - 732,071,435 Decrease in redeemable preferred shares (12,846,885) (486,693) - - - - - 732,071,435 -					
Decrease in redeemable preferred shares (12,846,885) (486,693) - Collections of subscriptions to capital stock 501,177,500 1,001,057,142 Cash dividends paid (143,162,670) (143,162,670) Net Cash From (Used In) Financing Activities (51,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223				-	
Collections of subscriptions to capital stock 501,177,500 1,001,057,142 Cash dividends paid (143,162,670) (143,162,670) Net Cash From (Used In) Financing Activities (51,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223	0 1 3		(, , , ,	-	732,071,435
Cash dividends paid (143,162,670) (143,162,670) Net Cash From (Used In) Financing Activities (51,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223		(12,846,885)	(486,693)	-	
Net Cash From (Used In) Financing Activities (51,206,108) (202,757,118) 358,014,830 1,565,155,940 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223					
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (43,293,151) (220,359,098) (484,553,222) 551,117,119 CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223					
CASH AND CASH EQUIVALENTS AT BEGINNING 1,270,538,434 1,447,604,381 1,502,418,564 466,748,223	Net Cash From (Used In) Financing Activities	(51,206,108)	(202,757,118)	358,014,830	1,565,155,940
	NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(43,293,151)	(220,359,098)	(484,553,222)	551,117,119
CASH AND CASH EQUIVALENTS AT END OF PERIOD 1,227,245,283 1,227,245,283 1,017,865,342 1,017,865,342	CASH AND CASH EQUIVALENTS AT BEGINNING	1,270,538,434	1,447,604,381	1,502,418,564	466,748,223
	CASH AND CASH EQUIVALENTS AT END OF PERIOD	1,227,245,283	1,227,245,283	1,017,865,342	1,017,865,342

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES AGING SCHEDULE OF TRADE AND OTHER RECEIVABLES UNDER CURRENT ASSETS SEPTEMBER 30, 2006 (Unaudited) (Amounts in Philippine Pesos)

TRADE RECEIVABLES

Current/not yet due 1 - 30 days overdue 31 - 60 days overdue over 60 days overdue	1,142,951,075 24,676,191 22,710,878 <u>288,869,957</u> 1,479,208,101
OTHER RECEIVABLES	316,218,014
TOTAL	1,795,426,115
LESS ALLOWANCE FOR IMPAIRMENT	45,215,682
NET	1,750,210,433