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* **March 31, 2010**

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

7. **7th Floor, 1880 Eastwood Avenue, Eastwood City CyberPark**
   188 E. Rodriguez Jr. Ave., Bagumbayan, 1110 Quezon City
   Address of principal office

8. **(632) 70920-38 to -41**
   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	**9,719,727,979** (Net of 550,100,000 shares acquired under the buy-back program

10. *Are any or all of these securities listed on a Stock Exchange?* **Yes, on the 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

Consolidated Statements of Financial Position
Consolidated Statements of Comprehensive Income
Consolidated Statements of Changes in Equity
Consolidated Statements of Cash Flows
Notes to the Consolidated Financial Statements
Aging Schedule of Trade and Other Receivables Under Current Assets

The interim consolidated financial statements have been prepared in accordance with Philippine Financial Reporting Standard (PFRS) PAS 34, Interim Financial Reporting. They do not include all of the information required for full annual consolidated financial statements, and thus should be read in conjunction with the audited consolidated financial statements of the Group as at and for the year ended December 31, 2009.

The accounting policies and methods used in the interim financial statements are consistent with those applied in December 31, 2009 audited annual financial statements. Some reclassifications were made to the 2009 interim financial statements to conform to 2010 presentation.

The interim consolidated financial statements comprise the financial statements of the Company and its subsidiaries, after elimination of material intercompany transactions. In addition, shares of stock of the Company acquired by any of these subsidiaries are recognized as treasury stock and presented at cost in the consolidated statements of changes in equity. The financial statements of subsidiaries are prepared for the same accounting period as the Company's, using consistent accounting policies. The consolidated financial statements are presented in Philippine pesos, the Group's functional currency and presentation currency, and all values represent absolute amounts except when otherwise indicated.

The consolidated financial statements have been prepared using the measurement bases specified by PFRS for each type of asset, liability, income and expense. These consolidated financial statements have been prepared on the historical cost basis, except for the measurement of certain financial assets and liabilities. Accounting estimates, assumptions and judgments are used in preparing these statements. Although these estimates and assumptions are based on management's best knowledge of current events and actions, historical experience, and evaluation of relevant facts and circumstances, including expectations of future events that are believed to be reasonable under the circumstances, actual results may ultimately differ from such 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. A copy of annual report filed under SEC Form 17-A may be found in the Company's website [allianceglobalinc.com] and PSE website [pse.com.ph].

In the normal course of business, there were intercompany 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 under Intangible Assets in the consolidated statements of financial position.

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.

Business Segments

The Group's operating businesses are organized into three segments, each managed separately and each representing a strategic business unit that offers different products and serves different markets. Entities not classified under the three main business segments are presented as part of corporate and investments.

- Food and beverage segment (F&B) includes the manufacture and distribution of distilled spirits (under the labels of Emperador Brandy, Generoso Brandy and The Bar flavored alcoholic beverage), glass containers and potato snack products (under Pik-Nik label). It also includes the distribution of consumer products under international labels. Emperador Distillers Inc. front runs this segment.
- Real estate segment (RE) involves the investment in and development of real estate, lease of properties, and hotel development and operations. The segment includes publicly-listed Megaworld Corporation (Megaworld or MEG) and Travellers International Hotel Group, Inc. (Travellers) (which is being reported under equity method).
- Quick service restaurant business (QSR) operates under the McDonald's brand, in accordance with a master franchise agreement with McDonald's USA. Golden Arches Development Corporation represents this segment.

Please refer to the Note 1 to the audited annual consolidated financial statements for a list of subsidiaries, associates and joint ventures in each category.

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:

	2010	2009
Revenue growth	18.45%	5.80%
Net income growth	12.39%	33.20%
Attributable to owners of parent company	20.41%	50.97%
Net income rate	21.12%	22.26%
Attributable to owners of parent company	15.76%	15.50%
Return on investment	1.71%	1.68%

Using net income attributable to owners of parent	1.28%	1.17%
Current ratio	3.14:1	3.06:1

- Revenues growth – measures the percentage change in revenues 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 – First Quarter

Comparative interim results per segment were as follows:

	Revenues			Income before tax		
(In Millions)	2010	2009	%	2010	2009	%
F&B	2,000	1,292	55	238	112	113
RE	4,840	4,451	9	1,748	1,353	29
QSR	2,519	2,343	8	229	134	71
Corporate	1,142	779	47	609	766	-20
Total	10,500	8,864	18	2,824	2,365	19
Tax expense				(606)	(392)	55
Net income				2,218	1,973	12
Attributable to owners of parent company				1,654	1,374	20

AGI did better this quarter than a year ago. Consolidated net income improved by 12% to P2.22 billion from the P1.97 billion reported a year ago. Net income after non-controlling interest was 20% higher than comparable period last year, as it hit P1.65 billion from P1.37 billion the previous year. This is so far the highest quarterly consolidated net income recorded. All the business segments expanded their first quarter net results year-on-year.

Revenues increased by 18% to P10.50 billion from P8.86 billion on the back of 24% growth in consumer products sales, 23% in finance and other income and 21% in service rendering. In the current quarter, sales of goods were 41% of total revenues while real estate sales and finance and other income represented 30% and 13% of total revenues, respectively. Share in net profits of associates and joint venture expanded considerably because it included the share in net profits in Resorts World Manila which started operations in later part of 2009. Segment-wise, RE contributed the highest (46%) this year, followed by QSR (24%) and F&B (19%).

RE revenues come from sale of residential lots, condominium and office units; from rental/lease of office/commercial spaces; and hotel operations; and finance and other income. The current RE sales comprised 64% of RE revenues; it increased by 3% year-on-year because of the following projects: The Palmtree Villas and 150 Newport Boulevard in Newport City in Pasay City; The Venice Luxury Residences, Tuscany Private Estate, Morgan Suites Towers, Forbeswood Parklane and 8 Forbestown Road in Taguig City; Manhattan Heights and Manhattan Parkview in Quezon City; Greenbelt Madisons, One Central and Two Central in Makati City; Parkview and Le Grand in Eastwood City; and Cityplace in Manila City. Property rental income, which represented 12% of RE revenues, went up by 27% due to high occupancy rates in both the BPO office spaces and retail developments, and escalation of rental prices.

F&B revenues climbed by 55% and this was attributed to the 67% growth in sales of distilled spirit drinks quarter-on-quarter. The demand for the alcoholic drinks, being premium items, was affected by competition and inflation a year ago but The Bar, a new fruity-flavored alcoholic drink that was launched in April 2009, is selling very well. The Bar comes in flavored gin (lemon&lime) and flavored vodka (orange, apple, and strawberry) variants. Pik-Nik sales rose by 10% this quarter from a year ago, with its international and domestic (i.e. US) sales gaining 16% and 2%, respectively. The 9-oz original shoestring potatoes are now being sold “transfat free” in the US.

QSR revenues from McDonald’s grew by 8% to P2.5 billion from P2.3 billion a year ago. Sales, in particular, went up by 5% and revenue from franchised restaurants by 17%. The improvement came from the expansion of its store chain and business extensions (8McDo hub, 24-hour service delivery, dessert kiosks). Fourteen stores were opened while five were closed from a year ago, bringing the total number of stores nationwide to 298 stores by end-March this year. Product promotions were launched during the three months to add selection variety and entice consumer patronage. There are now dessert centers with raspberry sundae, waffle cone and strawberry dip in addition to the strawberry and blueberry sundae and green apple float.

Costs and expenses went up by 18%. With the increase in product sales and service rendition, corresponding costs increased by 17%. Yet, cost of real estate sales improved slightly by less than 1%. The rising prices of raw materials, fuel and electricity put pressure on the gross profit (GP) margin but management was able to reduce the effects so that GP margin was registered at 37% as compared to 34% a year ago. GP margins from RE, F&B and QSR showed improvement and were respectively registered at 49%, 29% and 25% in 2010 from 46%, 24% and 22%, respectively, a year ago.

The top three cost components in the manufacture of brandy were raw materials, depreciation and amortization, and rent, comprising about 98% of cost. In the QSR, these were food and paper, rental, personnel costs, and depreciation and amortization, representing about 90% of cost.

Operating expenses increased by 26% due to the rising cost of fuel, electricity and commodities. Selling expenses expanded by 35% and this was attributed to higher consumer sales this year, which translated to higher advertising and freight expenses in F&B and higher royalty fees and personnel expenses in the QSR business.

Finance and other income, net of finance costs and other charges, went down by 27% to P693 million from P951 million a year ago, due to fair value losses on financial assets and interest expense on debts.

Tax expense totaled P606 million from P392 million a year ago as a result of increased sales and profits.

EBITDA amounted to P3.3 billion as compared to P2.8 billion a year ago.

Financial Condition

Consolidated total assets amounted to P130 billion at end-March from P128 billion at beginning of year, primarily because of increased activity in the RE segment.

Cash and cash equivalents increased by P975 million - from P31 billion at the beginning to P32 billion at the end of the quarter. Cash flows from operating, financing and investing activities during the quarter were presented in the interim consolidated statements of cash flows.

Financial assets at fair value through profit or loss decreased by P1.4 billion this quarter, from P2.1 billion to P683 million, primarily due to sale of marketable securities and foreign currency options. The Group does not actively engage in the trading of financial assets for speculative purposes.

Inventories increased by P712 million from P7.8 billion to P8.5 billion because of increase in condominium units for sale, McDonald's Happy Meal toys for launching in second quarter, and The Bar new flavor that was launched in April.

Available-for-sale financial assets decreased by P141 million from P967 million to P825 million primarily due to disposal of investment. These financial assets include non-derivative financial assets that are either designated to this category or do not qualify for inclusion in any of the other categories of financial assets. These financial assets are reported at fair values by reference to published prices in an active market. The fair value gains during the quarter, which amounted to P232 million, are reported as net unrealized fair value gains under other comprehensive income in the consolidated statement of comprehensive income and under revaluation reserves in the consolidated statement of changes in equity.

The increases in property development costs, advances to landowners and joint ventures, investment property, customers' deposits, other current liabilities, reserve for property development, deferred tax liabilities and deferred income on real estate sales, and the decrease in other non-current liabilities were attributed to pumping up of development and lease activities in the RE segment. The reserve pertains to cost to complete the development of various projects while the deferred income represents unearned revenue.

Trade and other payables went down by P667 million from P11.0 billion to P10.3 billion due to payment of outstanding obligations, including accrued liabilities at beginning of the year.

Interest-bearing loans and borrowings, current and non-current combined, were reduced by P802 million from P10.6 billion to P9.8 billion due to principal payments during the quarter.

Retirement benefit obligation increased by P21 million from P357 million to P377 million due to regular accrual of retirement benefits.

The changes in equity components are presented in detail in the consolidated statements of changes in equity.

Treasury shares are AGI shares acquired but not cancelled which are carried at cost. These include shares held by AGI under its buy-back program and those held by certain subsidiaries. The fair value gains (losses) on the shares held by subsidiaries were eliminated in full and were not recognized in the consolidated financial statements.

Accumulated translation adjustments represent the translation adjustments resulting from the conversion of foreign currency denominated financial statements of certain subsidiaries into the Philippine pesos, the Group's presentation currency. The resulting P140 million translation loss during the period represented the strengthening of the Philippine pesos during the period.

The increase in revaluation reserves of P232 million means the fair values of available-for-sale financial assets improved by end-March.

The consolidated balance sheets showed strong liquidity. Current assets as of beginning and end of the quarter totaled P60.8 billion and P61.3 billion, respectively, while current liabilities for the same periods remained low at P19.9 billion and P19.5 billion, respectively. Current ratios were 3.14:1 and 3.06:1 as of end and start of the current period, respectively. Debt-to-equity ratios remained low at 0.85:1 and 0.90:1 at end and beginning of the first quarter, respectively, while interest-bearing-debt-to-equity ratios were 0.34:1 and 0.37:1 at the end of these respective periods.

Prospects for the future

AGI remains focused on its business programs despite the slowdown in global economic backdrop. The higher cost of commodities, volatility of foreign currency rates, and softening of consumer spending may have affected the business environment, but AGI is committed to face these challenges head-on. Management will continue to adopt prudent measures to ensure financial sustainability and look for new opportunities that will enhance the overall profitability of the group while maintaining established markets.

Others

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

There are no other known trends or demands, commitments, events or uncertainties that will result in or that are reasonably likely to result in the Company's liquidity increasing or decreasing in any material way. The Company does not have nor anticipate having any cash flow or liquidity problems within the year. AGI and its subsidiaries are not in default or breach of any note, loan, lease or other indebtedness or financing arrangement requiring it to make payments.

There are no other known events that will trigger direct or contingent financial obligation that is currently considered material to the Company, including any default or acceleration of an obligation. There are no other material off-balance sheet transactions, arrangements, obligations, and other relationships with unconsolidated entities or other persons created during the reporting period.

There are no other known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations. There are also no known events that will cause material change in the relationship between costs and revenues.

There are no other significant elements of income or loss that did not arise from continuing operations.

The business has no seasonal aspects that had a material effect on the financial condition and results of operations of the Group.

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:

DINA INTING
First Vice President for Finance
& Corporate Information Officer
& Duly Authorized Officer
May 20, 2010

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
MARCH 31, 2010 AND DECEMBER 31, 2009
(Amounts in Philippine Pesos)

		March 31,2010		December 31, 2009
		Unaudited		Audited
A S S E T S				
CURRENT ASSETS				
Cash and cash equivalents	P	32,120,358,468	P	31,145,329,040
Trade and other receivables - net		15,033,004,447		15,088,937,770
Financial assets at fair value through profit or loss		682,829,571		2,138,671,132
Inventories - net		8,502,280,864		7,790,351,318
Property development costs		4,013,227,999		3,720,702,927
Other current assets		944,872,179		930,915,341
Total Current Assets		61,296,573,528		60,814,907,528
NON-CURRENT ASSETS				
Trade and other receivables		13,648,480,666		13,538,300,935
Advances to landowners and joint ventures		1,396,026,496		1,208,026,496
Land for future development		1,269,561,000		1,269,561,000
Available-for-sale financial assets		825,208,907		966,756,842
Investments in and advances to associates and other related parties		24,359,257,235		23,748,923,803
Property, plant and equipment - net		4,857,642,490		4,953,385,820
Investment property - net		9,581,419,366		9,381,736,357
Intangible assets - net		11,351,169,973		11,378,085,052
Deferred tax assets - net		265,225,807		265,760,166
Other non-current assets - net		826,253,139		811,272,952
Total Non-current Assets		68,380,245,079		67,521,809,423
TOTAL ASSETS	P	129,676,818,607	P	128,336,716,951

	2010	2009
LIABILITIES AND EQUITY		
CURRENT LIABILITIES		
Interest-bearing loans and borrowings	**P 1,781,977,496**	P 2,266,848,820
Trade and other payables	**10,346,579,815**	11,014,010,815
Customers' deposits	**1,064,358,905**	967,358,726
Income tax payable	**376,319,463**	237,832,123
Reserve for property development	**2,712,464,533**	2,468,349,023
Deferred income on real estate sales	**1,701,512,195**	1,515,687,720
Other current liabilities	**1,558,479,917**	1,398,259,397
Total Current Liabilities	**19,541,692,324**	19,868,346,624
NON-CURRENT LIABILITIES		
Interest-bearing loans and borrowings	**8,020,071,260**	8,337,348,304
Bonds payable	**8,519,980,195**	8,608,407,826
Customers' deposits	**667,560,295**	913,800,498
Advances from related parties	**670,134,278**	661,008,979
Retirement benefit obligation	**377,463,915**	356,762,247
Reserve for property development	**1,895,460,671**	2,023,028,273
Deferred tax liabilities - net	**2,935,364,951**	2,672,496,931
Redeemable preferred shares	**340,226,093**	330,916,959
Deferred income on real estate sales	**1,117,694,313**	1,217,863,024
Other non-current liabilities	**1,180,075,142**	1,245,831,397
Total Non-current Liabilities	**25,724,031,113**	26,367,464,438
Total Liabilities	**45,265,723,437**	46,235,811,062
EQUITY		
Equity attributable to owners of the parent company:		
Capital stock	**10,269,827,979**	10,269,827,979
Additional paid-in capital	**27,157,647,455**	27,157,647,455
Treasury shares	**(4,334,613,117)**	(4,334,613,117)
Revaluation reserves	**261,437,849**	29,487,721
Accumulated translation adjustments	**(213,399,639)**	(73,570,226)
Dilution gain	**1,196,566,827**	1,196,566,827
Retained earnings	**18,714,405,208**	17,059,492,891
	53,051,872,562	51,304,839,530
Non-controlling interest	**31,359,222,608**	30,796,066,359
Total Equity	**84,411,095,170**	82,100,905,889
TOTAL LIABILITIES AND EQUITY	**P 129,676,818,607**	P 128,336,716,951

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIODS ENDED MARCH 31, 2010 AND 2009
(Amounts in Philippine Pesos)
Unaudited

		2010		2009
REVENUES				
Sale of goods	P	4,307,220,044	P	3,487,630,574
Real estate sales		3,107,140,721		3,007,100,739
Finance and other income		1,405,048,807		1,138,411,435
Rendering of services		812,727,165		672,491,175
Realized gross profit on prior years' real estate sales		397,258,541		320,298,647
Interest income on real estate sales		193,502,557		189,643,084
Share in net profits of associates and joint ventures - net		277,426,335		48,860,884
		10,500,324,170		8,864,436,538
COSTS AND EXPENSES				
Cost of goods sold		3,144,446,218		2,695,539,383
Cost of real estate sales		1,977,360,531		1,978,074,771
Finance costs and other charges - net		712,388,432		187,284,676
General and administrative expenses		696,622,993		575,027,078
Selling expenses		492,146,219		364,632,566
Deferred gross profit on real estate sales		482,914,305		550,973,688
Cost of services		169,993,357		147,507,363
		7,675,872,055		6,499,039,525
INCOME BEFORE TAX		2,824,452,115		2,365,397,013
TAX EXPENSE		606,383,549		391,836,899
NET INCOME		2,218,068,566		1,973,560,114
OTHER COMPREHENSIVE INCOME				
Net unrealized fair value gains on available-for-sale financial assets		231,950,128		86,891,039
Translation adjustments - net of tax		(139,829,413)		82,848,229
		92,120,715		169,739,268
TOTAL COMPREHENSIVE INCOME	P	2,310,189,281	P	2,143,299,382
Net income attributable to:				
Owners of the parent company	P	1,654,912,317	P	1,374,427,210
Non-controlling interest		563,156,249		599,132,904
	P	2,218,068,566	P	1,973,560,114
Total comprehensive income attributable to:				
Owners of the parent company	P	1,747,033,032	P	1,544,166,478
Non-controlling interest		563,156,249		599,132,904
	P	2,310,189,281	P	2,143,299,382
Earnings Per Share for the Net Income Attributable to Owners of the Parent Company - Basic and Diluted	P	0.17	P	0.14

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIODS ENDED MARCH 31, 2010 AND 2009
(Amounts in Philippine Pesos)
Unaudited

	2010	2009
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY		
Capital Stock		
Balance at beginning of year	P 10,269,827,979	P 10,269,827,979
Additional issuance during the period	-	-
Balance at end of period	10,269,827,979	10,269,827,979
Additional Paid-in Capital		
Balance at beginning of year	27,157,647,455	27,157,647,455
Additional issuance during the period	-	-
Balance at end of period	27,157,647,455	27,157,647,455
Treasury Shares - at cost		
Balance at beginning of year	(4,334,613,117)	(3,487,548,482)
Net purchases of treasury shares	-	(119,728,878)
Balance at end of period	(4,334,613,117)	(3,607,277,360)
Revaluation Reserves		
Balance at beginning of year	29,487,721	(1,997,417,235)
Fair value gains - net	231,950,128	86,891,039
Balance at end of period	261,437,849	(1,910,526,196)
Accumulated Translation Adjustments		
Balance at beginning of year	(73,570,226)	59,561,516
Currency translation adjustments during the period	(139,829,413)	82,848,229
Balance at end of period	(213,399,639)	142,409,745
Balance carried forward	P 33,140,900,527	P 32,052,081,623

	2010	2009
Balance brought forward	P 33,140,900,527	P 32,052,081,623
Dilution Gain		
Balance at beginning of year	1,196,566,827	45,023,383
Dilution gain recognized during the period	-	-
Balance at end of year	1,196,566,827	45,023,383
Retained Earnings		
Appropriated for capital expenditures		
Balance at beginning of year	446,297,286	446,297,286
Appropriation during the period	-	-
Balance at end of period	446,297,286	446,297,286
Unappropriated		
Balance at beginning of year	16,613,195,605	11,816,885,859
Net income for the period	1,654,912,317	1,374,427,210
Deductions	-	(10,740,496)
Balance at end of period	18,268,107,922	13,180,572,573
Total Retained Earnings	18,714,405,208	13,626,869,859
	53,051,872,562	45,723,974,865
NON-CONTROLLING INTEREST		
Balance at beginning of year	30,796,066,359	32,971,852,114
Share in consolidated net income	563,156,249	599,132,904
Non-controlling interest in additional investments	-	28,237,070
Balance at end of year	31,359,222,608	33,599,222,088
TOTAL EQUITY	P 84,411,095,170	P 79,323,196,953
Total comprehensive income attributable to:		
Owners of the parent company	P 1,747,033,032	P 1,374,427,210
Non-controlling interest	563,156,249	599,132,904
	P 2,310,189,281	P 1,973,560,114

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE QUARTERS ENDED MARCH 31, 2010 AND 2009
(Amounts in Philippine Pesos)
Unaudited

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before tax	P 2,824,452,115	P 2,365,397,013
Adjustments for:		
Depreciation and amortization	253,001,242	236,053,312
Interest expense	195,532,448	170,188,845
Amortization of trademarks	25,314,320	25,314,320
Impairment losses	7,355,722	2,314,722
Net losses from disposal of property and equipment and restaurant closings	1,661,527	5,929,399
Share in net profits of associates and joint ventures	(277,426,335)	(48,860,884)
Interest income	(264,748,236)	(578,723,645)
Fair value gains - net	(127,690,965)	(646,983,083)
Dividend income	(20,267,123)	(11,713,184)
Unrealized foreign currency gains - net	(8,084,669)	(40,120,840)
Operating income before working capital changes	2,609,100,046	1,478,795,975
Increase in trade and other receivables	(78,531,292)	(1,547,728,799)
Decrease (increase) in inventories	(716,285,268)	382,064,915
Increase in property development costs	(292,525,072)	(404,374,463)
Decrease (increase) in financial assets at fair value through profit or loss	1,552,998,153	(374,387,300)
Increase in prepayments and other current assets	(1,993,165)	(185,377,907)
Increase (decrease) in trade and other payables	(450,250,618)	1,030,389,486
Increase in reserve for property development	116,547,908	399,981,988
Increase in other liabilities	103,773,398	56,608,705
Increase in deferred income on real estate sales	85,655,764	230,841,566
Increase in retirement benefit obligations	20,701,668	2,550,932
Increase (decrease) in customers' deposits	(149,240,024)	121,277,644
Cash generated from (used in) operations	2,799,951,498	1,190,642,742
Cash paid for taxes	(216,457,503)	(121,272,734)
Net Cash From Operating Activities	2,583,493,995	1,069,370,008
Balance carried forward	P 2,583,493,995	P 1,069,370,008

AGI

	2010	2009
Balance brought forward	**P 2,583,493,995**	P 1,069,370,008
CASH FLOWS FROM INVESTING ACTIVITIES		
Net increase in investments in and advances to associates and other related parties	**(530,629,768)**	(1,482,615,232)
Reductions (additions) to:		
Property, plant and equipment and investment property	**(363,135,189)**	(2,635,904,071)
Available-for-sale financial assets	**373,498,063**	2,209,332,213
Advances to land owners and joint ventures	**(188,000,000)**	(14,258,276)
Other non-current assets	**(14,980,187)**	(15,782,697)
Interest received	**289,062,391**	407,931,807
Cash dividends received	**20,267,123**	11,713,184
Proceeds from sale of property, plant and equipment	**3,133,501**	1,383,604
Net Cash Used in Investing Activities	**(410,784,066)**	(1,518,199,468)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase (decrease) in interest-bearing loans and borrowings	**(789,788,368)**	1,223,625,454
Interest paid	**(417,017,432)**	(193,010,401)
Net increase (decrease) in advances from related parties	**9,125,299**	(29,068,557)
Acquisition of treasury shares	**-**	(119,728,878)
Net Cash From Financing Activities	**(1,197,680,501)**	881,817,618
NET INCREASE IN CASH AND CASH EQUIVALENTS	**975,029,428**	432,988,158
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	**31,145,329,040**	27,601,662,533
CASH AND CASH EQUIVALENTS AT END OF PERIOD	**P 32,120,358,468**	P 28,034,650,691

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
AGING SCHEDULE OF TRADE AND OTHER RECEIVABLES
UNDER CURRENT ASSETS
MARCH 31, 2010
(Amounts in Philippine Pesos)

Receivables		
Current	P	9,124,274,347
1 to 30 days		3,950,991,839
31 to 60 days		1,670,476,833
Over 60 days		377,388,235
Total		15,123,131,254
Less Allowance for Impairment		90,126,807
Balance at end of period	P	15,033,004,447