

2022 AFS filing in BIR eAFS

The screenshot shows the 'Company Profile' page in the BIR eAFS system. The user is MEROBHE ESMELE, WELLSPRING. The page displays the following information:

Field	Value
Company TIN	009-123-698
Registered Name	SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC
Company Email	PHIL-FIN.SLPWellspring@sunlife.com
RDO Code	44: Taguig-Pateros
SEC Number	CS201517778

The screenshot shows the 'File Upload' success page in the BIR eAFS system. The user is MEROBHE ESMELE, WELLSPRING. The page displays the following information:

File Upload

All files successfully uploaded

Transaction Code:
AFS-0-9AEH9A5A0SNVPPNPQTPXQ1Z07H58E6G8

Submission Date/Time:
May 01, 2023 09:26 PM

[Back To Upload](#)

Bureau of Internal Revenue AFS - X +

eafs.bir.gov.ph/eafs/companyTransactions.xhtml

BUREAU OF INTERNAL REVENUE
AFS eSUBMISSION

powered by **EZY**

MEROBHE ESMELE
WELLSPRING

- Home
- Profile
- File Upload
- Transactions
- Sign Out

Transactions

Upload Date	Transaction Code	Remarks	Action
June 16, 2020 4:48:35 PM	AFS-2019-Q2XYVYVX03QS1VQMTWMXZVPWZV0P5YPVN2M		
April 16, 2021 10:36:29 PM	AFS-0-ADKBGEAL06C9E9FA6N3NQ3SYS0P1ZWRW3		
May 12, 2022 7:36:47 PM	AFS-0-QSMX2P1S06BHH9E5FQP2YVNY20453TX4YW	December 31, 2021 Audited FS submission.	
April 30, 2023 5:22:31 PM	AFS-0-8HGCJ9EA09J9B986DQMZRTYN203X2T2TR	December 31, 2022 Audited Financial Statements, Annual ITR, BIR Form 1709 submission.	
May 1, 2023 9:26:52 PM	AFS-0-9AEH9A5A0SNVPPNPQTPXQ1Z07H58E6G8	December 31, 2022 AFS, ITR, RPT submission.	

Showing 1-5 out of 5

Bureau of Internal Revenue AFS - X +

eafs.bir.gov.ph/eafs/companyTransactions.xhtml

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MEROBHE ESMELE
WELLSPRING

- Home
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AFS-0-9AEH9A5A0SNVPPNPQTPXQ1Z07H58E6G8

Upload Date	Document Type	File Name	File Size (MB)	Page Count	PDF file?
May 1, 2023 9:26:52 PM	ITR	EAF5009123698ITRTY122022.pdf	0.674881	8	
May 1, 2023 9:26:52 PM	RPT	EAF5009123698RPTTY122022.pdf	0.319249	3	
May 1, 2023 9:26:52 PM	AFS	EAF5009123698AFSTY122022.pdf	0.804282	45	

[← Back](#)



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE
Quezon City

June 22, 2021

REVENUE MEMORANDUM CIRCULAR NO. 82-2021

SUBJECT : Absence of Confirmation/Acknowledge Email After Uploading of Documents to eAFS System

TO : All Internal Revenue Officials, Employees and Others Concerned

There are reported incidents that, due to technical issues in the Bureau's electronic Audited Financial Statements (eAFS) System, certain taxpayers fail to receive confirmation/acknowledgment emails for scanned copies of documents uploaded to the said system. For this reason, these taxpayers cannot present to other offices, such as the Security and Exchange Commission (SEC), any proof of its submission to this Bureau.

Accordingly, in lieu of the confirmation/acknowledgement email, copies of screenshots from the eAFS clearly showing the details contained in each screenshot, illustrated as follows:

Companies

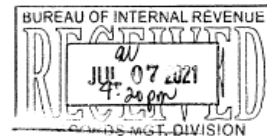
Company TIN #	Registered Name #	RDO Code #
123-456-789		
123-456-789	XYZ COMPANY LTD.	21-100-000

Showing 1-1 out of 1

Transactions

Upload Date	Transaction Code	Remarks	Action
May 27, 2021 11:17:23 AM	AFS-0-9GKJCHB7022QMV3WWPYYPZP4VM04QVMZQV3		

Showing 1-1 out of 1



AFS-0-9GKJCHB7022QMV3WWPYYPZP4VM04QVMZQV3

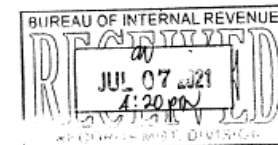
Upload Date	File Name	Document Type	File Size (MB)	Page Count	PDF file?
May 27, 2021 11:17:22 AM	EAF5009095710004F1153000.pdf	CTHR	22,047,123	25	
May 27, 2021 11:17:23 AM	EAF5009095710004F1153000.pdf	ITR	5,177,395	27	
May 27, 2021 11:17:23 AM	EAF5009095710004F1153000.pdf	AFS	19,304,716	32	

are hereby considered sufficient as proof of submission to this Bureau by the concerned taxpayer of the documents described in the screenshots.

All are enjoined to give this Circular a wide publicity as possible. The provisions of these Circular shall take effect immediately.

Caesar R. Dulay
CAESAR R. DULAY
Commissioner of Internal Revenue
043987

J-5





REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE

FILING REFERENCE NO.

TIN	: 009-123-698-000
Name	: SUN LIFE PROSPERITY DOLLAR WELLSPRING FUND, INC.
RDO	: 044
Form Type	: 1702
Reference No.	: 462300053289569
Amount Payable (Over Remittance)	: 1,402.00
Accounting Type	: C - Calendar
For Tax Period	: 12/31/2022
Date Filed	: 04/11/2023
Tax Type	: IT

[Proceed to Payment](#)



Republic of the Philippines
Department of Finance
Bureau of Internal Revenue

For BIR Use Only: BCS/Item:

BIR Form No. 1702-RT January 2018(ENCS) Page 1		Annual Income Tax Return For Corporation, Partnership and Other Non-Individual Taxpayer Subject Only to REGULAR Income Tax Rate <i>Enter all required information in CAPITAL LETTERS. Mark applicable boxes with an "X". Two Copies MUST be filed with the BIR and one held by the taxpayer.</i>			
1 For <input checked="" type="radio"/> Calendar <input type="radio"/> Fiscal		3 Amended Return? <input type="radio"/> Yes <input checked="" type="radio"/> No		4 Short Period Return? <input type="radio"/> Yes <input checked="" type="radio"/> No	
2 Year Ended (MM/20YY) 12/2022				5 Alphanumeric Tax Code (ATC) IC055 Minimum Corporate Income Tax (MCIT) <input checked="" type="checkbox"/> IC010 <input checked="" type="checkbox"/>	

1702-RT 01/18ENCS P1

Part I - Background Information

6 Taxpayer Identification Number (TIN) 009 - 123 - 698 - 000			7 RDO Code 044		
8 Registered Name (Enter only 1 letter per box using CAPITAL LETTERS) SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.					
9A Registered Address (Indicate complete registered address) SUN LIFE CENTRE SUN LIFE CENTRE 5TH AVE. COR. BONIFACIO GLOBAL CITY TAGUIG CITY					
9B Zipcode 1634					
10 Date of Incorporation/Organization (MM/DD/YYYY)					
11 Contact Number 85558888			12 Email Address PHIL-FIN_FAR2@sunlife.com		
13 Method of Deductions <input checked="" type="radio"/> Itemized Deductions [Section 34 (A-J), NIRC] <input type="radio"/> Optional Standard Deduction (OSD) - 40% of Gross Income [Section 34(L), NIRC as amended by RA No. 9504]					

Part II - Total Tax Payable (Do NOT enter Centavos)

14 Total Income Tax Due (Overpayment) (From Part IV Item 43)	13,816
15 Less: Total Tax Credits/Payments (From Part IV Item 55)	12,414
16 Net Tax Payable (Overpayment) (Item 14 Less Item 15) (From Part IV Item 56)	1,402
Add Penalties	
17 Surcharge	0
18 Interest	0
19 Compromise	0
20 Total Penalties (Sum of Items 17 to 19)	0
21 TOTAL AMOUNT PAYABLE (Overpayment) (Sum of Item 16 and 20)	1,402
If Overpayment, mark "X" one box only (Once the choice is made, the same is irrevocable)	
<input type="radio"/> To be refunded <input type="radio"/> To be issued a Tax Credit Certificate (TCC) <input type="radio"/> To be carried over as tax credit next year/quarter	

We declare under the penalties of perjury, that this annual return has been made in good faith, verified by us, and to the best of our knowledge and belief, is true and correct pursuant to the provisions of the National Internal Revenue Code, as amended, and the regulations issued under authority thereof. (If Authorized Representative, attach authorized signature and TIN)

Signature over printed name of President/Principal Officer/Authorized Representative VALERIE N. PAMA		Signature over printed name of Treasurer/Assistant Treasurer JEANEMAR S. TALAMAN		22 Number of Attachments 4	
Title of Signatory	PRESIDENT	TIN	106906963	Title of Signatory	TREASURER
				TIN	936417709

Part III - Details of Payment

Particulars	Drawee Bank/Agency	Number	Date (MM/DD/YYYY)	Amount
23 Cash/Bank Debit Memo				0
24 Check				0
25 Tax Debit Memo				0
26 Others (Specify Below)				0

Machine Validation/Revenue Official Receipts Details (if not filed with an Authorized Agent Bank)	Stamp of receiving Office/AAB and Date of Receipt (RO's Signature/Bank Teller's Initial)
---	--

Taxpayer Identification Number (TIN)	Registered Name
009 - 123 - 698 - 000	SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.

Part IV - Computation of Tax		(Do NOT enter Centavos)
27 Sales/Receipts/Revenues/Fees	1,520,289	
28 Less: Sales Returns, Allowances and Discounts	0	
29 Net Sales/Receipts/Revenues/Fees (Item 27 Less Item 28)	1,520,289	
30 Less: Cost of Sales/Services	145,423	
31 Gross Income from Operation (Item 29 Less Item 30)	1,374,866	
32 Add: Other Taxable Income Not Subjected to Final Tax	6,698	
33 Total Taxable Income (Sum of Items 31 and 32)	1,381,564	

Less: Deductions Allowable under Existing Law		
34 Ordinary Allowable Itemized Deductions (From Part VI Schedule I Item 18)	7,324,857	
35 Special Allowable Itemized Deductions (From Part VI Schedule II Item 5)	0	
36 NOLCO (only for those taxable under Sec. 27(A to C); Sec. 28(A)(1) & (A)(6)(b) of the tax Code) (From Part VI Schedule III Item 8)	0	
37 Total Deductions (Sum of Items 34 to 36)	7,324,857	
OR [in case taxable under Sec 27(A) & 28(A)(1)]		
38 Optional Standard Deduction (40% of Item 33)	0	
39 Net Taxable Income(Loss) (If Itemized: Item 33 Less Item 37; If OSD: Item 33 Less Item 38)	(5,943,293)	

40 Applicable Income Tax Rate	25%
--------------------------------------	-----

41 Income Tax Due other than Minimum Corporate Income Tax (MCIT) (Item 39 x Item 40)	0
42 MCIT Due (2% of Item 33)	13,816
43 Tax Due (Normal Income Tax Due in Item 41 OR the MCIT Due in Item 42, whichever is higher) (To Part II Item 14)	13,816

Less: Tax Credits/Payments (attach proof)	
44 Prior Year's Excess Credits Other Than MCIT	0
45 Income Tax Payment under MCIT from Previous Quarter/s	12,414
46 Income Tax Payment under Regular/Normal Rate from Previous Quarter/s	0
47 Excess MCIT Applied this Current Taxable Year (From Part VI Schedule IV Item 4)	0
48 Creditable Tax Withheld from Previous Quarter/s per BIR Form No. 2307	0
49 Creditable Tax Withheld per BIR Form No. 2307 for the 4th Quarter	0
50 Foreign Tax Credits, if applicable	0
51 Tax Paid in Return Previously Filed, if this is an Amended Return	0
52 Special Tax Credits (To Part V Item 58)	0
Other Credits/Payments (Specify)	
53	0
54	0

55 Total Tax Credits/Payments (Sum of Items 44 to 54) (To Part II Item 15)	12,414
56 Net Tax Payable I (Overpayment) (Item 43 Less Item 55) (To Part II Item 16)	1,402

Part V - Tax Relief Availment	
57 Special Allowable Itemized Deductions (Item 35 of Part IV x Applicable Income Tax Rate)	0
58 Add: Special Tax Credits (From Part IV Item 52)	0
59 Total Tax Relief Availment (Sum of Items 57 and 58)	0

Taxpayer Identification Number (TIN)	Registered Name
009 123 698 000	SUN LIFE PROSPERITY DOLLAR WELLSPRING FUND, INC.

Schedule I - Ordinary Allowable Itemized Deductions *(Attach additional sheet/s, if necessary)*

1 Amortizations	0
2 Bad Debts	0
3 Charitable Contributions	0
4 Depletion	0
5 Depreciation	0
6 Entertainment, Amusement and Recreation	0
7 Fringe Benefits	0
8 Interest	0
9 Losses	0
10 Pension Trust	0
11 Rental	0
12 Research and Development	0
13 Salaries, Wages and Allowances	0
14 SSS, GSIS, Philhealth, HDMF and Other Contributions	0
15 Taxes and Licenses	482,186
16 Transportation and Travel	0
17 Others (Deductions Subject to Withholding Tax and Other Expenses) <i>[Specify below; Add additional sheet(s), if necessary]</i>	
a Janitorial and Messengerial Services	0
b Professional Fees	1,340
c Security Services	0
d MANAGEMENT AND CONSULTATION FEES	3,282,789
e DISTRIBUTION FEES	2,734,322
f OFFICE SUPPLIES	337,178
g DIRECTORS' FEES	156,170
h CUSTODIANSHIP FEES	155,110
i OTHERS	175,762
▼	
i.1 COMMISSION	66,811
i.2 OTHERS	108,951
18 Total Ordinary Allowable Itemized Deductions <i>(Sum of Items 1 to 17i) (To Part IV Item 34)</i>	7,324,857

Schedule II - Special Allowable Itemized Deductions *(Attach additional sheet/s, if necessary)*

1	Description	Legal Basis	Amount
2			0
3			0
4			0
▼			
5 Total Special Allowable Itemized Deductions <i>(Sum of Items 1 to 4) (To Part IV Item 35)</i>			0

Taxpayer Identification Number (TIN)	Registered Name
009 -123 -698 -000	SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.

Schedule III - Computation of Net Operating Loss Carry Over (NOLCO)	
1 Gross Income (From Part IV Item 33)	1,381,564
2 Less: Ordinary Allowable Itemized Deductions (From Part VI Schedule I Item 18)	7,324,857
3 Net Operating Loss (Item 1 Less Item 2) (To Schedule IIIA, Item 7A)	(5,943,293)

Schedule IIIA - Computation of Available Net Operating Loss Carry Over (NOLCO) (DO NOT enter Centavos; 49 Centavos or Less drop down; 50 or more round up)		
Net Operating Loss		B) NOLCO Applied Previous Year
Year Incurred	A) Amount	
4 2022	5,943,293	0
5 2021	6,834,135	0
6 2020	6,177,820	0
7 2019	6,435,846	0

Continuation of Schedule IIIA (Item numbers continue from table above)

C) NOLCO Expired	D) NOLCO Applied Current Year	E) Net Operating Loss (Unapplied) [E = A Less (B + C + D)]
4 0	0	5,943,293
5 0	0	6,834,135
6 0	0	6,177,820
7 6,435,846	0	0
8 Total NOLCO (Sum of Items 4D to 7D) (To Part IV, Item 36)	0	0

Schedule IV - Computation of Minimum Corporate Income Tax (MCIT)			
Year	A) Normal Income Tax as adjusted	B) MCIT	C) Excess MCIT over Normal Income Tax
1 2019	0	10,820	10,820
2 2020	0	11,153	11,153
3 2021	0	9,335	9,335

Continuation of Schedule IV (Item numbers continue from table above)

D) Excess MCIT Applied/Used in Previous Years	E) Expired Portion of Excess MCIT	F) Excess MCIT Applied this Current Taxable Year	G) Balance of Excess MCIT Allowable as Tax Credit for Succeeding Year/s [G = C Less (D + E + F)]
1 0	10,820	0	0
2 0	0	0	11,153
3 0	0	0	9,335
Total Excess MCIT Applied (Sum of Items 1F to 3F) (To Part IV Item 47)		0	0

Schedule V - Reconciliation of Net Income per Books Against Taxable Income (attach additional sheet/s, if necessary)	
1 Net Income/(Loss) per books	(68,962,446)
Add: Non-deductible Expenses/Taxable Other Income	
2 NET UNREALIZED LOSSES ON INVESTMENTS	41,468,647
3 NET REALIZED LOSSES ON INVESTMENTS	21,631,717
<hr/>	
4 Total (Sum of Items 1 to 3)	(5,862,082)
Less: A) Non-Taxable Income and Income Subjected to Final Tax	
5 INTEREST INCOME SUBJECT TO FINAL TAX	81,211
6	0
<hr/>	
B) Special Deductions	
7	0
8	0
<hr/>	
9 Total (Sum of Items 5 to 8)	81,211
10 Net Taxable Income/(Loss) (Item 4 Less Item 9)	(5,943,293)



Republika ng Pilipinas
 Kagawaran ng Pananalapi
 Kawanihan ng Rentas Internas

eFPS Payment Details

TIN : 009 - 123 - 698 - 000
Name : SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
Tax Period : 12/31/2022
Reference Number : 462300053289569
Tax Type : IT - Annual Income Tax Return (REGULAR)

Payment Transaction Number	: 233961053						
Date	: 04/12/2023						
Cash Amount Paid	: 1,402.00						
Bank	: 026000 - RCBC						
Origin	Bank Code	Amount	Number	Date	Status	Message	CBR BCS No.
Pending Online Confirmation	026000	1,402.00	-		Unknown	60 - Details of Payment were redirected to the corresponding Bank. Please verify with your Bank.	56607
Batch Confirmation	026000	1,402.00	04122023235007782220	04/14/2023	Authorized	0 - Successful	56607
Batch Acknowledgment	026000	1,402.00	04122023235007782220	04/14/2023	Authorized	0 - Successful	56607

Total Payments (Successful/Unsuccessful): 1,402.00

Total Payments (Successful) : 1,402.00



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

The Management of Sun Life Prosperity Dollar Wellspring Fund, Inc. (the "Company") is responsible for the preparation and fair presentation of the financial statements, including the schedules attached therein, as at December 31, 2022 and 2021, and for the years ended December 31, 2022, 2021 and 2020, in accordance with the Philippine Financial Reporting Standards and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Those charged with governance review and approve the financial statements including the schedules attached therein, and submits the same to the stockholders.

Navarro Amper & Co., the independent auditor appointed by the stockholders for the periods December 31, 2022 and 2021, has audited the financial statements of the Company in accordance with Philippine Standards on Auditing, and in its report to the stockholders has expressed its opinion on the fairness of presentation upon completion of such audit.



Benedicto C. Sison, Chairman of the Board



Valerie N. Pama, President



Jeanemar S. Talaman, Treasurer

Signed this 8th day of March 2023.



MAR 10 2023 OF MAKATI

Subscribed and sworn to me before this ___ day of _____, 2023 at _____, affiants exhibiting to me competent evidence of identity, as follows:

Name	Government Issued ID	Date/Place Issued
Benedicto C. Sison	Passport ID P8268568B	24 Nov 2021/DFA Manila
Valerie N. Pama	Passport ID P7158454B	8 July 2021/DFA Manila
Jeanemar S. Talaman	Driver's License F03-13-001744	05 June 2018/ DLRC - Ayala

WITNESS MY HAND AND SEAL on the date and place above written:

Doc. No. 130
Page No. 25
Book No. XIII
Series of 2023.

ATTY. GENFACIO B. ORTIZ JR.
Notary Public City of Makati
Until December 31, 2024
IBP No. 05729-Lifetime Member
MCLE Compliance No. VI-0022734
valid until April 14, 2025
Appointment No. M-39 (2023-2024)
PTR No. 9563522 Jan. 3, 2023/ Makati
Makati City Roll No. 40091
101 Urban Ave. Campos Rueda Bldg.
Brgy. Pio Del Pilar, Makati City

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors and Shareholders
SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
(An Open-end Investment Company)
Sun Life Centre, 5th Avenue corner Rizal Drive
Bonifacio Global City, Taguig City

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Sun Life Prosperity Dollar Wellspring Fund, Inc. (the "Company"), which comprise the statements of financial position as at December 31, 2022 and 2021, and the statements of comprehensive income, statements of changes in equity and statements of cash flows for the years ended December 31, 2022, 2021 and 2020, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2022 and 2021, and its financial performance and its cash flows for the years ended December 31, 2022, 2021 and 2020, in accordance with Philippine Financial Reporting Standards (PFRS).

Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSA). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audits of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with PFRS, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of financial statements.

As part of an audit in accordance with PSA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Report on Other Legal and Regulatory Requirements

Report on the Supplementary Information Required by the Bureau of Internal Revenue

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information in Note 21 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such supplementary information is the responsibility of Management and has been subjected to the auditing procedures applied in our audits of the basic financial statements. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Navarro Amper & Co.

BOA Registration No. 0004, valid from June 7, 2021 to September 22, 2024

SEC A.N. 0004-SEC, issued on December 7, 2021; Group A, valid to audit 2021 to 2025 financial statements

TIN 005299331

By:



Joeffrey Mark P. Ferrer

Partner

CPA License No. 0115793

SEC A.N. 115973-SEC, issued on August 2, 2022; Group A, valid to audit 2021 to 2025 financial statements

TIN 211965340

BIR A.N. 08-002552-058-2021, issued on September 8, 2021; effective until September 7, 2024

PTR No. A-5701204, issued on January 12, 2023, Taguig City

Taguig City, Philippines

April 14, 2023



SUN LIFE PROSPERITY DOLLAR WELLSPRING FUND, INC.

(An Open-end Investment Company)

STATEMENTS OF FINANCIAL POSITION

(In US Dollars)

		December 31	
	Notes	2022	2021
ASSETS			
Current Assets			
Cash in banks	6	\$ 157,403	\$ 441,657
Financial assets at fair value through profit or loss	7	5,112,303	6,713,668
Accrued interest receivable	7	2,768	2,937
Due from brokers	8	-	20,000
		\$5,272,474	\$7,178,262
LIABILITIES AND EQUITY			
Current Liabilities			
Accrued expenses and other payables	9	\$ 5,688	\$ 3,433
Payable to fund manager	10	7,818	10,492
Income tax payable		36	13
Total Current Liabilities		13,542	13,938
Equity			
Share capital	11	142,732	142,732
Additional paid-in capital	12	6,299,704	6,372,630
Retained earnings		(49,557)	1,264,913
		6,392,879	7,780,275
Treasury shares	11	(1,133,947)	(615,951)
Total Equity		5,258,932	7,164,324
		\$5,272,474	\$7,178,262
Net Asset Value Per Share	13	\$ 0.9716	\$ 1.1980

See Notes to Financial Statements.

SUN LIFE PROSPERITY DOLLAR WELLSPRING FUND, INC.

(An Open-end Investment Company)

STATEMENTS OF COMPREHENSIVE INCOME

(In US Dollars)

For the Years Ended December 31

	Notes	2022	2021	2020
Investment Income (Loss)				
Net realized gains (loss) on investments	7	(\$387,561)	\$807,358	\$109,677
Dividend income	7	11,698	14,705	17,846
Interest income	14	16,995	5,529	3,752
Others		120	42	758
		(358,748)	827,634	132,033
Investment Expenses				
Commission	8	1,197	265	1,207
Net Investment Income (Loss)		(359,945)	827,369	130,826
Operating Expenses				
Management and transfer fees	10	60,237	74,049	68,376
Distribution fees	10	50,173	61,706	56,904
Directors' fees	10	6,041	8,764	7,608
Custodian fees		8,639	3,296	5,582
Professional fees		2,798	3,240	3,444
Taxes and licenses		2,779	2,042	2,432
Printing and supplies		24	32	44
Miscellaneous		1,952	914	1,541
		132,643	154,043	145,931
Profit (Loss) Before Net Unrealized Gains (Loss)				
on Investments		(492,588)	673,326	(15,105)
Net Unrealized Gain (Loss) on Investments	7	(742,966)	(599,786)	611,533
Profit (Loss) Before Tax		(1,235,554)	73,540	596,428
Income Tax Expense	17	466	112	316
Total Comprehensive Income (Loss) for the Year		(\$1,236,020)	\$73,428	\$596,112
Basic earnings (loss) per share	15	(\$0.215)	\$ 0.012	\$ 0.099
Diluted earnings (loss) per share	15	(\$0.215)	\$ 0.012	\$ 0.099

See Notes to Financial Statements.

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.

(An Open-end Investment Company)

STATEMENTS OF CHANGES IN EQUITY

(In US Dollars)

For the Years Ended December 31

	Notes	Share Capital	Additional Paid-in Capital	Retained Earnings	Treasury Shares	Total
Balance, January 1, 2020	11	\$ 131,998	\$5,909,802	\$730,396	(\$ 7,065)	\$ 6,765,131
Total comprehensive income for the year		-	-	596,112	-	596,112
Transactions with owners:	11					
Issuance of shares during the year		7,260	375,308	-	-	382,568
Acquisition of treasury shares during the year		-	-	-	(875,938)	(875,938)
Reissuance of treasury shares during the year		-	(3,896)	-	830,156	826,260
Issuance of stock dividends		1,543	80,633	(135,023)	52,847	-
Total transactions with owners	11	8,803	452,045	(135,023)	7,065	332,890
Balance, December 31, 2020	11	140,801	6,361,847	1,191,485	-	7,694,133
Total comprehensive income for the year		-	-	73,428	-	73,428
Transactions with owners:	11					
Issuance of shares during the year		1,931	-	-	-	1,931
Acquisition of treasury shares during the year		-	-	-	(1,237,492)	(1,237,492)
Reissuance of treasury shares during the year		-	10,783	-	621,541	632,324
Total transactions with owners	11	1,931	10,783	-	(615,951)	(603,237)
Balance, December 31, 2021	11, 12	142,732	6,372,630	1,264,913	(615,951)	7,164,324
Total comprehensive loss for the year		-	-	(1,236,020)	-	(1,236,020)
Transactions with owners:	11					
Acquisition of treasury shares during the year		-	-	-	(981,607)	(981,607)
Reissuance of treasury shares during the year		-	(64,143)	-	376,378	312,235
Issuance of stock dividends		-	(8,783)	(78,450)	87,233	-
Total transactions with owners	11	-	(72,926)	(78,450)	(517,996)	(669,372)
Balance, December 31, 2022	11, 12	\$142,732	\$6,299,704	(\$49,557)	(\$ 1,133,947)	\$5,258,932

See Notes to Financial Statements.

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.

(An Open-end Investment Company)

STATEMENTS OF CASH FLOWS

(In US Dollars)

For the Years Ended December 31

	Notes	2022	2021	2020
Cash Flows from Operating Activities				
Profit (Loss) before tax		(\$ 1,235,554)	\$ 73,540	\$ 596,428
Adjustments for:				
Net unrealized loss (gains) on investments	7	742,966	599,786	(611,533)
Net realized loss (gains) on investments	7	387,561	(807,358)	(109,677)
Interest income	14	(16,995)	(5,529)	(3,752)
Operating cash flows before working capital changes		(122,022)	(139,561)	(128,534)
Decrease in other current assets		-	-	582
Increase (Decrease) in:				
Accrued expenses and other payables		2,255	(1,252)	1,224
Payable to fund manager		(2,674)	(594)	652
Cash used in operations		(122,441)	(141,407)	(126,076)
Acquisition of financial assets at fair value through profit or loss	7	(7,092,626)	(5,374,321)	(8,342,815)
Proceeds from disposal of financial assets at fair value through profit or loss	7	7,583,464	6,081,586	8,421,177
Interest received		17,164	3,765	2,805
Income taxes paid		(443)	(167)	(461)
Net cash generated from (used in) operating activities		385,118	569,456	(45,370)
Cash Flows from Financing Activities				
Proceeds from issuance of share capital	11	-	1,931	382,568
Payments on acquisition of treasury shares	11	(981,607)	(1,237,492)	(875,938)
Proceeds from reissuance of treasury shares	11	312,235	632,324	826,260
Net cash generated from (used in) financing activities		(669,372)	(603,237)	332,890
Net Increase (Decrease) in Cash in banks		(284,254)	(33,781)	287,520
Cash in banks, Beginning		441,657	475,438	187,918
Cash in banks, End		\$ 157,403	\$ 441,657	\$ 475,438

See Notes to Financial Statements.

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.

(An Open-end Investment Company)

NOTES TO FINANCIAL STATEMENTS

AS AT DECEMBER 31, 2022 AND 2021 AND FOR THE YEARS ENDED DECEMBER 31, 2022, 2021 AND 2020

1. CORPORATE INFORMATION

Sun Life Prosperity Dollar Wellspring Fund, Inc. (the "Company") was incorporated and registered with the Philippine Securities and Exchange Commission (SEC) on September 4, 2015. The Company is a registered open-end investment company under the Investment Company Act (Republic Act "R.A." No. 2629) and the Securities Regulation Code (R.A. No. 8799), formerly known as the Revised Securities Act (B.P. No. 178). The Company's investment objective is to provide moderate and consistent returns through diversified investments in fixed income securities such as sovereign debt, corporate debt and other non-traditional investments and in equity or equity-linked securities issued by corporations globally, or through diversified investment companies invested in such securities. As an open-end investment company, its shares are redeemable anytime based on the Net Asset Value Per Share (NAVPS) at the time of redemption.

The Company appointed Sun Life Asset Management Company, Inc. (SLAMCI), an investment management company incorporated in the Philippines and a wholly owned subsidiary of Sun Life of Canada (Philippines), Inc. (SLOCPI), as its fund manager, adviser, administrator, distributor and transfer agent and provider of management, distribution and all required operational services, as disclosed in Note 10.

As at December 31, 2022 and 2021, SLAMCI owns 14.64% and 13.06%, respectively, of the Company's share capital. The Company's registered office address and principal place of business is at the Sun Life Centre, 5th Avenue corner Rizal Drive, Bonifacio Global City, Taguig City.

2. FINANCIAL REPORTING FRAMEWORK AND BASIS OF PREPARATION AND PRESENTATION

Statement of Compliance

The Company's financial statements have been prepared in accordance with Philippine Financial Reporting Standards (PFRS), which include all applicable PFRS, Philippine Accounting Standards (PAS) and interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC), Philippine Interpretations Committee (PIC) and Standing Interpretations Committee (SIC) as approved by the Financial and Sustainability Reporting Standards Council (FSRSC) and the Board of Accountancy (BOA), and adopted by the SEC.

Basis of Preparation and Presentation

The financial statements of the Company have been prepared on the historical cost basis, except for certain financial assets measured at fair value and certain financial instruments carried at amortized cost.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Functional and Presentation Currency

These financial statements are presented in United States Dollar (USD), the currency of the primary economic environment in which the Company operates. All amounts are recorded to the nearest dollar, except when otherwise indicated.

3. ADOPTION OF NEW AND REVISED ACCOUNTING STANDARDS

Adoption of New and Revised Accounting Standards Effective in 2022

The Company adopted all accounting standards and interpretations effective as at December 31, 2022. The new and revised accounting standards and interpretations that have been published by the International Accounting Standards Board (IASB) and approved by the FSRSC in the Philippines were adopted by the Company and were assessed as not applicable and have no impact on the Company's financial statements.

New Accounting Standards Effective as at Reporting Period Ended December 31, 2022

Amendments to PFRS 3, References to the Conceptual Framework

The amendments update PFRS 3 so that it refers to the 2018 Conceptual Framework instead of the 1989 Framework. They also add to PFRS 3 a requirement that, for obligations within the scope of PAS 37, an acquirer applies PAS 37 to determine whether at the acquisition date a present obligation exists as a result of past events. For a levy that would be within the scope of IFRIC 21 Levies, the acquirer applies IFRIC 21 to determine whether the obligating event that gives rise to a liability to pay the levy has occurred by the acquisition date.

The amendments also add an explicit statement that an acquirer does not recognize contingent assets acquired in a business combination.

The amendments are effective for business combinations for which the date of acquisition is on or after the beginning of the first annual period beginning on or after January 1, 2022. Early application is permitted if an entity also applies all other updated references (published together with the updated Conceptual Framework) at the same time or earlier.

The adoption of the amendments did not have an effect on the Company's financial statements as the Company did not acquire a business nor in the process of entering into any business combination.

Amendments to PAS 16, Property, Plant and Equipment – Proceeds before Intended Use

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced before that asset is available for use, i.e. proceeds while bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Consequently, an entity recognizes such sales proceeds and related costs in profit or loss. The entity measures the cost of those items in accordance with PAS 2, Inventories.

The amendments also clarify the meaning of 'testing whether an asset is functioning properly'. PAS 16 now specifies this as assessing whether the technical and physical performance of the asset is such that it is capable of being used in the production or supply of goods or services, for rental to others, or for administrative purposes.

If not presented separately in the statement of comprehensive income, the financial statements shall disclose the amounts of proceeds and cost included in profit or loss that relate to items produced that are not an output of the entity's ordinary activities, and which line item(s) in the statement of comprehensive income include(s) such proceeds and cost.

The amendments are applied retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments.

The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.

The amendments are effective for annual periods beginning on or after January 1, 2022 with early application permitted.

The adoption of the amendments did not have an effect on the Company's financial statements as the Company did not have property, plant and equipment recorded in its financial statements.

Amendments to PAS 37, Onerous Contracts – Cost of Fulfilling a Contract

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract consist of both the incremental costs of fulfilling that contract (examples would be direct labour or materials) and an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract).

The amendments apply to contracts for which the entity has not yet fulfilled all its obligations at the beginning of the annual reporting period in which the entity first applies the amendments. Comparatives are not restated. Instead, the entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, at the date of initial application.

The amendments are effective for annual periods beginning on or after January 1, 2022 with early application permitted.

The adoption of the amendments did not have an effect on the Company's financial statements as the Company did not issue and entered into onerous contract.

Annual Improvements to PFRS Standards 2018-2020 Cycle

Amendments to PFRS 1 – Subsidiary as a first-time adopter

The amendment provides additional relief to a subsidiary which becomes a first-time adopter later than its parent in respect of accounting for cumulative translation differences. As a result of the amendment, a subsidiary that uses the exemption in PFRS 1:D16(a) can now also elect to measure cumulative translation differences for all foreign operations at the carrying amount that would be included in the parent's consolidated financial statements, based on the parent's date of transition to PFRS Standards, if no adjustments were made for consolidation procedures and for the effects of the business combination in which the parent acquired the subsidiary. A similar election is available to an associate or joint venture that uses the exemption in PFRS 1:D16(a).

The amendment is effective for annual periods beginning on or after January 1, 2022, with early application permitted.

Amendments to PFRS 9 – Fees in the '10 per cent' test for derecognition of financial liabilities

The amendment clarifies that in applying the '10 per cent' test to assess whether to derecognize a financial liability, an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf.

The amendment is applied prospectively to modifications and exchanges that occur on or after the date the entity first applies the amendment.

The amendment is effective for annual periods beginning on or after January 1, 2022, with early application permitted.

Amendments to PFRS 16 – Lease Incentives

The amendment removes the illustration of the reimbursement of leasehold improvements. As the amendment to PFRS 16 only regards an illustrative example, no effective date is stated.

Amendments to PAS 41 – *Taxation in fair value measurements*

The amendment removes the requirement in PAS 41 for entities to exclude cash flows for taxation when measuring fair value. This aligns the fair value measurement in PAS 41 with the requirements of PFRS 13 Fair Value Measurement to use internally consistent cash flows and discount rates and enables preparers to determine whether to use pretax or post-tax cash flows and discount rates for the most appropriate fair value measurement.

The amendment is applied prospectively, i.e. for fair value measurements on or after the date an entity initially applies the amendment.

The amendment is effective for annual periods beginning on or after January 1, 2022, with early application permitted.

The adoption of the amendments did not have an effect on the Company's financial statements as the Company did not have subsidiary as a first-time adopter; did not derecognize any liabilities; did not have lease contracts and leasehold improvements; and did not have biological assets covered by PAS 41 that need to exclude its cash flows for taxation on its financial statements.

New Accounting Standards Effective after the Reporting Period Ended December 31, 2022

The Company will adopt the following standards when these become effective:

PFRS 17 – Insurance Contracts

PFRS 17 establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts and supersedes PFRS 4, Insurance Contracts.

PFRS 17 outlines a general model, which is modified for insurance contracts with direct participation features, described as the variable fee approach. The general model is simplified if certain criteria are met by measuring the liability for remaining coverage using the premium allocation approach.

The general model uses current assumptions to estimate the amount, timing and uncertainty of future cash flows and it explicitly measures the cost of that uncertainty. It takes into account market interest rates and the impact of policyholders' options and guarantees.

An amendment issued in June 2020 and adopted by FSRSC in August 2020 addresses concerns and implementation challenges that were identified after PFRS 17 was published.

PFRS 17 must be applied retrospectively unless impracticable, in which case the modified retrospective approach or the fair value approach is applied.

For the purpose of the transition requirements, the date of initial application is the start of the annual reporting period in which the entity first applies the Standard, and the transition date is the beginning of the period immediately preceding the date of initial application.

The standard (incorporating the amendments) is effective for periods beginning on or after January 1, 2025, as amended by the FSRSC from January 1, 2023. This is consistent with Circular Letter No. 2020-62 issued by the Insurance Commission which deferred the implementation of PFRS 17 by two (2) years after its effective date as decided by the IASB. Earlier application is permitted.

The future adoption of the standard will have no effect on the Company's financial statements as the Company does not issue insurance contracts.

Amendments to PFRS 10 and PAS 28, Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture

The amendments to PFRS 10 and PAS 28 deal with situations where there is a sale or contribution of assets between an investor and its associate or joint venture. Specifically, the amendments state that gains or losses resulting from the loss of control of a subsidiary that does not contain a business in a transaction with an associate or a joint

venture that is accounted for using the equity method, are recognized in the parent's profit or loss only to the extent of the unrelated investors' interests in that associate or joint venture. Similarly, gains and losses resulting from the remeasurement of investments retained in any former subsidiary (that has become an associate or a joint venture that is accounted for using the equity method) to fair value are recognized in the former parent's profit or loss only to the extent of the unrelated investors' interests in the new associate or joint venture.

The effective date of the amendments has yet to be set by the Board; however, earlier application of the amendments is permitted.

The future adoption of the amendments will have no effect on the Company's financial statements as the Company is not in the process and has no plan to acquire such investments.

Amendments to PAS 1, Classification of Liabilities as Current or Non-current

The amendments to PAS 1 affect only the presentation of liabilities as current or non-current in the statement of financial position and not the amount or timing of recognition of any asset, liability, income or expenses, or the information disclosed about those items.

The amendments clarify that the classification of liabilities as current or non-current is based on rights that are in existence at the end of the reporting period, specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability, explain that rights are in existence if covenants are complied with at the end of the reporting period, and introduce a definition of 'settlement' to make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services.

The amendments are applied retrospectively for annual periods beginning on or after January 1, 2023, with early application permitted.

The Company does not anticipate that the application of the amendments in the future will have an impact on the financial statements since the current classification is not expected to change and that the existing liabilities of the Company are all current.

Amendments to PAS 1 and PFRS Practice Statement 2, Disclosure Initiative – Accounting Policies

The amendments are as follows:

- An entity is now required to disclose its material accounting policy information instead of its significant accounting policies
- several paragraphs are added to explain how an entity can identify material accounting policy information and to give examples of when accounting policy information is likely to be material;
- the amendments clarify that accounting policy information may be material because of its nature, even if the related amounts are immaterial;
- the amendments clarify that accounting policy information is material if users of an entity's financial statements would need it to understand other material information in the financial statements; and
- the amendments clarify that if an entity discloses immaterial accounting policy information, such information shall not obscure material accounting policy information.

The amendments are applied prospectively. The amendments to PAS 1 are effective for annual periods beginning on or after January 1, 2023. Earlier application is permitted.

The Company does not anticipate that the application of the amendments in the future will have an impact on the financial statements as all material accounting policy information are already disclosed in the notes to the financial statements.

Amendments to PAS 8, Definition of Accounting Estimates

With the amendment, accounting estimates are now defined as “monetary amounts in financial statements that are subject to measurement uncertainty.”

The amendment clarified that a change in accounting estimate that results from new information or new developments is not the correction of an error. In addition, the effects of a change in an input or a measurement technique used to develop an accounting estimate are changes in accounting estimates if they do not result from the correction of prior period errors.

A change in an accounting estimate may affect only the current period’s profit or loss, or the profit or loss of both the current period and future periods. The effect of the change relating to the current period is recognized as income or expense in the current period. The effect, if any, on future periods is recognized as income or expense in those future periods

The amendments are effective for annual periods beginning on or after January 1, 2023 and changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted.

The future adoption of the amendments will have no effect on the Company’s financial statements as the clarification in the amendment did not change the Company’s definition of an accounting estimate.

Amendments to PAS 12 Income Taxes—Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The amendments introduce a further exception from the initial recognition exemption. Under the amendments, an entity does not apply the initial recognition exemption for transactions that give rise to equal taxable and deductible temporary differences.

Depending on the applicable tax law, equal taxable and deductible temporary differences may arise on initial recognition of an asset and liability in a transaction that is not a business combination and affects neither accounting nor taxable profit. For example, this may arise upon recognition of a lease liability and the corresponding right-of-use asset applying PFRS 16 at the commencement date of a lease.

Following the amendments to PAS 12, an entity is required to recognize the related deferred tax asset and liability, with the recognition of any deferred tax asset being subject to the recoverability criteria in PAS 12.

The Board also adds an illustrative example to PAS 12 that explains how the amendments are applied.

The amendments apply to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, at the beginning of the earliest comparative period an entity recognizes:

- A deferred tax asset (to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized) and a deferred tax liability for all deductible and taxable temporary differences associated with:
 - Right-of-use assets and lease liabilities; and
 - Decommissioning, restoration and similar liabilities and the corresponding amounts recognized as part of the cost of the related asset.
- The cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at that date.

The amendments are effective for annual reporting periods beginning on or after January 1, 2023, with earlier application permitted.

The future adoption of the amendments will have no effect on the Company’s financial statements as the Company does not have lease contracts and leasehold improvements and does not recognize deferred assets and liabilities.

Amendment to PFRS 17, Initial Application of PFRS 17 and PFRS 9 – Comparative Information

The amendment is a transition option relating to comparative information about financial assets presented on initial application of IFRS 17.

The main amendment in Initial Application of PFRS 17 and PFRS 9 – Comparative Information (Amendment to PFRS 17) is a narrow-scope amendment to the transition requirements of PFRS 17 for entities that first apply PFRS 17 and PFRS 9 at the same time. The amendment regards financial assets for which comparative information is presented on initial application of PFRS 17 and PFRS 9, but where this information has not been restated for PFRS 9.

Under the amendment, an entity is permitted to present comparative information about a financial asset as if the classification and measurement requirements of PFRS 9 had been applied to that financial asset before. The option is available on an instrument-by-instrument basis. In applying the classification overlay to a financial asset, an entity is not required to apply the impairment requirements of PFRS 9.

There are no changes to the transition requirements in PFRS 9.

The amendment is effective for annual periods beginning on or after January 1, 2025, as amended by the FSRSC from January 1, 2023. This is consistent with Circular Letter No. 2020-62 issued by the Insurance Commission which deferred the implementation of PFRS 17 by two (2) years after its effective date as decided by the IASB. Still subject to approval of BOA.

The future adoption of the amendment will have no effect on the Company's financial statements as the Company does not issue insurance contracts.

Amendments to PFRS 16, Lease Liability in a Sale and Leaseback

The amendments to PFRS 16 require a seller-lessee to subsequently measure lease liabilities arising from a sale and leaseback transaction in a way that does not result in recognition of a gain or loss that relates to the right of use it retains.

The amendments add subsequent measurement requirements for sale and leaseback transactions that satisfy the requirements in IFRS 15 Revenue from Contracts with Customers to be accounted for as a sale.

The amendments require the seller-lessee to determine 'lease payments' or 'revised lease payments' such that the seller-lessee does not recognize a gain or loss that relates to the right of use retained by the seller-lessee, after the commencement date. The amendments do not affect the gain or loss recognized by the seller-lessee relating to the partial or full termination of a lease.

The amendments are applied retrospectively for annual periods beginning on or after January 1, 2024, with early application permitted. Still subject to approval of BOA and FSRSC.

The future adoption of the amendments will have no effect on the Company's financial statements as the Company does not have lease liability recorded in its financial statements.

Amendments to IAS 1, Non-current Liabilities with Covenants

The amendments to PAS 1 to specify that only covenants an entity must comply with on or before the reporting period should affect classification of the corresponding liability as current or non-current.

The amendments specify that only covenants that an entity is required to comply with on or before the end of the reporting period affect the entity's right to defer settlement of a liability for at least twelve months after the reporting date (and therefore must be considered in assessing the classification of the liability as current or non-current). Such covenants affect whether the right exists at the end of the reporting period, even if compliance with the covenant is assessed only after the reporting date (e.g. a covenant based on the entity's financial position at the reporting date that is assessed for compliance only after the reporting date).

The amendments specify that the right to defer settlement is not affected if an entity only has to comply with a covenant after the reporting period. However, if the entity's right to defer settlement of a liability is subject to the entity complying with covenants within twelve months after the reporting period, an entity discloses information that enables users of financial statements to understand the risk of the liabilities becoming repayable within twelve months after the reporting period. This would include information about the covenants (including the nature of the covenants and when the entity is required to comply with them), the carrying amount of related liabilities and facts and circumstances, if any, that indicate that the entity may have difficulties complying with the covenants.

The amendments are applied retrospectively for annual periods beginning on or after January 1, 2024, with early application permitted. Still subject to approval of BOA and FSRSC.

The future adoption of the amendments will have no effect on the Company's financial statements as the Company does not have non-current liability with covenants recorded in its financial statements.

4. SIGNIFICANT ACCOUNTING POLICIES

Financial assets

Initial recognition and measurement

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognized on trade-date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Company measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss (FVTPL), transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs of financial assets and financial liabilities carried at FVTPL are expensed in profit or loss.

Classification and Subsequent Measurement

The Company classifies its financial assets in the following measurement categories:

- FVTPL;
- Fair value through other comprehensive income (FVTOCI); and
- Amortized cost

As at December 31, 2022 and 2021, the Company does not have financial assets classified as FVTOCI.

Classification of financial assets will be driven by the entity's business model for managing the financial assets and the contractual cash flows of the financial assets.

A financial asset is to be measured at amortized cost if: a) the objective of the business model is to hold the financial asset for the collection of the contractual cash flows, and b) the contractual cash flows under the instrument represent solely payment of principal and interest (SPPI).

All other debt and equity instruments must be recognized at fair value.

All fair value movements on financial assets are taken through the statement of comprehensive income, except for equity investments that are not held for trading, which may be recorded in the statement of comprehensive income or in reserves (without subsequent recycling to profit or loss).

Debt instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are two measurement categories into which the Company classifies its debt instruments:

- Amortized cost. Assets that are held for collection of contractual cash flows where those cash flows represent SPPI are measured at amortized cost. A gain or loss on a debt investment that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.
- FVTPL. Assets that do not meet the criteria for amortized cost are measured at FVTPL. A gain or loss on a debt investment that is subsequently measured at FVTPL and is not part of a hedging relationship is recognized in profit or loss and presented net in the statement of comprehensive income within other gains/(losses) in the period in which it arises. Interest income from these financial assets is included in finance income.

The business model reflects how the Company manages the assets in order to generate cash flows. That is, whether the Company's objective is solely to collect the contractual cash flows from the assets or to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable, then the financial assets are classified as part of 'other' business model and measured at FVTPL. Factors considered by the Company in determining the business model for a group of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the Company assesses whether the financial instruments' cash flows represent SPPI. In making this assessment, the Company considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at FVTPL.

Amortized cost and effective interest method

The effective interest method is a method of calculating the amortized cost of a financial asset and of allocating interest income over the relevant period.

For financial instruments other than purchased or originated credit-impaired (POCI) financial assets, the effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses (ECL), through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition.

The amortized cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. On the other hand, the gross carrying amount of a financial asset is the amortized cost of a financial asset before adjusting for any loss allowance.

Interest income is recognized using the effective interest method for debt instruments measured subsequently at amortized cost. For financial instruments other than POCI financial assets, interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset, except for financial assets that have subsequently become credit-impaired. For financial assets that have subsequently become credit-impaired, interest income is recognized by applying the effective interest rate to the amortized cost of the financial asset. If, in subsequent reporting periods, the

credit risk on the credit-impaired financial instrument improves so that the financial asset is no longer credit-impaired, interest income is recognized by applying the effective interest rate to the gross carrying amount of the financial asset.

Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective, that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

The Company subsequently measures all equity investments at FVTPL, except where the Company's Management has elected, at initial recognition, to irrevocably designate an equity instrument at FVTOCI. The Company's policy is to designate equity investments as FVTOCI when those investments are held for the purposes other than to generate investment returns. When the election is used, fair value gains and losses are recognized in other comprehensive income (OCI) and are not subsequently reclassified to profit or loss, including disposal. Impairment losses (and reversal of impairment losses) are not reported separately from other changes in fair value. Dividends, when representing a return on such investments, continue to be recognized in profit or loss as other income when the Company's right to receive payment is established.

Changes in the fair value of financial assets at FVTPL are recognized in net realized gains (losses) on investments in the statement of profit or loss as applicable. Impairment losses (and reversal of impairment losses) on equity investments measured at FVTOCI are not reported separately from other changes in fair value.

Impairment of financial assets

The Company recognizes a loss allowance for ECL on investments in debt instruments that are measured at amortized cost. The amount of ECL is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

ECLs are a probability-weighted estimate of the present value of credit losses. These are measured as the present value of the difference between the cash flows due to the Company under the contract and the cash flows that the Company expects to receive arising from the weighting of multiple future economic scenarios, discounted at the asset's effective interest rate.

The Company measures ECL on an individual basis, or on a collective basis for portfolios of loans that share similar economic risk characteristics. The measurement of the loss allowance is based on the present value of the asset's expected cash flows using the asset's original effective interest rate, regardless of whether it is measured on an individual basis or a collective basis.

With the exception of POCI financial assets, ECLs are required to be measured through a loss allowance at an amount equal to:

- 12-month ECL, i.e. lifetime ECL that result from those default events on the financial instrument that are possible within 12 months after the reporting date, (referred to as Stage 1); or
- full lifetime ECL, i.e. lifetime ECL that result from all possible default events over the life of the financial instrument, (referred to as Stage 2 and Stage 3).

A loss allowance for full lifetime ECL is required for a financial instrument if the credit risk on that financial instrument has increased significantly since initial recognition. For all other financial instruments, ECLs are measured at an amount equal to the 12-month ECL.

The Company recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month ECL. The assessment of whether lifetime ECL should be recognized is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of on evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

Lifetime ECL represents the ECL that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

Significant increase in credit risk

The Company monitors all financial assets that are subject to the impairment requirements to assess whether there has been a significant increase in credit risk since initial recognition. If there has been a significant increase in credit risk the Company will measure the loss allowance based on lifetime rather than 12-month ECL.

In assessing whether the credit risk on a financial instrument has increased significantly since initial recognition, the Company compares the risk of a default occurring on the financial instrument at the reporting date based on the remaining maturity of the instrument with the risk of a default occurring that was anticipated for the remaining maturity at the current reporting date when the financial instrument was first recognized. In making this assessment, the Company considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort.

Forward-looking information considered includes the future prospects of the industries in which the Company's debtors operate, obtained from economic expert reports, financial analysts, governmental bodies, relevant think-tanks and other similar organizations, as well as consideration of various external sources of actual and forecast economic information that relate to the Company's core operations.

In particular, the following information is taken into account when assessing whether credit risk has increased significantly since initial recognition:

- an actual or expected significant deterioration in the financial instrument's external (if available) or internal credit rating;
- significant deterioration in external market indicators of credit risk for a particular financial instrument (e.g. a significant increase in the credit spread, the credit default swap prices for the debtor, or the length of time or the extent to which the fair value of a financial asset has been less than its amortized cost);
- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant decrease in the debtor's ability to meet its debt obligations;
- an actual or expected significant deterioration in the operating results of the debtor;
- significant increases in credit risk on other financial instruments of the same debtor;
- an actual or expected significant adverse change in the regulatory, economic, or technological environment of the debtor that results in a significant decrease in the debtor's ability to meet its debt obligations.

Irrespective of the outcome of the above assessment, the Company presumes that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due, unless the Company has reasonable and supportable information that demonstrates otherwise.

Despite the foregoing, the Company assumes that the credit risk on a financial instrument has not increased significantly since initial recognition if the financial instrument is determined to have low credit risk at the reporting date.

A financial instrument is determined to have low credit risk if:

- it has a low risk of default;
- the borrower is considered, in the short term, to have a strong capacity to meet its obligations; and
- the Company expects, in the longer term, that adverse changes in economic and business conditions might, but will not necessarily, reduce the ability of the borrower to fulfill its obligations.

The Company considers a financial asset to have low credit risk when the asset has external credit rating of 'investment grade' in accordance with the globally understood definition or if an external rating is not available, the asset has an internal rating of 'performing'. Performing means that the counterparty has a strong financial position and there is no past due amounts.

The Company regularly monitors the effectiveness of the criteria used to identify whether there has been a significant increase in credit risk and revises them as appropriate to ensure that the criteria are capable of identifying significant increase in credit risk before the amount becomes past due.

Default

The Company considers the following as constituting an event of default for internal credit risk management purposes as historical experience indicates that financial assets that meet either of the following criteria are generally not recoverable:

- when there is a breach of financial covenants by the debtor; or
- information developed internally or obtained from external sources indicates that the debtor is unlikely to pay its creditors, including the Company, in full (without taking into account any collateral held by the Company).

Irrespective of the above analysis, the Company considers that default has occurred when a financial asset is more than 90 days past due unless the Company has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

Critical to the determination of ECL is the definition of default. The definition of default is used in measuring the amount of ECL and in the determination of whether the loss allowance is based on 12-month or lifetime ECL, as default is a component of the probability of default (PD) which affects both the measurement of ECLs and the identification of a significant increase in credit risk.

Credit-impaired financial assets

A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence of credit-impairment includes observable data about the following events:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or past due event;
- the lender of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession that the lender would not otherwise consider;
- it is becoming probable that the borrower will enter bankruptcy or other financial reorganization;
- the disappearance of an active market for a security because of financial difficulties; or
- the purchase of a financial asset at a deep discount that reflects the incurred credit losses.

It may not be possible to identify a single discrete event—instead, the combined effect of several events may have caused financial assets to become credit-impaired. The Company assesses whether debt instruments that are financial assets measured at amortized cost or FVOCI are credit-impaired at each reporting date. To assess if debt instruments are credit impaired, the Company considers factors such as bond yields, credit ratings and the ability of the borrower to raise funding.

Write-off

The Company writes off a financial asset when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, such as when the debtor has been placed under liquidation or has entered into

bankruptcy proceedings, or in the case of trade receivables, when the amounts are over two years past due, whichever occurs sooner.

Financial assets written off may still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognized in profit or loss.

Measurement and recognition of expected credit losses

The measurement of ECL is a function of the PD, loss given default (LGD) (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the PD and LGD is based on historical data adjusted by forward-looking information.

As for the exposure at default, for financial assets, this is represented by the assets' gross carrying amount at the reporting date, the Company's understanding of the specific future financing needs of the debtors, and other relevant forward-looking information.

For financial assets, the ECL is estimated as the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate.

If the Company has measured the loss allowance for a financial instrument at an amount equal to lifetime ECL in the previous reporting period, but determines at the current reporting date that the conditions for lifetime ECL are no longer met, the Company measures the loss allowance at an amount equal to 12-month ECL at the current reporting date, except for assets for which simplified approach was used.

The Company recognizes an impairment gain or loss in profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account, except for investments in debt instruments that are measured at FVTOCI, for which the loss allowance is recognized in other comprehensive income and accumulated in the investment revaluation reserve, and does not reduce the carrying amount of the financial asset in the statement of financial position.

Presentation of allowance for ECL in the statements of financial position

Loss allowances for ECL are presented in the statements of financial position as a deduction from the gross carrying amount of the assets.

Derecognition

The Company derecognizes a financial asset only when the contractual rights to the asset's cash flows expire or when the financial asset and substantially all the risks and rewards of ownership of the asset are transferred to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain/loss that had been recognized in OCI and accumulated in equity is recognized in profit or loss, with the exception of equity investment designated as measured at FVTOCI, where the cumulative gain/loss previously recognized in OCI is not subsequently reclassified to profit or loss.

Financial Liabilities and Equity Instruments

Classification as debt or equity

Debt and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Financial liabilities

All financial liabilities are measured subsequently at amortized cost using the effective interest method or at FVTPL. Financial liabilities are classified as either financial liabilities 'at FVTPL' or 'other financial liabilities'.

Financial liabilities measured subsequently at amortized cost

Financial liabilities that are not (i) contingent consideration of an acquirer in a business combination, (ii) held-for-trading, or (iii) designated as at FVTPL, are measured subsequently at amortized cost using the effective interest method.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the amortized cost of a financial liability.

The Company's financial liabilities classified under this category include accrued expenses and other payables, due to brokers and payable to fund manager.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statements of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

A right to offset must be available today rather than being contingent on a future event and must be exercisable by any of the counterparties, both in the normal course of business and in the event of default, insolvency or bankruptcy.

Derecognition of financial liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recognized at the proceeds received, net of direct issue costs.

Share capital

Share capital consisting of ordinary shares is classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction from the proceeds, net of tax. Any excess of proceeds from issuance of shares over its par value is recognized as additional paid-in capital.

Retained earnings

Retained earnings represent accumulated profit attributable to equity holders of the Company after deducting dividends declared. Retained earnings may also include effect of changes in accounting policy as may be required by the standard's transitional provisions.

Repurchase, disposal and reissuance of share capital (treasury shares)

When share capital recognized as equity is repurchased, the amount of the consideration paid, which includes directly attributable cost, net of any tax effects, is recognized as a reduction from equity. Repurchased shares are classified as treasury shares and are presented in the reserve for own share account. When treasury shares are sold or reissued subsequently, the amount received is recognized as increase in equity, and the resulting surplus or deficit on the transaction is presented as additional paid-in capital.

Prepayments

Prepayments represent expenses not yet incurred but already paid in cash. Prepayments are initially recorded as assets and measured at the amount of cash paid. Subsequently, these are charged to profit or loss as these are consumed in operations or expire with the passage of time.

Prepayments are classified in the statements of financial position as current asset when the cost of services related to the prepayments are expected to be incurred within one (1) year or the Company's normal operating cycle, whichever is longer. Otherwise, prepayments are classified as non-current assets.

Revenue Recognition

Revenue is measured based on the consideration to which the Company expects to be entitled in a contract with a customer and excludes amounts collected on behalf of third parties. The Company recognizes revenue when it transfers control of a product or service to a customer.

Interest income

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time proportion basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

Realized gains or losses

Gains or losses arising on the disposal of investments are determined as the difference between the sales proceeds and the carrying amount of the investments and is recognized in profit or loss.

Fair value gains or losses

Gains or losses arising from changes in fair values of investments are disclosed under the policy on financial assets.

Other income

Other income is income generated outside the normal course of business and is recognized when it is probable that the economic benefits will flow to the Company and it can be measured reliably.

Expense Recognition

Expenses are recognized in profit or loss when a decrease in future economic benefit related to a decrease in an asset or an increase in a liability has arisen that can be measured reliably. Expenses are recognized in profit or loss on the basis of: (i) a direct association between the costs incurred and the earning of specific items of income; (ii) systematic and rational allocation procedures when economic benefits are expected to arise over several accounting periods and the association with income can only be broadly or indirectly determined; or, (iii) immediately when an expenditure produces no future economic benefits or when, and to the extent that, future economic benefits do not qualify, or cease to qualify, for recognition in the statements of financial position as an asset.

Expenses in the statements of comprehensive income are presented using the function of expense method. Investment expenses are transaction costs incurred in the purchase and sale of investments. Operating expenses are costs attributable to the administrative and other business expenses of the Company including management fees and custodianship fees.

Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such basis.

In addition, for financial reporting purposes, fair value measurements are categorized into Levels 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

Related Party Transactions

A related party transaction is a transfer of resources, services or obligations between the Company and a related party, regardless of whether a price is charged.

Parties are considered related if one party has control, joint control, or significant influence over the other party in making financial and operating decisions. An entity that is a post-employment benefit plan for the employees of the Company and the key management personnel of the Company are also considered to be related parties.

Taxation

Income tax expense represents the sum of the current tax, final tax and deferred tax expense.

Current tax

The current tax expense is based on taxable profit for the year. Taxable profit differs from net profit as reported in the statements of comprehensive income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's current tax expense is calculated using 25% regular corporate income tax (RCIT) rate or 1% minimum corporate income tax (MCIT), rate in 2022 and 2021 and 30% RCIT rate or 2% MCIT rate, whichever is higher, in 2020, respectively.

Final tax

Final tax expense represents final taxes withheld on interest income from cash in banks.

Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference

arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and these relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

Current and deferred taxes for the year

Current and deferred taxes are recognized in profit or loss, except when they relate to items that are recognized in OCI or directly in equity, in which case, the current and deferred taxes are also recognized in OCI or directly in equity, respectively.

Foreign Currency

Transactions in currencies other than functional currency of the Company are recorded at the rates of exchange prevailing on the dates of the transactions. At the end of each reporting period, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing at the end of the reporting period.

Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date the fair value was determined. Gains and losses arising on retranslation are included in profit or loss for the year, except for exchange differences arising on non-monetary assets and liabilities when the gains and losses of such non-monetary items are recognized directly in equity. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are not retranslated.

Earnings (Loss) per Share

The Company computes its basic earnings (loss) per share by dividing profit or loss for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

For the purpose of calculating diluted earnings (loss) per share, profit or loss for the year attributable to ordinary equity holders of the Company and the weighted average number of shares outstanding are adjusted for the effects of DFFS which are dilutive potential ordinary shares.

Net Asset Value per Share (NAVPS)

The Company computes its NAVPS by dividing the total net asset value as at the end of the reporting period by the number of issued and outstanding shares and shares to be issued on deposits for future stock subscriptions.

Events After the Reporting Period

The Company identifies events after the end of the reporting period as those events, both favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. The financial statements of the Company are adjusted to reflect those events that provide evidence of conditions that existed at the end of the reporting period. Non-adjusting events after the end of the reporting period are disclosed in the notes to the financial statements when material.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company's accounting policies, Management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on the historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical Judgments in Applying Accounting Policies

The following are the critical judgments, apart from those involving estimations, that Management has made in the process of applying the Company's accounting policies that have the most significant effect on the amounts recognized in the financial statements.

Business model assessment

Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgment reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortized cost that are derecognized prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

The Company measures its financial assets at amortized cost if the financial asset qualifies for both SPPI and business model test. The Company's business model is to hold the asset and to collect its cash flows which are SPPI. All other financial assets that do not meet the SPPI and business model test are measured at FVTPL.

As at December 31, 2022 and 2021, the Company's financial assets measured at FVTPL amounted to \$5,112,303 and \$6,713,668, respectively, as disclosed in Note 7, and financial assets measured at amortized cost amounted to \$160,171 and \$464,594, respectively, composed of cash in banks, accrued interest receivables and due from brokers as disclosed in Note 6, 7 and 8, respectively.

Significant increase of credit risk

ECL is measured as an allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL assets for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. PFRS 9 does not define what constitutes a significant increase in credit risk. In assessing whether the credit risk of an asset has significantly increased, the Company takes into account qualitative and quantitative reasonable and supportable forward-looking information.

The Company considers a financial instrument to have experienced a significant increase in credit risk when one or more of the qualitative and quantitative criteria have been met as disclosed in Note 19.

As at December 31, 2022 and 2021, the Company's financial instruments measured at amortized cost has not experienced a significant increase in credit risk.

Models and assumptions used

The Company uses various models and assumptions in measuring the fair value of financial assets. Judgment is applied in identifying the most appropriate model for each type of asset, as well as for determining the assumptions used in these models.

The Company's model and assumptions used in measuring the fair value of financial assets and estimating ECL are disclosed in Notes 16 and 19, respectively.

Functional currency

Based on the economic substance of the underlying circumstances relevant to the Company, the functional currency of the Company has been determined to be the US dollar (USD). The USD is the currency of the primary economic environment in which the Company operates. It is the currency being used to report the Company's results of operations.

Puttable shares designated as equity instruments

The Company's share capital met the specified criteria to be presented as equity. The Company designated its redeemable share capital as equity instruments since the Company's share capital met the criteria specified in PAS 32, Financial Instruments: Presentation, to be presented as equity.

A puttable financial instrument includes a contractual obligation for the issuer to repurchase or redeem that instrument for cash or another financial asset on exercise of the put. As an exception to the definition of a financial liability, an instrument that includes such an obligation is classified as an equity instrument if it has met all the following features:

- a. it entitles the holder to a pro rata share of the entity's net assets in the event of the entity's liquidation. The entity's net assets are those assets that remain after deducting all other claims on its assets;
- b. it is in the class of instruments that is subordinate to all other classes of instruments;
- c. all financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- d. apart from the contractual obligation for the issuer to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any contractual obligation to deliver cash or another financial asset to another entity, or to exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavorable to the entity, and it is not a contract that will or may be settled in the entity's own equity instruments; and
- e. the total expected cash flows attributable to the instrument over the life of the instrument are based substantially on the profit or loss, the change in the recognized net assets or the change in the fair value of the recognized and unrecognized net assets of the entity over the life of the instrument (excluding any effects of the instrument).

As at December 31, 2022 and 2021, the recognized amount of share capital representing puttable shares in the statements of financial position amounted to \$142,732, as disclosed in Note 11.

Key Sources of Estimation Uncertainty

The following are the Company's key assumptions concerning the future and other key sources of estimation uncertainty at the end of each reporting period that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Probability of default (PD)

PD constitutes a key input in measuring ECL. PD is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectations of future conditions.

As at December 31, 2022 and 2021, the Company assessed a nil PD for all of its financial assets measured at amortized cost.

The assumptions used by the Company in estimating PD is disclosed in Note 19.

Loss given default (LGD)

LGD is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements.

The Company uses portfolio averages from external estimates sourced out from Standard and Poor's (S&P) as the LGD estimates. The categorization of LGD estimates per financial asset measured at amortized cost is disclosed in Note 19.

Estimating loss allowance for ECL

The measurement of the ECL allowance for financial assets measured at amortized cost and FVTOCI is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behavior. Explanation of the inputs, assumptions and estimation techniques used in measuring ECL is further detailed in Note 19 Credit Risk – ECL measurement, which also sets out the key sensitivities of the ECL to changes in these elements.

A number of significant judgments are also required in applying the accounting requirements for measuring ECL, such as:

- Determining criteria for significant increase in credit risk;
- Choosing appropriate models and assumptions for the measurement of ECL; and
- Establishing the number and relative weightings of forward-looking scenarios and the associated ECL.

The Company's ECL assessment on the financial assets measured at amortized cost is disclosed in Note 19.

Deferred tax assets

The Company reviews the carrying amount at the end of each reporting period and reduces deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. However, there is no assurance that the Company will generate sufficient taxable profit that will allow all or part of its deferred tax assets to be utilized.

Based on Management's expectation of the Company's future taxable income, the Company did not recognize the deferred tax assets as at December 31, 2022 and 2021, as disclosed in Note 17.

Determining the fair value of investments in debt securities classified as financial assets at FVTPL

The Company carries its investments in traded debt securities at fair value, which requires the use of accounting estimates and judgment. Since market interest rate is a significant component of fair value measurement, fair value would differ if the Company applied a different set of reference rates in the valuation methodology. Any change in the fair value of these financial assets would affect profit or loss and equity.

As at December 31, 2022 and 2021, the carrying amounts of investments in debt securities classified as financial assets at FVTPL amounted to \$374,721 and \$400,162, respectively, as disclosed in Note 7.

6. CASH IN BANKS

Cash in banks earned interest amounting \$26, \$43 and \$45 at average rates of 0.05%, 0.01% and 0.01% in 2022, 2021 and 2020, respectively, as disclosed in Note 14.

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

This account consists of:

	Note	2022	2021
Global mutual funds		\$4,033,946	\$5,063,033
Global exchange traded funds		703,636	1,080,441
Investments in fixed-income securities		374,721	400,162
Investment in a mutual fund	10	-	170,032
		\$5,112,303	\$6,713,668

Financial assets at FVTPL are composed of investments in global mutual funds, global exchange traded funds and fixed-income securities in the form of dollar-denominated government bonds.

Investments in fixed-income securities are composed of treasury bonds.

Investment in global mutual funds and global exchange traded funds are investments to foreign-based securities.

Investment in mutual funds are investments to Sun Life Prosperity Dollar Starter Fund, Inc. as disclosed in Note 10.

The Company recognized dividend income from global mutual funds amounting to \$11,698, \$14,705 and \$17,846 in 2022, 2021 and 2020, respectively.

Interest income earned on fixed-income securities amounted to \$16,969, \$5,486 and \$3,707, in 2022, 2021 and 2020, respectively, as disclosed in Note 14. Average interest rates earned on these investments are also disclosed in Note 14.

Accrued interest receivable amounted to \$2,768 and \$2,937 as at December 31, 2022 and 2021, respectively.

Net gains and (losses) on investments recognized in profit or loss arising from financial assets at FVTPL are as follows:

	2022	2021	2020
Net realized gains (losses) on investments in:			
Equity securities	(\$294,180)	\$840,406	\$107,061
Fixed-income securities	(93,381)	(33,048)	2,616
	(387,561)	807,358	109,677
Net unrealized gains (losses) on investments in:			
Equity securities	(616,852)	(643,011)	628,350
Fixed-income securities	(126,114)	43,225	(16,817)
	(742,966)	(599,786)	611,533
	(\$1,130,527)	\$207,572	\$721,210

Net gains and losses on investments in equity securities are composed of global exchange traded and mutual funds while fixed-income securities pertain to dollar-denominated bonds.

The movements in the financial assets at FVTPL are summarized as follows:

	2022	2021	2020
Balance, January 1	\$6,713,668	\$7,283,361	\$6,590,513
Additions	7,092,626	5,324,321	8,392,815
Disposal	(7,951,025)	(5,294,228)	(8,311,500)
Unrealized gains (losses)	(742,966)	(599,786)	611,533
Balance, December 31	\$5,112,303	\$6,713,668	\$7,283,361

The following presents the breakdown of the maturity profile of the principal amounts of fixed-income securities:

	2022	2021
Due after five years through ten years	\$82,000	\$ -
Due after ten years	421,000	400,000
	\$503,000	\$400,000

8. DUE FROM BROKERS

Due from brokers account refers to amounts receivable from brokers arising from the sale of investments processed on or before the reporting period, which are settled three days after the transaction date.

Due from brokers amounted to nil and \$20,000 as at December 31, 2022 and 2021, respectively.

Commission expense amounting to \$1,197, \$265 and \$1,207 in 2022, 2021 and 2020, respectively, are paid to brokers when buying and selling shares of stock.

9. ACCRUED EXPENSES AND OTHER PAYABLES

This account consists of:

	2022	2021
Professional fees	\$2,843	\$1,623
Custodianship fees	1,276	116
Withholding and documentary stamp taxes	926	1,051
Due to investors	643	643
	\$5,688	\$3,433

Accrued expenses and other payables are non-interest bearing and are normally settled within one year.

10. RELATED PARTY TRANSACTIONS

In the normal course of business, the Company transacts with companies which are considered related parties under PAS 24, *Related Party Disclosures*.

The details of transactions with related parties and the amounts paid or payable are set out below:

Nature of Transaction	Transactions During the Period			Outstanding Payable		Term	Condition	Notes
	2022	2021	2020	2022	2021			
SLAMCI-Fund Manager								
Management Distribution and Transfer fees	\$110,410	\$135,755	\$125,280	\$7,818	\$10,492	Non-interest bearing; 1.65% of average daily net assets; settled in cash on or before the 15 th day of the following month	Unsecured; Unguaranteed;	a
Key Management Personnel								
Director's Fee	\$6,041	8,764	7,608	-	-	Payable on demand; Settled in cash	Unsecured; Unguaranteed;	b
Entities Under Common Control								
Sun Life of Canada Philippines, Inc.								
Sale	-	-	474,123	-	-	Non-interest bearing; Settled in cash on the day of transaction	Unsecured;	c
Purchase	-	-	407,326	-	-			

As at December 31, 2022 and 2021, below is the outstanding investment of the Company in Sun Life Prosperity Dollar Starter Fund, Inc.:

	Note	2022		2021	
		Shares	Amount	Shares	Amount
Sun Life Prosperity Dollar Starter Fund, Inc.	7	-	\$ -	160,317	\$170,032

In March 2022, the Company sold all its investments with Sun Life Prosperity Dollar Starter Fund, Inc. for a total proceeds of \$170,241, with gains from such sale amounted to \$209 included in the "net realized gains on investments" account presented in the statements of the comprehensive income.

In December 2021, the Company purchased 160,317 shares in Sun Life Prosperity Dollar Starter Fund, Inc. for a total cost of \$170,000.

Details of the Company's related party transactions are as follows:

a. Investment Management

On September 7, 2015, the Company and SLAMCI entered into a Management and Distribution Agreement (MDA) wherein SLAMCI will act as its fund manager, adviser, administrator, distributor and transfer agent and will provide management, distribution and all required operational services. Under the MDA, SLAMCI will receive aggregate fees for these services at an annual rate of 1.50% of the net assets on each valuation day. Moreover, under the Transfer Agency Agreement, SLAMCI receives aggregate fees for these services at an annual rate of 0.15% of the net assets attributable to shareholders on each valuation day. The agreement shall take effect upon commencement of the Company's commercial operations.

On July 13, 2022, the Board of Directors of the Company and SLAMCI jointly approved to continue its MDA and Transfer Agency Agreements based on the provisions of ICA 2018 IRR (Implementing Rules and Regulations of the Investment Company Act 2018) published by the SEC on January 11, 2018. The agreements shall remain to continue in effect from year to year as approved by the respective Board of Directors of the Company and SLAMCI.

Management, distribution and transfer fees charged by SLAMCI to the Company in 2022, 2021 and 2020 amounted to \$110,410, \$135,755 and \$125,280, respectively. Accrued management fees as at December 31, 2022 and 2021 amounted to \$7,818 and \$10,492, respectively, shown as "Payable to fund manager" in the statements of financial position.

b. Remuneration of Directors

Remuneration of Directors is presented in the statements of comprehensive income under "Directors' fees" amounting to \$6,041, \$8,764 and \$7,608 in 2022, 2021 and 2020, respectively, which are usually paid to directors based on the number of meetings held and attended. There were no accrued directors' fees as at December 31, 2022 and 2021.

Except for the Board of Directors, the Company has no management personnel and employees. Pursuant to the Company's MDA with SLAMCI, the latter provides all the staff of the Company, including executive officers and other trained personnel.

c. Purchase and Sale of Investments

These types of transactions are buy and sell of the same security between portfolios of two separate affiliated legal entities and whose assets are managed by Investments Department of SLAMCI until July 25, 2021 and Sun Life Investment Management and Trust Corporation from July 26, 2021 onwards. Portfolio Managers determine that this is appropriate and in the best interest of certain portfolios and ensure that the trade will be executed in a manner that is fair and equitable to both parties involved in the cross trade.

11. EQUITY

Movements are as follows:

	2022		2021		2020	
	Shares	Amount	Shares	Amount	Shares	Amount
Authorized: at P1.00 par value	10,000,000	P10,000,000	10,000,000	P10,000,000	10,000,000	P10,000,000
Issued and fully paid:						
At January 1	6,487,796	\$142,732	6,400,040	\$140,801	5,999,926	\$131,998
Issuance during the year	-	-	87,756	1,931	400,114	8,803
At December 31	6,487,796	\$142,732	6,487,796	\$142,732	6,400,040	\$140,801
Treasury shares:						
At January 1	507,417	\$ 615,951	-	\$ -	6,314	\$ 7,065
Acquisition	947,592	981,607	1,399,367	1,237,492	760,567	875,938
Reissuance	(379,660)	(463,611)	(891,950)	(621,541)	(766,881)	(883,003)
At December 31	1,075,349	\$1,133,947	507,417	\$ 615,951	-	\$ -

Fully paid ordinary shares with a par value of P1.00 carry one vote per share and carry a right to dividends.

Incorporation

The Company was incorporated on September 4, 2015 with 6,000,000 authorized shares with a par value of 1.00. The SEC approved the registration on March 22, 2016.

Approved changes

On September 7, 2015, the shareholders approved the blanket increase of the Company's authorized share capital up to 100,000,000,000 shares with a par value of P1.00 per share. The increase will be implemented by the Chairman of the Board of Directors and President of SLAMCI acting jointly in tranches.

On September 21, 2017, the Chairman of the Board of Directors of the Company and the President of SLAMCI jointly authorized the increase in Authorized Share Capital by Four Million Pesos (P4,000,000) divided into Four Million (4,000,000) shares at a par value of P1 per share. This increases the authorized share capital from P6,000,000 divided into 6 million shares to P10,000,000 divided into 10 million shares.

In April 2018, requirements were already provided to SEC based on the evaluator's initial comments.

On July 25, 2018, the SEC approved the additional 4 Million shares increase in authorized share capital, from 6 Million shares to 10 Million shares at a par value of P1.00 per share.

On September 18, 2018, the SEC received the registration statement filed by the Company to register the approved 4,000,000 shares.

On October 23, 2019, SEC approved the registration statement for the 4,000,000 shares increase.

Stock dividends

On November 13, 2020, 4,196,301 shares or 70.39% of the outstanding share capital as at September 30, 2020 were present in person or by proxy and by majority of the Board of Directors present, the declaration of 1.88% stock dividends to shareholders of record as of November 26, 2020 has been approved. The payout date was on November 27, 2020.

On November 12, 2021, 4,191,633 shares or 69.24% of the outstanding share capital as at September 30, 2021 were present in person or by proxy and by majority of the Board of Directors present, the declaration of 1.58% stock dividends to shareholders of record as of November 25, 2021 has been approved. The payout date was on November 26, 2021.

On November 9, 2022, 3,716,841 shares or 66.68% of the outstanding share capital as at September 30, 2022 were present in person or by proxy and by majority of the Board of Directors present, the declaration of 1.46% stock dividends to shareholders of record as of November 24, 2022 has been approved. The payout date was on November 25, 2022.

Current state

As at December 31, 2022, the Company has 5,412,447 issued and outstanding shares out of the 10,000,000 authorized share capital with a par value of P1.00 per share.

The annual summary of the transactions affecting the Company's outstanding shares is as follows:

Year	NAVPS, end	Issuances	Redemptions	Balances
2015	\$0.9909	1,500,000	-	1,500,000
2016	\$1.0082	4,146,839	(124,808)	5,522,031
2017	\$1.1122	3,140,724	(740,711)	7,922,044
2018	\$1.0100	3,991,237	(5,962,768)	5,950,513
2019	\$1.1287	443,890	(400,791)	5,993,612
2020	\$1.2022	1,166,995	(760,567)	6,400,040
2021	\$1.1980	979,706	(1,399,367)	5,980,379
2022	\$0.9716	379,660	(947,592)	5,412,447

The total number of shareholders as at December 31, 2022, 2021 and 2020 are 714, 697 and 616, respectively.

Redeemable shares

Redeemable shares carry one vote each, and are subject to the following:

a. Distribution of dividends

Each shareholder has a right to any dividends declared by the Company's Board of Directors and approved by 2/3 of its outstanding shareholders.

b. Denial of pre-emptive rights

No shareholder shall, because of his ownership of the shares, have a pre-emptive or other right to purchase, subscribe for, or take any part of shares or of any other securities convertible into or carrying options or warrants to purchase shares of the registrant.

c. Right of redemption

The holder of any share, upon its presentation to the Company or to any of its duly authorized representatives, is entitled to receive, by way of redemption, approximately his proportionate share of the Company's current net assets or the cash equivalent thereof. Shares are redeemable at any time at their net assets value less any applicable sales charges and taxes.

12. ADDITIONAL PAID-IN CAPITAL

Additional paid-in capital of \$6,299,704, \$6,372,630 and \$6,361,847 as at December 31, 2022, 2021 and 2020, respectively, pertains to excess payments over par value from investors and from reissuance of treasury shares.

13. NET ASSET VALUE PER SHARE (NAVPS)

NAVPS is computed as follows:

	Note	2022	2021
Total equity		\$5,258,932	\$7,164,324
Outstanding shares	11	5,412,447	5,980,379
NAVPS		\$0.9716	\$1.1980

NAVPS is based on issued, outstanding and fully paid shares minus treasury shares. The expected cash outflow on redemption of these equity shares is equivalent to computed NAVPS as at reporting period.

14. INTEREST INCOME

This account consists of interest income on the following:

	Notes	2022	2021	2020
Fixed-income securities	7	\$16,969	\$5,486	\$3,707
Cash in banks	6	26	43	45
		\$16,995	\$5,529	\$3,752

Interest income is recorded gross of final withholding tax which is shown as "Income tax expense" account in the statements of comprehensive income.

Average interest rates of investments and cash in banks in 2022, 2021 and 2020 are as follows:

	2022	2021	2020
Fixed-income securities	2.23%	1.94%	1.38%
Cash in banks	0.05%	0.01%	0.01%

15. EARNINGS (LOSS) PER SHARE

The calculation of the basic and diluted earnings (loss) per share is based on the following data:

	2022	2021	2020
Total comprehensive income (loss) for the year	(\$1,236,020)	\$73,428	\$596,112
Weighted average number of shares:			
Issued and outstanding	5,747,659	6,100,805	6,002,985
Weighted average number of outstanding shares for the purpose of computing diluted earnings (loss) per share	5,747,659	6,100,805	6,002,985
Basic earnings (loss) per share	(\$0.215)	\$0.012	\$0.099
Diluted earnings (loss) per share	(\$0.215)	\$0.012	\$0.099

As at December 31, 2022 and 2021, the Company has no potential dilutive ordinary shares.

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Assets and liabilities measured at fair value on a recurring basis

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value classified under level 1 based on the degree to which the inputs to fair value are observable.

	Note	Level 1
December 31, 2022		
Global mutual funds	7	\$4,033,946
Global exchange traded funds	7	703,636
Investments in fixed-income securities	7	374,721
		\$5,112,303

	Note	Level 1
December 31, 2021		
Global mutual funds	7	\$5,063,033
Global exchange traded funds	7	1,080,441
Investments in fixed-income securities	7	400,162
Investments in mutual fund	7	170,032
		\$6,713,668

The fair value of fixed-income securities is based on quoted prices of either done deals or bid rates. Investments in mutual funds and global exchange traded funds are valued at their published NAVPS as at reporting date.

Financial assets and liabilities not measured at fair value

The carrying amounts and fair values of the Company's financial assets and financial liabilities are shown below:

	Notes	Carrying Amounts	Fair Values		
			Level 1	Level 2	Total
December 31, 2022					
Financial Assets					
Cash in banks	6	\$157,403	\$157,403	\$ -	\$157,403
Accrued interest receivable	7	2,768	-	2,768	2,768
		\$160,171	\$157,403	\$2,768	\$160,171
Financial Liabilities					
Accrued expenses and other payables	9	\$4,762	\$ -	\$4,762	\$4,762
Payable to fund manager	10	7,818	-	7,818	7,818
		\$12,580	\$ -	\$12,580	\$12,580
December 31, 2021					
Financial Assets					
Cash in banks	6	\$441,657	\$441,657	\$ -	\$441,657
Due from brokers	8	20,000	-	20,000	20,000
Accrued interest receivable	7	2,937	-	2,937	2,937
		\$464,594	\$441,657	\$22,937	\$464,594
Financial Liabilities					
Accrued expenses and other payables	9	\$2,382	\$ -	\$2,382	\$2,382
Payable to fund manager	10	10,492	-	10,492	10,492
		\$12,874	\$ -	\$12,874	\$12,874

The difference between the carrying amount of accrued expenses and other payables disclosed in the statements of financial position and the amount disclosed in this note pertains to withholding and documentary stamp taxes that are not considered financial liabilities.

Due to the short-term maturities of cash in banks, accrued interest receivable, due from brokers, accrued expenses and other payables and payable to fund manager, their carrying amounts approximate their fair values.

17. INCOME TAXES

Details of income tax expense are as follows:

	2022	2021	2020
MCIT	\$248	\$183	\$ 309
Final tax	218	6	7
Effects of change in tax rate	-	(77)	-
	\$466	\$112	\$ 316

The reconciliation between income tax expense and the product of accounting profit multiplied by 25% in 2022 and 2021 and 30% in 2020 is as follows:

	2022	2021	2020
Accounting profit (loss) before tax	(\$1,235,554)	\$73,540	\$596,428
Tax expense (benefit) at 25% in 2022 and 2021 and 30% in 2020	(\$308,889)	\$18,385	\$178,928
Adjustment for income subject to lower tax rate	(146)	(4)	(1,118)
Tax effects of:			
Unrecognized Net Operating Loss Carry-Over (NOLCO)	26,621	33,518	38,560
Unrecognized MCIT	248	183	309
Changes in current tax expense due to the change in income tax rate	-	(77)	-
Net realized (gains) loss on investments	96,890	(201,840)	(32,903)
Net unrealized fair value (gains) loss on investments	185,742	149,947	(183,460)
	\$ 466	\$ 112	\$ 316

On March 26, 2021, the Republic Act (RA) 11534 also known as "Corporate Recovery and Tax Incentives for Enterprises Act" or "CREATE" Act was passed into law which reduced the corporate income tax rates and rationalized the current fiscal incentives by making it time-bound, targeted and performance-based.

Among others, the Act includes the following significant revisions:

1. Effective July 1, 2020, domestic corporations with total assets not exceeding P100 million and net taxable income of P5 million and below shall be subject to 20% income tax rate while the other domestic corporations and resident foreign corporations will be subject to 25% tax income tax rate;
2. Minimum corporate income tax (MCIT) rate is reduced to from 2% to 1% from July 1, 2020 to June 30, 2023;

The tax rate used in the reconciliations above is the corporate tax rate of 25% in 2022 and 2021 and 30% in 2020 payable by the Company.

Details of the Company's NOLCO from previous years are as follows (in Philippine Peso) :

Year of Incurrence	Year of Expiry	Beginning Balance	Addition	Expired	2022 Balance
2019	2022	P6,435,846	P -	P6,435,846	P -
2022	2025	-	5,943,293	-	5,943,293
		P6,435,846	P5,943,293	P6,435,846	P5,943,293

Details of the Company's NOLCO covered by Revenue Regulations (RR) No. 25-2020 is as follows (in Philippine Peso):

Year of Incurrence	Year of Expiry	Beginning Balance	Addition	Expired	2022 Balance
2020	2025	P 6,177,820	P -	-	P 6,177,820
2021	2026	6,834,133	-	-	6,834,133
		P13,011,953	P -	-	P13,011,953

Pursuant to Section 4 COVID-19 Response and Recovery Interventions paragraph (bbbb) of Republic Act No. 11494 also known as "Bayanihan to Recover As One Act" and to RR No. 25-2020 of Bureau of Internal Revenue, the NOLCO incurred by the Company for taxable years 2020 and 2021 shall be carried over as a deduction from gross income for the next five consecutive taxable years immediately following the year of such loss.

Details of MCIT are as follows (in Philippine Peso):

Year Incurred	Year of Expiry	Amount	Applied Previous Year	Applied Current Year	Expired	Unapplied
2019	2022	P10,820	P -	P -	P10,820	P -
2020	2023	14,869	-	-	-	14,869
2021	2024	9,335	-	-	-	9,335
2022	2025	13,816	-	-	-	13,816
		P48,840	P -	P -	P10,820	P38,020

Deferred tax on NOLCO and MCIT was not recognized since Management believes that future taxable income will not be available against which the deferred tax asset can be utilized.

The Company's interest income from cash in banks are already subjected to final tax therefore, excluded from the computation of taxable income subject to RCIT and MCIT.

Realized gains on redemption of investments in mutual funds and traded funds are exempted from tax and are therefore excluded from the computation of taxable income subject to RCIT and MCIT.

18. CONTINGENCIES

The Company has no pending legal cases as at December 31, 2022 and 2021 that may have a material effect on the Company's financial position and results of operations.

19. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk, which includes interest rate and equity price risks, credit risk and liquidity risk. The Fund Manager exerts best efforts to anticipate events that would negatively affect the value of the Company's assets and takes appropriate actions to counter these risks. However, there is no guarantee that the strategies will work as intended. The policies for managing specific risks are summarized below.

Market risk

The Company's activities expose it primarily to the financial risks of changes in interest rates and movements in NAVPS of investments in global exchange traded funds and mutual funds. The Company has insignificant exposure to foreign exchange risk since foreign currency denominated transactions are minimal. There has been no change on the manner in which the Company manages and measures these risks.

Interest rate risk

Interest rate risk refers to the possibility that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest.

The primary source of the Company's interest rate risk relates to cash in banks and fixed-income securities. The interest rates of these financial assets are disclosed in Notes 6, 7 and 14.

The risk is managed by the Fund Manager by actively monitoring the prevailing interest rate environment. The duration of the portfolio is reduced during periods of rising rates and widening credit spreads to maximize interest income potential. Conversely, the same is increased during periods of falling rates and narrowing credit spreads.

A 50 basis points increase or decrease in the interest rates had been determined for sensitivity analysis based on the exposure to interest rates for financial assets at FVTPL and loans receivables at the end of each reporting period. The same is used for reporting interest rate risk internally to key management personnel and represents Management's assessment of the reasonable effect of the maximum possible movement in interest rates.

The following table details the increase or decrease in net profit if interest rates had been 50 basis points higher or lower and all other variables are held constant for the years ended 2022, 2021 and 2020:

Change in Interest Rates	Increase (Decrease) in Net Profit (Loss)		
	2022	2021	2020
+50 basis	(\$29,008)	(\$39,168)	(\$1,550)
-50 basis	32,732	45,064	2,055

In Management's opinion, the sensitivity analysis is unrepresentative of the inherent interest rate risk because the exposure at the end of the reporting period does not reflect the exposure during the year.

Equity price risk

The Company is exposed to equity price risks arising from investments in global exchange traded funds and mutual funds.

The risk is managed by the Fund Manager by actively monitoring the movements in NAVPS of investments in global exchange traded funds and mutual funds.

Based on the exposure to equity price risks at the end of each reporting period, if NAVPS of investments in global exchange traded funds and mutual funds had been 2% higher or lower, profit or loss for the years ended December 31, 2022, 2021 and 2020 would have increased or decreased by \$93,001, \$123,937 and \$137,463, respectively.

Other than interest and equity price risks discussed above, there are no other market risks which will significantly affect the Company's performance.

In Management's opinion, the sensitivity analysis is unrepresentative of the inherent equity price risk because the exposure at the end of the reporting period does not reflect the exposure during the year.

Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted a policy of dealing only with creditworthy counterparties, as a means of mitigating the risk of financial loss from defaults, and transacts only with entities that are rated the equivalent of investment grade of "High" down to "Low". The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

The carrying amounts of financial assets recorded in the financial statements represent the Company's maximum exposure to credit risk:

	Notes	2022	2021
Cash in banks	6	\$157,403	\$441,657
Financial assets at fair value through profit or loss	7	374,721	400,162
Due from brokers	8	-	20,000
Accrued interest receivable	7	2,768	2,937
		\$534,892	\$864,756

ECL measurement

In 2022 and 2021, ECLs are a probability-weighted estimate of credit losses (i.e. the present value of all cash shortfalls) over the expected life of the financial instrument.

PFRS 9 outlines a 'three-stage' model for impairment based on changes in credit quality since initial recognition. The Company's current credit risk grading framework comprises the following categories:

Category	Description	Basis for recognizing expected credit losses
Stage 1	The counterparty has a low risk of default and does not have any past-due amounts or that the financial instrument is not credit-impaired on initial recognition	12m ECL
Stage 2	There has been a significant increase in credit risk since initial recognition but not yet deemed to be credit-impaired	Lifetime ECL - not credit-impaired
Stage 3	There is evidence indicating that the debtor is in severe financial difficulty and the Company has no realistic prospect of recovery or that the financial instrument is credit-impaired	Lifetime ECL - credit-impaired

Measuring ECL – Explanation of inputs, assumptions and estimation techniques

The ECL is determined by projecting the PD, LGD and exposure at default (EAD) for each future month and for each individual exposure or collective segment. These three components are multiplied together and adjusted for the likelihood of survival (i.e. the exposure has not prepaid or defaulted in an earlier month). This effectively calculates an ECL for each future month, which is then discounted back to the reporting date and summed. The discount rate used in the ECL calculation is the original effective interest rate or an approximation thereof.

The maturity profile is based on historical observed data and is assumed to be the same across all assets within a portfolio and credit grade band. This is supported by historical analysis.

Given that the Company currently has no history of default on their portfolio, a model which incorporates internal default experience is not feasible. For the 12M and Lifetime PD, the Company uses external benchmarking of current internal credit ratings to S&P's using one-year transition matrices in S&P's Annual Global Corporate Default Study and Rating Transition reports. From the transition matrices, cumulative PDs are identified. The overall PD for a specific time horizon is calculated from the cumulative PD, by determining the marginal PD and taking the conditional probability of default given that it has not yet defaulted prior to the said time horizon. The resulting overall PDs are the values that will act as components in ECL calculation.

The table below summarizes the current internal credit rating equivalence system of the Company.

Summary rating	Internal credit rating	S&P rating
High	AAA	AAA
High	AA	AA- to AA+
High	A	A- to A+
High	BBB	BBB- to BBB+
Satisfactory	BB	BB- to BB+
Acceptable	B	B- to B+
Low	CCC/C	CCC- to CCC+

The 12M and lifetime EADs are determined based on the contractual repayments owed by the borrower over the 12month or lifetime basis. This will also be adjusted for any expected overpayments made by the borrower. The Company does not have an undrawn component for any of its debt instruments.

For the 12M and lifetime LGDs, considering the availability of related information, the Company used the external estimates sourced from S&P's.

Forward-looking information incorporated in the ECL models

The assessment of significant increase in credit rating and the calculation of ECL both incorporate forward-looking information. The Company has performed historical analysis and identified the key economic variables impacting credit risk and ECL for each portfolio.

The Company assessed that the key economic variables are unemployment rates for 2022 and 2021.

These economic variables and their associated impact on the PD, EAD and LGD vary by financial instrument. Expert judgment has also been applied in this process. Forecasts of these economic variables (the "base economic scenario") are based on the economic data from the International Monetary Fund (IMF) from year 2023 until 2027. The impact of these economic variables on the PD, EAD and LGD has been determined by performing statistical regression analysis to understand the impact changes in these variables have had historically on default rates and on the components of EAD and LGD.

In addition to the base economic scenario, the best value economically spanning from the historical years is taken (upside forecasts). A similar approach applies for the downside forecasts. The scenario weightings are determined by a combination of statistical analysis and expert credit judgement, taking account of the range of possible outcomes each chosen scenario is representative of. The per-scenario Forward Looking Adjustments were assigned probability weights of 70% for the base scenario and 15% for each of the upside and downside forecast in 2022 and 2021.

As with any economic forecasts, the projections and likelihoods of occurrence are subject to a high degree of inherent uncertainty and therefore the actual outcomes may be significantly different to those projected. The Company considers these forecasts to represent its best estimate of the possible outcomes and has analyzed the non-linearities and asymmetries within the Company's different portfolios to establish that the chosen scenarios are appropriately representative of the range of possible scenarios.

The following table details the credit quality of the Company's financial assets and other items, as well as the Company's maximum credit exposure to credit risk by credit risk rating grades as at December 31, 2022:

	Notes	Internal credit rating	Category	12m or lifetime ECL?	Gross carrying amount	Loss allowance	Net carrying amount
2022							
Cash in banks	6	AAA	Stage 1	12-month ECL	\$157,403	\$ -	\$157,403
Accrued interest receivable	7	AAA	Stage 1	12-month ECL	2,768	-	2,768
					\$160,171	-	\$160,171
2021							
Cash in banks	6	AAA	Stage 1	12-month ECL	\$441,657	\$ -	\$441,657
Due from brokers	8	AAA	Stage 1	12-month ECL	20,000	-	20,000
Accrued interest receivable	7	AAA	Stage 1	12-month ECL	2,937	-	2,937
					\$464,594	-	\$464,594

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

The Company aims to maintain an appropriate level of liquidity which means having sufficient liquidity to be able to meet all obligations promptly under foreseeable adverse circumstances, while not having excessive liquidity.

The Company maintains at least ten percent of the fund in liquid/semi-liquid assets in the form of cash in banks, investments in mutual funds, and other collective schemes wholly invested in liquid/semi-liquid assets to assure necessary liquidity. This is also in compliance to Section 6.10 of the Implementing Rules and Regulations of the Investment Company Act series of 2018.

The Fund Manager manages liquidity risks by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

The following table details the Company's remaining contractual maturity for its non-derivative financial liabilities. The table had been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

	Less than One Month	One Month to One Year	Total
2022			
Accrued expenses and other payables	\$ -	\$ 4,762	\$ 4,762
Payable to fund manager	7,818	-	7,818
	\$7,818	\$ 4,762	\$ 12,580
2021			
Accrued expenses and other payables	\$ -	\$2,382	\$ 2,382
Payable to fund manager	10,492	-	10,492
	\$10,492	\$2,382	\$ 12,874

The difference between the carrying amount of accrued expenses and other payables disclosed in the statements of financial position and the amount disclosed in this note pertains to withholding and documentary stamp taxes that are not considered financial liabilities.

The following table details the Company's expected maturity for its financial assets. The table had been drawn up based on the contractual maturities of the financial assets including interest that will be earned on those assets, except when the Company anticipates that the cash flows will occur in a different period.

	Average Effective Interest Rate	Less than One Year	One to Five Years	Five to Ten Years	More than Ten Years	Total
2022						
Cash in banks	0.05%	\$157,403	\$ -	\$ -	\$ -	\$157,403
Financial assets at FVTPL	2.23%	11,644	46,575	138,836	608,412	805,467
Accrued interest receivable		2,768	-	-	-	2,768
		\$171,815	\$46,575	\$138,836	\$608,412	\$965,638
2021						
Cash in banks	0.01%	\$441,657	\$ -	\$ -	\$ -	\$441,657
Financial assets at FVTPL	1.94%	7,775	31,100	38,875	551,036	628,786
Due from brokers		20,000	-	-	-	20,000
Accrued interest receivable		2,937	-	-	-	2,937
		\$472,369	\$31,100	\$38,875	\$551,036	\$1,093,380

The Company expects to meet its obligations from operating cash flows and proceeds from maturing financial assets and sale of financial assets at FVTPL.

20. CAPITAL RISK MANAGEMENT

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximizing returns to stakeholders through the optimization of the mix of high-quality debt and equity securities.

The Company is guided by its Investment Policies and Legal Limitations. All the proceeds from the sale of shares, including the original subscription payments at the time of incorporation constituting the paid-in capital, is held by the pertinent custodian banks.

The capital structure of the Company consists of issued capital as disclosed in Note 11.

The Company manages capital and NAVPS, as disclosed in Notes 11, 12 and 13, to ensure that the Company's net asset value remains competitive and appealing to prospective investors.

The Company is also governed by the following fundamental investment policies:

- It does not issue senior securities;
- It does not intend to incur any debt or borrowing. In the event that borrowing is necessary, it can do so only if, at the time of its incurrence or immediately thereafter, there is asset coverage of at least 30% for all its borrowings;

- c. It does not participate in any underwriting or selling group in connection with the public distribution of securities, except for its own share capital;
- d. It generally maintains a diversified portfolio. Asset class and geographic concentrations may vary at any time depending on the investment manager's view on the prospects;
- e. It does not invest directly in real estate properties and developments;
- f. It does not purchase or sell commodity futures contracts;
- g. It does not engage in lending operations to related parties such as the members of the Board of Directors, officers of the Company and any affiliates, or affiliated corporations of the Company;
- h. The asset mix in each type of security is determined from time to time, as warranted by economic and investment conditions; and
- i. It does not change its investment objectives without the prior approval of a majority of its shareholders.

The Investment Policies refer to the following:

- a. Investment Objective – to provide moderate and consistent returns through diversified investments in fixed income securities such as sovereign debt, corporate debt and other non-traditional investments and in equity or equity-linked securities issued by corporations globally, or through diversified investment companies invested in such securities.
- b. Benchmark – 68% Bloomberg Barclays Global Aggregate Total Return Index Value Unhedged USD + 30% MSCI ACWI + 2% 30-Day US Dollar Deposit Savings Rate.
- c. Asset Allocation Range – the Company shall allocate its funds available for investments among cash and other deposit substitute, fixed-income securities and equity securities based on certain proportion as approved by Management.

Other matters covered in the investment policy include the fees due to be paid to the Fund Manager with management and distribution fees each set at an annual rate of 1.50% of the net assets on each valuation day.

In compliance with SEC Memorandum Circular No. 21, Series of 2019 signed on September 24, 2019 in relation to independent Net Asset Value (NAV) calculation, SLAMCI (Fund Manager) engaged Citibank, N.A. Philippines to service its fund accounting functions including calculation of its NAV every dealing day. In December 2020, SLAMCI implemented the outsourced fund accounting to all Sun Life Prosperity Funds.

As at December 31, 2022 and 2021, the Company is in compliance with the above requirements and minimum equity requirement of the SEC of P50,000,000.

	2022	2021
Equity	\$5,258,932	\$7,164,324
Total assets	5,272,474	7,178,262
Equity ratio	0.9974:1	0.9981:1

21. SUPPLEMENTARY INFORMATION REQUIRED BY THE BUREAU OF INTERNAL REVENUE (BIR) UNDER REVENUE REGULATIONS NO. 15-2010

The following information on taxes, duties and license fees paid or accrued during the 2022 taxable year is presented for purposes of filing with the BIR and is not a required part of the basic financial statements.

Documentary stamp taxes

Documentary stamp taxes incurred by the Company during 2022 amounted to P3,479 representing taxes in connection with the issuance of the Company's share certificates to its shareholders. The documentary stamp tax being paid by the Company to the BIR includes those charged against the shareholders' investment for share certificate issuances in excess of ten (10) inter- fund transfers per calendar year.

Other taxes and licenses

Details of other taxes and licenses and permit fees paid and accrued in 2022 are as follows:

Charged to Operating Expenses	
Business tax	P87,751
Registration and filing fees	33,057
Residence or community tax	10,500
	P131,308

Withholding taxes

Withholding taxes paid and accrued and/or withheld consist of:

	Paid	Accrued	Total
Expanded withholding taxes	P468,414	P51,728	P520,142

Deficiency tax assessments

The Company has no tax assessments and tax cases in 2022.

22. APPROVAL OF FINANCIAL STATEMENTS

The financial statements of the Company were reviewed and endorsed by the Audit and Compliance Committee for the approval of the Board of Directors on March 8, 2023.

The Board of Directors approved the issuance of the financial statements also on March 8, 2023.

* * *

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULES

To the Board of Directors and Shareholders
SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
(An Open-end Investment Company)
Sun Life Centre, 5th Avenue corner Rizal Drive
Bonifacio Global City, Taguig City

We have audited the financial statements of Sun Life Prosperity Dollar Wellspring Fund, Inc. (the "Company") as at December 31, 2022 and 2021 and for the years ended December 31, 2022, 2021 and 2020, in accordance with Philippine Standards on Auditing on which we have rendered an unqualified opinion dated April 14, 2023.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on the attached schedule showing the reconciliation of the retained earnings available for dividend declaration and other supplementary information shown in schedules A-H, as required by the Securities and Exchange Commission under the SRC Rule 68, as Revised, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information are the responsibility of Management and have been subjected to the auditing procedures applied in our audits of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Navarro Amper & Co.
BOA Registration No. 0004, valid from June 7, 2021 to September 22, 2024
SEC A.N. 0004-SEC, issued on December 7, 2021; Group A, valid to audit 2021 to 2025 financial statements
TIN 005299331

By:



Joeffrey Mark P. Ferrer
Partner
CPA License No. 0115793
SEC A.N. 115973-SEC, issued on August 2, 2022; Group A, valid to audit 2021 to 2025 financial statements
TIN 211965340
BIR A.N. 08-002552-058-2021, issued on September 8, 2021; effective until September 7, 2024
PTR No. A-5701204, issued on January 12, 2023, Taguig City

Taguig City, Philippines
April 14, 2023



SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.

Schedule of Financial Soundness Indicators and Financial Ratios

December 31, 2022 and December 31, 2021

	Formula	2022	2021
<i>Current/ Liquidity Ratios</i>			
a. Current ratio	Current Assets/Current Liabilities	389.34:1	515.01:1
b. Quick ratio	Quick Assets/Current Liabilities	389.34:1	515.01:1
c. Cash ratio	Cash/Current Liabilities	11.62:1	31.69:1
d. Days in receivable	Receivable/Revenue * No. of days	N/A	N/A
e. Working capital ratio	(Current Assets-Current Liabilities)/Current Liabilities	388.34:1	514.01:1
f. Net working capital to sales ratio	Working Capital / Total Revenue	-14.66:1	8.66:1
g. Defensive Interval Ratio	360* (Quick Assets / Proj. Daily Operating Expense)	14309.77:1	16775.67:1
<i>Solvency Ratios</i>			
a. Long-term debt to equity ratio	Noncurrent Liabilities/Total Equity	N/A	N/A
b. Debt to equity ratio	Total Liabilities/Total Equity	0.003:1	0.002:1
c. Long term debt to total asset ratio	Noncurrent Liabilities/Total Assets	N/A	N/A
d. Total debt to asset ratio	Total Liabilities/Total Assets	0.003:1	0.002:1
Asset to equity ratio	Total Assets/Total Equity	1:1	1:1
Interest rate coverage ratio	Earning Before Income Tax/Interest Expense	N/A	N/A
<i>Profitability Ratio</i>			
a. Earnings before interest and taxes (EBIT) margin	EBIT/Revenue	344.41%	8.89%
b. Earnings before interest, taxes and depreciation and amortization (EBITDA) margin	EBITDA/Revenue	344.41%	8.89%
c. Pre-tax margin	EBIT/Revenue	344.41%	8.89%
d. Effective tax rate	Income Tax/EBIT	-0.04%	0.15%
e. Post-tax margin	Net Income After Tax/Revenue	344.54%	8.87%
f. Return on equity	Net Income After Tax/Average Common Equity	-19.90%	0.99%
g. Return on asset	NIAT/Average Total Assets	-19.85%	0.98%
Capital intensity ratio	Total Assets/Revenue	-14.7:1	8.67:1
Fixed assets to total assets	Fixed assets/Total assets	N/A	N/A
Dividend payout ratio	Dividends paid/Net Income	-0.06:1	0.14:1

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
Schedule Required under SRC Rule 68

i. Percentage of Investment in a Single Enterprise to Net Asset Value
As of December 31, 2022 and December 31, 2021

	2022			2021		
	Investment (Market Value)	Net Asset Value	% over NAV	Investment (Market Value)	Net Asset Value	% over NAV
Treasury Notes (ISIN)						
US912810SZ21	33,172	5,258,932	0.63%	223,059	7,164,324	3.11%
US912810SU34	13,519	5,258,932	0.26%	177,103	7,164,324	2.47%
US912810TB44	57,769	5,258,932	1.10%	-	7,164,324	0.00%
US91282CDY49	44,273	5,258,932	0.84%	-	7,164,324	0.00%
US912810FD00	84,563	5,258,932	1.61%	-	7,164,324	0.00%
US912810TG31	113,663	5,258,932	2.16%	-	7,164,324	0.00%
US91282CEP23	27,764	5,258,932	0.53%	-	7,164,324	0.00%
Mutual Funds						
BLACK ROCK GLOBAL FUNDS-ASIAN TIGER BOND FUND	155,265	5,258,932	2.95%	132,885	7,164,324	1.85%
MFS MERIDIAN FUNDS-EUROPEAN RESEARCH FUND	76,178	5,258,932	1.45%	153,801	7,164,324	2.15%
WELLINGTON GLOBAL QUALITY GROWTH FUND	115,275	5,258,932	2.19%	95,374	7,164,324	1.33%
MORGAN STANLEY US ADVANTAGE FUND	21	5,258,932	0.00%	33,985	7,164,324	0.47%
MORGAN STANLEY INVESTMENT FUNDS - GLOBAL BOND FUND	414,673	5,258,932	7.89%	169,133	7,164,324	2.36%
SPDR MSCI ACWI UCITS ETF	164	5,258,932	0.00%	202	7,164,324	0.00%
JPMORGAN FUNDS-INCOME FUND	352,915	5,258,932	6.71%	810,061	7,164,324	11.31%
MFS MERIDIAN FUNDS - GLOBAL HIGH YIELD FUND	2,223	5,258,932	0.04%	309,733	7,164,324	4.32%
JPMORGAN INVESTMENT FUNDS - US SELECT EQUITY FUND	183,098	5,258,932	3.48%	640,685	7,164,324	8.94%
MFS MERIDIAN FUNDS - CONTINENTAL EUROPEAN EQUITY FUND	11,657	5,258,932	0.22%	179,846	7,164,324	2.51%
NEW CAPITAL WEALTHY NATIONS BOND FUND	171,514	5,258,932	3.26%	294,279	7,164,324	4.11%
ISHARES CORE GLOBAL AGGREGATE BOND UCITS ETF	648,479	5,258,932	12.33%	972,431	7,164,324	13.57%
JPMORGAN FUNDS - GLOBAL RESEARCH ENHANCED INDEX EQUITY	227,368	5,258,932	4.32%	88,535	7,164,324	1.24%
NOMURA FUNDS IRELAND - ASIA EX JAPAN HIGH CONVICTION FUND	41,845	5,258,932	0.80%	53,225	7,164,324	0.74%
JPM FUNDS - CHINA FUND	12,154	5,258,932	0.23%	23,934	7,164,324	0.33%
JPMORGAN FUNDS - JPM US AGGREGATE BOND FUND	504,800	5,258,932	9.60%	379,980	7,164,324	5.30%
INVESCO JAPANESE EQUITY VALUE DISCOVERY FUND	86,497	5,258,932	1.64%	92,548	7,164,324	1.29%
WELLINGTON GLOBAL BOND FUND	322,270	5,258,932	6.13%	-	7,164,324	0.00%
ISHARES CORE MSCI WORLD UCITS ETF	73	5,258,932	0.00%	107,808	7,164,324	1.50%
NEW CAPITAL UCITS FUND PLC - NEW CAPITAL GLOBAL EQUITY CONVICTION FUND	25,245	5,258,932	0.48%	156,884	7,164,324	2.19%
NEW CAPITAL US SMALL CAP GROWTH FUND	10,197	5,258,932	0.19%	54,903	7,164,324	0.77%
PIMCO FUNDS: GLOBAL INVESTORS SERIES PLC -INCOME FUND	551,002	5,258,932	10.48%	872,423	7,164,324	12.18%
THREADNEEDLE LUX - GLOBAL FOCUS	131,662	5,258,932	2.50%	227,793	7,164,324	3.18%
SUN LIFE PROSPERITY DOLLAR STARTER FUND, INC	-	5,258,932	0.00%	170,032	7,164,324	2.37%
BLACKROCK GLOBAL FUNDS - INDIA FUND	16,591	5,258,932	0.32%	-	7,164,324	0.00%
BLACKROCK GLOBAL FUNDS - UNITED KINGDOM FUND	168	5,258,932	0.00%	-	7,164,324	0.00%
MUTUAL GLOBAL DISCOVERY FUND	207,839	5,258,932	3.95%	-	7,164,324	0.00%
FTIF - FRANKLIN U.S. OPPORTUNITIES FUND	51,071	5,258,932	0.97%	-	7,164,324	0.00%
HSBC GLOBAL INVESTMENT FUNDS - ASIA HIGH YIELD BOND	4	5,258,932	0.00%	-	7,164,324	0.00%
HSBC JAPAN SUSTAINABLE EQUITY UCITS ETF	13	5,258,932	0.00%	-	7,164,324	0.00%
ISHARES USD ULTRASHORT BOND UCITS ETF	54,907	5,258,932	1.04%	-	7,164,324	0.00%
EQUITY FUND	131,165	5,258,932	2.49%	-	7,164,324	0.00%
FUND	195	5,258,932	0.00%	-	7,164,324	0.00%
SCHRODER ISF CHINA OPPORTUNITIES	15,389	5,258,932	0.29%	18,236	7,164,324	0.25%
SCHRODER ISF US LARGE CAP	174,570	5,258,932	3.32%	274,789	7,164,324	3.84%
SCHRODER ISF ASIAN EQUITY YIELD	41,095	5,258,932	0.78%	-	7,164,324	0.00%
TOTAL SCHRODER	231,053	5,258,932	4.39%	293,025	7,164,324	4.09%

ii. Total Investment of the Fund to the Outstanding Securities of an Investee Company

As of December 31, 2022 and December 31, 2021

	Total Investment	2022 Outstanding Securities of an Investee Company	% over Investee	Total Investment	2021 Outstanding Securities of an Investee Company	% over Investee
Treasury Notes (ISIN)						
US912810SZ21	50,000	**	-	220,000	**	-
US912810SU34	21,000	**	-	180,000	**	-
US912810TB44	90,000	**	-	-	**	-
US91282CDY49	52,000	**	-	-	**	-
US912810TD00	120,000	**	-	-	**	-
US912810TG31	140,000	**	-	-	**	-
US91282CEP23	30,000	**	-	-	**	-
Mutual Funds						
BLACK ROCK GLOBAL FUNDS-ASIAN TIGER BOND FUND	4,280	88,455,072	0.00%	3,077	108,648,621	0.00%
MFS MERIDIAN FUNDS-EUROPEAN RESEARCH FUND	327	9,508,485	0.00%	553	11,815,367	0.00%
WELLINGTON GLOBAL QUALITY GROWTH FUND	3,350	180,281,690	0.00%	2,075	-	0.00%
MORGAN STANLEY US ADVANTAGE FUND	0.26	50,510,478	0.00%	189	63,309,562	0.00%
MORGAN STANLEY INVESTMENT FUNDS - GLOBAL BOND FUND	9,666	20,970,065	0.05%	3,287	-	0.00%
SPDR MSCI ACWI UCITS ETF	1	12,493,129	0.00%	1	17,126,767	0.00%
JPMORGAN FUNDS-INCOME FUND	2,766	77,231,228	0.00%	5,856	86,689,099	0.01%
MFS MERIDIAN FUNDS - GLOBAL HIGH YIELD FUND	10	1,059,107	0.00%	-	-	0.00%
JPMORGAN INVESTMENT FUNDS - US SELECT EQUITY FUND	341	8,468,086	0.00%	934	8,195,126	0.01%
MFS MERIDIAN FUNDS - CONTINENTAL EUROPEAN EQUITY FUND	663.83	1,066,982	0.06%	-	-	0.00%
NEW CAPITAL WEALTHY NATIONS BOND FUND	1,389	11,649,363	0.01%	1,896	-	0.00%
ISHARES CORE GLOBAL AGGREGATE BOND UCITS ETF	150,024	168,377,754	0.09%	186,934	143,026,861	0.13%
JPMORGAN FUNDS - GLOBAL RESEARCH ENHANCED INDEX EQUITY	790	2,688,209	0.03%	252	2,220,080	0.01%
NOMURA FUNDS IRELAND - ASIA EX JAPAN HIGH CONVICTION FUND	224	1,208,121	0.02%	211	1,212,849	0.02%
JPM FUNDS - CHINA FUND	227	110,056,142	0.00%	340	100,280,979	0.00%
JPMORGAN FUNDS - JPM US AGGREGATE BOND FUND	28,928	225,117,057	0.01%	19,075	196,875,648	0.01%
INVESCO JAPANESE EQUITY VALUE DISCOVERY FUND	5,287	6,173,732	0.09%	5,282	7,188,944	0.07%
WELLINGTON GLOBAL BOND FUND	33,930	200,421,941	0.02%	-	-	0.00%
ISHARES CORE MSCI WORLD UCITS ETF	1	595,695,329	0.00%	1,200	515,571,544	0.00%
NEW CAPITAL UCITS FUND PLC - NEW CAPITAL GLOBAL EQUITY CONVICTION FUND	143	2,346,721	0.01%	647	3,591,229	0.02%
NEW CAPITAL US SMALL CAP GROWTH FUND	57	640,396	0.01%	228	284,042	0.08%
PIMCO FUNDS: GLOBAL INVESTORS SERIES PLC -INCOME FUND	34,807	3,799,019,608	0.00%	51,109	-	0.00%
THREADNEEDLE LUX - GLOBAL FOCUS	6,099	81,121,130	0.01%	7,832	-	0.00%
SUN LIFE PROSPERITY DOLLAR STARTER FUND, INC	-	-	0.00%	160,317	175,080,242	0.09%
BLACKROCK GLOBAL FUNDS - INDIA FUND	331	8,280,515	0.00%	-	**	-
BLACKROCK GLOBAL FUNDS - UNITED KINGDOM FUND	1	1,562,952	0.00%	-	**	-
MUTUAL GLOBAL DISCOVERY FUND	8,257	19,371,176	0.04%	-	**	-
FTIF - FRANKLIN U.S. OPPORTUNITIES FUND	932	95,739,263	0.00%	-	**	-
HSBC GLOBAL INVESTMENT FUNDS - ASIA HIGH YIELD BOND	0.47	229,165,888	0.00%	-	**	-
HSBC JAPAN SUSTAINABLE EQUITY UCITS ETF	1	11,583,139	0.00%	-	**	-
ISHARES USD ULTRASHORT BOND UCITS ETF	550	3,065,635	0.02%	-	**	-
EQUITY FUND	6,175	24,379,657	0.03%	-	**	-
FUND	1	10,264,154	0.00%	-	**	-
SCHRODER ISF CHINA OPPORTUNITIES	36	3,810,908	0.00%	35	3,004,655	0.00%
SCHRODER ISF US LARGE CAP	647	8,803,273	0.01%	857	7,873,921	0.01%
SCHRODER ISF ASIAN EQUITY YIELD	1,143	29,023,754	0.00%	-	**	-
TOTAL SCHRODER	1,827	**	-	-	-	-

iii Total Investment in Liquid or Semi-Liquid Assets to Total Assets

As of December 31, 2022 and December 31, 2021

	2022	2021
Total Liquid and Semi-Liquid Assets	5,272,474	7,178,262
TOTAL ASSETS	5,272,474	7,178,262
Total Investment in Liquid or Semi-Liquid Assets to Total Assets	100.00%	100.00%

iv. Total Operating Expenses to Total Net Worth

As of December 31, 2022 and December 31, 2021

	2022	2021
Total Operating Expenses	132,643	154,043
Average Daily Net Worth	6,000,856	7,356,865
Total Operating Expenses to Average Daily Net Worth	2.21%	2.09%

v. Total Assets to Total Borrowings

As of December 31, 2022 and December 31, 2021

	2022	2021
Total Assets	5,272,474	7,178,262
Total Borrowings	13,542	13,938
Total Assets to Total Borrowings	38934.23%	51501.38%

** Figures not available

**RECONCILIATION OF RETAINED EARNINGS
AVAILABLE FOR DECLARATION**

As at December 31, 2022

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
Sun Life Centre, 5th Avenue corner Rizal Drive, Bonifacio Global City, Taguig City

Items	Amount
Unappropriated Retained Earnings, beginning	\$ 1,264,913
Adjustments:	
Accumulated unrealized fair value gain as of December 31, 2021	(418,288)
Treasury shares as of December 31, 2021	(615,951)
Unappropriated Retained Earnings, as adjusted, beginning	\$ 230,674
Net income based on the face of AFS	(1,236,020)
Stock dividend issuance	(78,450)
Adjustments for non-actual (gains) losses	
Effect of movements in accumulated unrealized gain during the year	744,141
Net Income Actual/Realized	(570,329)
Add: Treasury shares acquired during the year	(517,996)
Unappropriated Retained Earnings, as adjusted, ending	\$ (857,651)

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
Sun Life Centre, 5th Avenue, Corner Rizal Drive, Bonifacio Global, Taguig City

**Additional Requirements for Issuers of Securities to the Public
Required by the Securities and Exchange Commission
As at December 31, 2022**

TABLE OF CONTENTS

	<u>Page</u>
Table of Contents	
A. Financial Assets	<u>2</u>
B. Amounts Receivable from Directors, Officers, Employees, Related Parties, and Principal Stockholders (Other than Related parties)	<u>N.A.</u>
C. Amounts Receivable from Related Parties which are Eliminated during the Consolidation of Financial Statements	<u>N.A.</u>
D. Intangible Assets - Other Assets	<u>N.A.</u>
E. Long-Term Debt	<u>N.A.</u>
F. Indebtedness to Related Parties	<u>3</u>
G. Guarantees of Securities of Other Issuers	<u>N.A.</u>
H. Capital Stock	<u>4</u>

SUN LIFE PROSPERITY DOLLAR WELLSPRING FUND, INC.
Sun Life Centre, 5th Avenue, Corner Rizal Drive, Bonifacio Global, Taguig City

SCHEDULE A - FINANCIAL ASSETS
As at December 31, 2022

Name of Issuing Entity and Association of Each Issue	Number of Shares or Principal Amount of Bonds and Notes	Amount shown in the Balance Sheet	Income Received and Accrued
Treasury Bonds and Notes Issued by the Nat'l. Government	\$ 503,000	\$ 374,722	\$ 15,541
Mutual Funds:			
BLACK ROCK GLOBAL FUNDS-ASIAN TIGER BOND FUND	4,280	155,265	
MFS MERIDIAN FUNDS-EUROPEAN RESEARCH FUND	327	76,178	
WELLINGTON GLOBAL QUALITY GROWTH FUND	3,350	115,275	
MORGAN STANLEY US ADVANTAGE FUND FUND	-	21	
	9,666	414,673	
SPDR MSCI ACWI UCITS ETF	1	164	
JPMORGAN FUNDS-INCOME FUND	2,766	352,915	
MFS MERIDIAN FUNDS - GLOBAL HIGH YIELD FUND	10	2,223	
JPMORGAN INVESTMENT FUNDS - US SELECT EQUITY FUND FUND	342	183,098	
	664	11,657	
NEW CAPITAL WEALTHY NATIONS BOND FUND	1,389	171,514	
ISHARES CORE GLOBAL AGGREGATE BOND UCITS ETF	150,024	648,479	
JPMORGAN FUNDS - GLOBAL RESEARCH ENHANCED INDEX EQUITY	790	227,368	
NOMURA FUNDS IRELAND - ASIA EX JAPAN HIGH CONVICTION FUND	224	41,845	
SCHRODER ISF CHINA OPPORTUNITIES	36	15,389	
JPM FUNDS - CHINA FUND	227	12,154	
JPMORGAN FUNDS - JPM US AGGREGATE BOND FUND	28,928	504,800	
INVESCO JAPANESE EQUITY VALUE DISCOVERY FUND	5,287	86,497	
WELLINGTON GLOBAL BOND FUND	33,930	322,270	
ISHARES CORE MSCI WORLD UCITS ETF	1	73	
NEW CAPITAL UCITS FUND PLC - NEW CAPITAL GLOBAL EQUITY CONVICTION FUND	143	25,245	
NEW CAPITAL US SMALL CAP GROWTH FUND FUND	57	10,197	
	34,807	551,002	
SCHRODER ISF US LARGE CAP	647	174,570	
THREADNEEDLE LUX - GLOBAL FOCUS	6,099	131,662	
SUN LIFE PROSPERITY DOLLAR STARTER FUND, INC	-	-	
BLACKROCK GLOBAL FUNDS - INDIA FUND	331	16,591	
BLACKROCK GLOBAL FUNDS - UNITED KINGDOM FUND	1	168	
MUTUAL GLOBAL DISCOVERY FUND	8,257	207,839	
FTIF - FRANKLIN U.S. OPPORTUNITIES FUND	932	51,071	
HSBC GLOBAL INVESTMENT FUNDS - ASIA HIGH YIELD BOND	-	4	
HSBC JAPAN SUSTAINABLE EQUITY UCITS ETF	1	13	
ISHARES USD ULTRASHORT BOND UCITS ETF EQUITY FUND	550	54,907	
	6,175	131,165	
FUND	1	195	
SCHRODER ISF ASIAN EQUITY YIELD	1,144	41,095	
	301,387	4,737,582	11,698
TOTAL	\$ 804,387	\$ 5,112,303	\$ 27,239

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
Sun Life Centre, 5th Avenue, Corner Rizal Drive, Bonifacio Global, Taguig City

SCHEDULE F - INDEBTEDNESS TO RELATED PARTIES
As at December 31, 2022

Name of Related Party	Relationship	Balance at beginning of period	Balance at end of period
Sun Life Asset Management Company, Inc.	Fund Manager	\$10,492	\$7,818
TOTAL		\$10,492	\$7,818

SUN LIFE PROSPERITY DOLLAR WELLSRING FUND, INC.
Sun Life Centre, 5th Avenue, Corner Rizal Drive, Bonifacio Global, Taguig City

SCHEDULE H - CAPITAL STOCK
As at December 31, 2022

Title of Issue	Number of Shares Authorized	Number of Shares Issued and Outstanding	Number of Shares reserved for options, warrants, conversion and other rights	Number of Shares Held By		
				Related Parties	Directors, Officers and Employees	Others
Share Capital						
Ordinary Shares	10,000,000	6,487,796	-	792,170	5	5,695,621
Treasury Shares	-	(1,075,349)	-	-	-	(1,075,349)
TOTAL	10,000,000	5,412,447	-	792,170	5	4,620,272