

From: Philippine Stock Exchange <no-reply@pse.com.ph>
Date: April 24, 2023 at 2:58:54 PM GMT+8
Subject: Quarterly Report

Dear Sir/Madam:

Your disclosure was approved as Company Report. Details are as follows:

Company Name: Premium Leisure Corp.
Reference Number: 0014404-2023
Date and Time: Monday, April 24, 2023 14:58 PM
Template Name: Quarterly Report
Report Number: CR02855-2023

Best Regards,
PSE EDGE

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The Philippine Stock Exchange, Inc., 6th to 10th Floors, PSE Tower, 5th Avenue corner 28th Street, Bonifacio Global City, Taguig City, Philippines 1634

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

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

1. For the quarterly period ended
Mar 31, 2023
2. SEC Identification Number
AS093-009289
3. BIR Tax Identification No.
003-457-827
4. Exact name of issuer as specified in its charter
Premium Leisure Corp.
5. Province, country or other jurisdiction of incorporation or organization
Philippines
6. Industry Classification Code(SEC Use Only)
7. Address of principal office
5/F Tower A, Two E-Com Center, Palm Coast Avenue, Mall of Asia Complex, Pasay City
Postal Code
1300
8. Issuer's telephone number, including area code
02-86628888
9. Former name or former address, and former fiscal year, if changed since last report
n.a.
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common Stock, Php0.25 par value	31,216,931,000

11. Are any or all of registrant's securities listed on a Stock Exchange?
Yes No
If yes, state the name of such stock exchange and the classes of securities listed therein:
The Philippine Stock Exchange, Inc.
12. Indicate by check mark whether the registrant:

(a) has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports)

Yes No

(b) has been subject to such filing requirements for the past ninety (90) days

Yes No

The Exchange does not warrant and holds no responsibility for the veracity of the facts and representations contained in all corporate disclosures, including financial reports. All data contained herein are prepared and submitted by the disclosing party to the Exchange, and are disseminated solely for purposes of information. Any questions on the data contained herein should be addressed directly to the Corporate Information Officer of the disclosing party.



P R E M I U M
LEISURE CORP.

**Premium Leisure Corp.
PLC**

PSE Disclosure Form 17-2 - Quarterly Report
References: SRC Rule 17 and
Sections 17.2 and 17.8 of the Revised Disclosure Rules

For the period ended	Mar 31, 2023
Currency (indicate units, if applicable)	PHP

Balance Sheet

	Period Ended	Fiscal Year Ended (Audited)
	Mar 31, 2023	Dec 31, 2022
Current Assets	5,538,138,056	6,194,382,283
Total Assets	16,244,209,106	16,985,905,538
Current Liabilities	729,098,231	730,587,574
Total Liabilities	1,031,257,735	816,521,728
Retained Earnings/(Deficit)	1,123,623,741	2,094,797,559

Stockholders' Equity	15,212,951,371	16,169,383,810
Stockholders' Equity - Parent	14,839,037,684	15,803,011,997
Book Value per Share	0.48	0.51

Income Statement

	Current Year (3 Months)	Previous Year (3 Months)	Current Year-To-Date	Previous Year-To-Date
Gross Revenue	893,871,324	448,380,334	893,871,324	448,380,334
Gross Expense	310,137,651	184,951,543	310,137,651	184,951,543
Non-Operating Income	71,641,476	36,226,680	71,641,476	36,226,680
Non-Operating Expense	599,192	0	599,192	0
Income/(Loss) Before Tax	654,775,957	299,655,471	654,775,957	299,655,471
Income Tax Expense	29,386,638	1,272,703	29,386,638	1,272,703
Net Income/(Loss) After Tax	625,389,319	298,382,768	625,389,319	298,382,768
Net Income Attributable to Parent Equity Holder	578,217,131	292,793,391	578,217,131	292,793,391
Earnings/(Loss) Per Share (Basic)	0.01	0	0.01	0
Earnings/(Loss) Per Share (Diluted)	0.01	0	0.01	0

	Current Year (Trailing 12 months)	Previous Year (Trailing 12 months)
Earnings/(Loss) Per Share (Basic)	0.04	0.03
Earnings/(Loss) Per Share (Diluted)	0.04	0.03

Other Relevant Information

n.a

Filed on behalf by:

Name	Esperanza Bagsit
Designation	Manager

COVER SHEET

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S.E.C. Registration Number

[illegible]

(Company's Full Name)

[illegible]

(Business Address: No. Street City / Town / Province)									
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MICHELLE ANGELI T. HERNANDEZ

Contact Person

(632) 8662-8888

Company Telephone Number

1 2 3 1
Month Day

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FORM TYPE

Month Day
Annual Meeting

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Secondary License Type, If Applicable

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Dept. Requiring this Doc.

Amended Articles Number/Section

359

Total No. of Stockholders

Total Amount of Borrowings

	Total Affected

Domestic

of Borrowings

Foreign

To be Accomplished by SEC Personnel concerned

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File Number

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SEC Number AS093-009289
File Number _____

PREMIUM LEISURE CORP.
(Company's Full Name)

5th Floor Tower A Two E-Com Center
Palm Coast Avenue, Mall of Asia Complex,
CBP-1A, Pasay City
(Company's Address)

(632) 8662-8888
(Telephone Numbers)

31 March 2023
(Quarter Ending)

SEC FORM 17-Q
(Form Type)

**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 17-Q**

**QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES
REGULATION CODE**

1. For quarterly period ended **March 31, 2023**
2. SEC Identification Number **AS093-009289**
3. BIR Tax Identification No. **003-457-827**
4. Exact name of registrant as specified in its charter:

PREMIUM LEISURE CORP
5. Province, Country or other jurisdiction of incorporation/organization: **Philippines**
6.

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 (SEC Use Only)
7. Address of Principal Office:
**5th Floor, Tower A, Two E-Com Center, Palm Coast Avenue,
Mall of Asia Complex, CBP-1A, Pasay City**
8. Registrant's telephone number, including area code: **(632) 8662-8888**
9. Former name, former address, and former fiscal year, if changed since last report.
Not applicable
10. Securities registered pursuant to Sections 4 and 8 of the SRC

Title of Each Class	Number of Shares of Common Stock Outstanding
Common Stock, ₱0.25¹ par value	31,216,931,000

11. Are any or all of these securities listed on the Philippine Stock Exchange (PSE).
Yes ☒ No ☐

Out of a total of 31,216,931,000 outstanding shares, 31,216,930,995 shares are listed on the PSE. With the exception of shares initially offered to the public in August 1995, only fully paid shares were allowed to be listed in the PSE under PSE Circular No. 562 dated November 27, 1995.

12. Check whether the issuer:
 - a) has filed all reports required to be filed by Section 17 of the Securities Regulation Code and under Section 26 and 141 of the Corporation Code of the Philippines during the preceding 12 months (or for such shorter period that the registrant was required to file such reports):

Yes ☒ No ☐
 - b) has been subject to such filing requirements for the past 90 days.
Yes ☒ No ☐

¹New par value of ₱0.25 was approved by the Securities and Exchange Commission on May 29, 2014.

PART 1- FINANCIAL INFORMATION

Item 1. Financial Statements

The following unaudited financial statements are submitted as part of this report:

- Consolidated Statements of Financial Position as of March 31, 2023 and December 31, 2022;
- Consolidated Statements of Comprehensive Income for the Three Months ended March 31, 2023 and March 31, 2022;
- Consolidated Statements of Changes in Equity for the Three Months ended March 31, 2023 and March 31, 2022;
- Consolidated Statements of Cash Flows for the Three Months ended March 31, 2023 and March 31, 2022.

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

PREMIUM LEISURE CORP AND SUBSIDIARIES CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Three Months Ended March 31		Horizontal Analysis		Vertical Analysis	
	2023	2022	Increase (Decrease)		2023	2022
	(Unaudited)	(Unaudited)	Amount	%	%	%
INCOME						
Gaming share revenue	714,682,846	344,272,944	370,409,901	108%	80%	77%
Equipment lease rentals	179,188,478	104,107,390	75,081,087	72%	20%	23%
	893,871,324	448,380,334	445,490,989	99%	100%	100%
COST AND EXPENSES						
Salaries and payroll related expenses	20,086,199	24,674,308	-4,588,110	-19%	2%	6%
Software and license fees	19,488,093	11,791,456	7,696,637	65%	2%	3%
Repairs, maintenance and communication	11,730,483	12,598,879	-868,396	-7%	1%	3%
General and administrative expenses	197,671,384	49,463,755	148,207,629	300%	22%	11%
Amortization of intangible	59,618,121	59,618,121	-	0%	7%	13%
Depreciation expense	1,543,371	26,805,024	-25,261,654	-94%	0%	6%
	310,137,651	184,951,543	125,186,108	68%	35%	41%
OTHER INCOME (EXPENSES)						
Interest income	65,642,213	28,099,811	37,542,403	134%	7%	6%
Dividend Income	5,999,263	-	5,999,263	#DIV/0!	1%	0%
Other income (charges)	(599,192)	8,126,869	-8,726,061	-107%	0%	2%
	71,042,285	36,226,680	34,815,605	96%	8%	8%
NET INCOME (LOSS) BEFORE INCOME TAX	654,775,957	299,655,471	355,120,486	119%	73%	67%
PROVISION(BENEFIT FROM) INCOME TAX	29,386,638	1,272,703	28,113,934	2209%	3%	0%
NET INCOME	625,389,319	298,382,768	327,006,551	110%	70%	67%
<i>Net income attributable to Parent</i>	<i>578,217,131</i>	<i>292,793,391</i>	<i>285,423,740</i>	<i>97%</i>	<i>65%</i>	<i>65%</i>
<i>Net income attributable to Minority interest</i>	<i>47,172,188</i>	<i>5,589,377</i>	<i>41,582,812</i>	<i>744%</i>	<i>5%</i>	<i>1%</i>

PLC recognized Php893.9 million consolidated revenues for the three months ended March 31, 2023, up by Php445.5 million or 99% from the same period last year.

The improvement in PLC's revenues is mainly brought about by better and more robust economic activities in 2023 despite the continuing effects of the Covid-19 pandemic in the country.

As of March 31, 2023, PLC's subsidiary, PremiumLeisure and Amusement, Inc. (PLAI), which earns gaming revenue share from the City of Dreams Manila (CODM), showed significant improvement in revenue, which increased by Php370.4 million (108%) to Php714.7 million for the 2023 period from Php344.3 million for the 2022 period, because of the improvement in the CODM casino operations and the easing of Covid-19 quarantine restrictions.

Cost and expenses increased from Php185 million as of March 31, 2022 to Php310.1 million as of March 31, 2023 mainly due to the higher variable costs that move in line with the improved operational results for the period.

PLC recognized Php625.4 million net income for the three months ended March 31, 2023 which is Php327.0 million (110%) higher than the net income of Php298.3 million that was recognized in 2022.

Operating EBITDA (proxy for cash flow) for the period is at Php644.9 million showing an improvement of Php295.0 million (84%) from the reported EBITDA of Php349.9 million as of March 31, 2022.

PREMIUM LEISURE CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Three Months Ended March 31		Horizontal Analysis		Vertical Analysis	
	2023	2022	Increase (Decrease)		2023	2022
	(Unaudited)	(Unaudited)	Amount	%	%	%
NET INCOME	625,389,319	298,382,768	327,006,551	110%	70%	67%
OTHER COMPREHENSIVE INCOME (LOSS)						
Marked-to-market loss on financial assets at fair value through other comprehensive income (FVOCI)	7,199,509	9,550,108	(2,350,600)	-25%	1%	2%
TOTAL COMPREHENSIVE INCOME (LOSS)						
FOR THE PERIOD	P 632,588,828	P 307,932,876	P 324,655,952	105%	71%	69%
<i>Total Comprehensive income attr to Parent</i>	585,416,640	303,008,795	282,407,846	93%	65%	68%
<i>Total Comprehensive income attr to Minority</i>	47,172,188	4,924,081	42,248,107	858%	5%	1%
Total	632,588,828	307,932,876	324,655,952	105%	71%	69%

PLC's comprehensive income (loss) pertains to the unrealized gains (losses) arising from changes in market value of its financial assets at FVOCI. PLC recognized comprehensive income amounting to Php7.2 million for the three months ending March 31, 2023 as a result of the improvement in share prices of its financial asset investments. As such, PLC recognized a total comprehensive income amounting to Php632.6 million (of which, Php585.4 million is attributable to parent shareholders) as of March 31, 2023.

Aside from what has been mentioned in the foregoing, there were no significant elements that arose from continuing operations, nor were there any seasonal events that had a material effect on the results of operations of PLC during the three months ended March 31, 2023.

PREMIUM LEISURE CORP AND SUBSIDIARIES
Consolidated Statements of Financial Position

	March 31, 2023	December 31, 2022	Horizontal Analysis		Vertical Analysis	
	(Unaudited)	(Audited)	Increase (Decrease)		2023	2022
			Amount	%	%	%
ASSETS						
Current Assets						
Cash and cash equivalents	682,169,557	1,778,570,078	(1,096,400,521)	-62%	4%	10%
Investment held for trading	71,212,323	72,682,452	(1,470,129)	-2%	0%	0%
Notes receivable	3,705,925,000	3,705,925,000	-	0%	23%	22%
Trade and other receivables	485,415,051	212,568,231	272,846,820	128%	3%	1%
Other current assets	593,416,125	424,636,522	168,779,603	40%	4%	2%
Total Current Assets	5,538,138,056	6,194,382,283	(656,244,227)	-11%	34%	36%
Noncurrent Assets						
Intangible asset	8,416,091,428	8,475,709,551	(59,618,123)	-1%	52%	50%
Financial assets at fair value through OCI	693,930,726	686,731,218	7,199,508	1%	4%	4%
Investment property	285,510,452	285,510,452	(0)	0%	2%	2%
Goodwill	926,007,748	926,007,748	0	0%	6%	5%
Property and equipment	1,535,991	2,103,394	(567,403)	-27%	0%	0%
Right of use asset	726,159	1,815,399	(1,089,240)	-60%	0%	0%
Other non-current assets	382,268,546	413,645,493	(31,376,947)	-8%	2%	2%
Total Noncurrent Assets	10,706,071,050	10,791,523,255	(85,452,205)	-1%	66%	64%
Total Assets	P 16,244,209,106	P 16,985,905,538	(741,696,432)	-4%	100%	100%
LIABILITIES AND EQUITY						
Current Liabilities						
Trade payables and other current liabilities	728,336,696	728,696,132	(359,436)	0%	4%	4%
Lease liability - current	761,535	1,891,442	(1,129,907)	-60%	0%	0%
Total current liabilities	729,098,231	730,587,574	(1,489,343)	0%	4%	4%
Noncurrent Liability						
Loans payable	282,000,000	67,500,000	214,500,000	318%	2%	0%
Deferred tax liability	531,152	531,152	0	0%	0%	0%
Retirement liability	19,628,352	17,903,002	1,725,350	10%	0%	0%
Total non-current liabilities	302,159,504	85,934,154	216,225,350	252%	2%	1%
Total Liabilities	P 1,031,257,735	P 816,521,728	214,736,007	26%	6%	5%
Equity						
Capital Stock	7,906,827,500	7,906,827,500	-	0%	49%	47%
Additional paid-in capital	7,238,721,924	7,238,721,924	-	0%	45%	43%
Treasury shares	(220,430,080)	(220,430,080)	-	0%	-1%	-1%
Cost of parent shares held by a subsidiary	(509,597,055)	(509,597,055)	-	0%	-3%	-3%
Other reserves	(700,108,346)	(707,307,851)	7,199,505	1%	-4%	-4%
Retained earnings (deficit)	1,123,623,741	2,094,797,559	(971,173,818)	-46%	7%	12%
Total equity attributable to Parent	14,839,037,684	15,803,011,997	(963,974,313)	-6%	91%	93%
Non-controlling interest	373,913,687	366,371,813	7,541,874	2%	2%	2%
Total Equity	15,212,951,371	16,169,383,810	(956,432,440)	-6%	94%	95%
Total Liabilities and Equity	P 16,244,209,106	P 16,985,905,538	(741,696,432)	-4%	100%	100%

As at March 31, 2023, PLC's total assets amounted to Php16,244.2 million, lower by Php741.7 million (4%) versus total assets as at December 31, 2022. Key movements in balance sheet items are as follows:

Cash and cash equivalents

Cash and cash equivalents include cash in bank and short-term investments or cash equivalents of the Company.

Cash and cash equivalents decreased by Php1,096.4 million (62%) as at March 31, 2023 mainly because of the payment of cash dividends amounting to Php1,549.4 during March 2023, offset by the collection of gaming revenue share and equipment lease rental revenues, net of disbursements made during the period.

Trade and other receivables

Trade and other receivables include trade receivables from PCSO for POSC's equipment rentals and receivables from Melco for City of Dreams Manila's gaming share revenue as well as other receivables. The Company recorded net increase in trade and other receivables by ₱272.8 million (128%) due to higher revenues and related receivables for the period.

Investments held for trading

Investments held for trading decreased by Php1.5 million (2%) from Php72.7 million in 2022 to Php71.2 million in 2023 due to the mark-to-market loss on share price value of the shares of stock.

Other Current Assets

Other current assets include creditable withholding taxes, prepaid expenses and advances to suppliers made by PinoyLotto Technologies Corp. (PinoyLotto), the Joint Venture operation which is 50%-owned by Pacific Online Systems Corporation (POSC), PLC's subsidiary. PinoyLotto was awarded the five-year lease of the Nationwide PCSO Lottery System. The increase in the other current assets is because of the downpayments made by PinoyLotto to suppliers as it gears toward nationwide operations.

Intangible Asset

The Company's intangible asset pertains to the Philippine Gaming and Amusement Corporation (PAGCOR) gaming license obtained by PLC through its subsidiary, PremiumLeisure and Amusement, Inc. (PLAI). The decrease in the intangible asset account is brought about by the amortization of the license.

Investment Property

As at March 31, 2023 and December 31, 2022, this account pertains to investment property of the Company in Tanauan, Batangas.

Property and equipment

Property and equipment (PPE) of the Company pertains to online lottery equipment, leasehold improvements, office and transportation equipment. There is a decrease of Php.57 million (27%) from Php2.1 million as at December 31, 2022 to Php1.5 million as at March 31, 2023. This is due to the net effect of the depreciation recognized by the Company on its PPE and disposals in the account for the period.

Goodwill

Goodwill pertains mostly to the goodwill recognized upon acquisition of controlling interest in POSC through the pooling method in 2015.

Total Liabilities

PLC's total liabilities is at Php1,031.3 million as at March 31, 2023. The Php214.7 million (26%) increase in liabilities is mainly due to PinoyLotto's availment of loans during the period to fund the nationwide lottery project.

Equity

Stockholders' equity decreased from Php16,169.4 million as at December 31, 2022, to Php15,213.0 million as at March 31, 2023. This decrease of Php956.4 million (6%) was mainly brought about by the declaration and

payment of dividends to PLC's shareholders, offset by the net income earned for the period and the improvement in market prices of its available for share investments (under Other Reserves).

Below are the comparative key performance indicators of the Company and its subsidiaries:

Ratio	Manner in which the financial ratios are computed	Mar 31, 2023	Mar 31, 2022
Current ratio	Current assets divided by current liabilities	7.60	10.49
Quick ratio	(Current assets less invty - prepayments) / Current liabilities	6.78	10.12
Solvency ratio	Total assets / total liabilities	15.75	26.80
Asset to equity	Total assets divided by total equity	1.07	1.04
Debt to equity	Interest bearing debt divided by total equity	-	-
Interest rate coverage	Earnings before interest, tax, depreciation and amortization divided by interest expense	32,413	3,546
Debt ratio	Total debt / total assets	0.06	0.04
Return on assets	Net income (loss) divided by average total assets during the period	15.06%	6.93%
Return on equity	Net income (loss) divided by average total equity during the period	15.94%	7.21%

The Company does not foresee any liquidity problems over the next twelve (12) months. The changes in the key performance indicators of the Company are discussed below:

- Net income significantly increased by 110% for the three months ending March 31, 2023, accounting for the increase in return on assets and equity versus the same period in 2022.
- Current, quick and solvency ratios decreased due to decrease in cash and cash equivalents and increase in total current liabilities.
- Interest rate coverage ratio significantly increased due to the 84% increase in EBITDA and 80% decreased in interest expense in 2023.

As at March 31, 2023, except for what has been noted in the preceding, there were no material events or uncertainties known to management that had a material impact on past performance, or that would have a material impact on the future operations, in respect of the following:

- Known trends, demands, commitments, events or uncertainties that would have a material impact on the Company;
- Material commitments for capital expenditures that are reasonably expected to have a material impact on the Company's short-term or long-term liquidity;
- Known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales/revenues/income from continuing operations;
- Significant elements of income or loss that did not arise from the Company's continuing operations;
- Seasonal aspects that had a material impact on the Company's results of operations; and
- Material changes in the financial statements of the Company for the periods ended March 31, 2023 and December 31, 2022, except those mentioned in the preceding.

PART II - OTHER INFORMATION

Financial Risk Management Objectives and Policies and Capital Management

The Company's principal financial liabilities comprise trade payables and other current liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include cash and cash equivalents and receivables that derive directly from its operations. The Company also holds investments held for trading, notes receivables, financial assets at FVOCI, guarantee bonds and deposits included as part of "Other noncurrent assets" in the consolidated statement of financial position.

The main risks arising from the Company's financial instruments are credit risk, liquidity risk, equity price risk and foreign currency risk. The BOD and management review and approve the policies for managing credit, liquidity, equity price and foreign currency risks and they are summarized below:

Credit Risk. Credit risk is the risk that the Company will incur a loss because its counterparties failed to discharge their contractual obligations. Credit risk arises from the Company's financial assets which are composed of cash and cash equivalents, receivables and financial assets at FVOCI.

The Company's credit risk is concentrated on a few companies with which it transacts business. One of which is the PCSO, through its subsidiary, POSC. POSC's trade receivable arises from equipment lease agreement with PCSO, POSC's sole customer. It is part of the Company policy that all the terms specified in the ELA with PCSO are complied with and ensure that payment terms are met. Another major customer is Melco, from whom gaming revenue share is collected. Belle, a major stockholder, also has outstanding loans payable to the Company. The Company keeps close coordination with Melco and Belle and ensures that contract and agreement terms and conditions are met.

With respect to credit risk arising from the other financial assets which are composed of cash and cash equivalents, other receivables, investments held for trading, financial assets at FVOCI, guarantee bonds and deposits, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments.

High grade financial assets pertain to those receivables from related parties or customers that consistently pay on or before the maturity date while medium grade includes those financial assets being collected on due dates with an effort of collection. The Company assessed its cash in bank and cash equivalents as high grade since this is deposited with reputable banks.

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

The Company seeks to manage its liquidity profile to be able to finance its investments and pay its outstanding liabilities. To limit this risk, the Company closely monitors its cash flows and ensures that credit facilities are available to meet its obligations as and when they fall due. To cover its financing requirements, the Company uses internally generated funds as well as a committed line of credit that it can access to meet liquidity needs. The Company maintains sufficient cash to finance its operations. Any excess cash is invested in short-term money market placements. These placements are maintained to meet the requirements for additional capital expenditures, maturing obligations and cash dividends. Liquidity risk is minimal as at March 31, 2023 and December 31, 2022 as the total current assets can cover the total current liabilities as they fall due.

Equity Price Risk. Equity price risk is the risk that the fair value of quoted investment held for trading and financial assets at FVOCI decrease as the result of changes in the value of individual stocks. The Company's exposure to equity price risk is primarily to the Company's quoted investments held for trading and financial assets at FVOCI. The Company monitors the equity investments based on market expectations. Significant movements within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the BOD.

Foreign Currency Risk. The Company, through POSC, has foreign currency exposures. Such exposure arises from cash and cash equivalents and payables to certain suppliers which are denominated in U.S. dollar (US\$). The Company's financial instruments which are denominated in foreign currency include cash and cash equivalents and consultancy and software license fees payable. The Company maintains a US\$ account to match its foreign currency requirements.

Capital Management. The primary objective of the Company's capital management is to safeguard its ability to continue as a going concern, so that it can continue to provide returns to shareholders and benefits to other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. There were no changes made in the objectives, policies or processes in 2023 and 2022.

Fair Value of Financial Instruments

Fair value is defined as the amount at which the financial instrument could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced liquidation or sale. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models, as appropriate.

The carrying values of cash and cash equivalents, receivables, deposits and trade payables and other current liabilities (excluding statutory liabilities) approximate their fair values due to the short-term nature of the transactions.

The fair values of investments held for trading and financials assets at FVOCI that are quoted equity shares are based on quoted prices in the PSE or those shares whose prices are readily available from brokers or other regulatory agency as at reporting date.

Set out below is a comparison by category of carrying values and fair values of all the Company's financial instruments.

	March 31, 2023		December 31, 2022	
	Carrying value	Fair value	Carrying value	Fair value
Financial Assets				
Cash and cash equivalents	682,169,557	682,169,557	1,778,570,078	1,778,570,078
Investment held for trading	71,212,323	71,212,323	72,682,452	72,682,452
Notes receivable	3,705,925,000	3,705,925,000	3,705,925,000	3,705,925,000
Trade and other receivables:				
Trade receivables	331,116,226	331,116,226	80,797,652	80,797,652
Nontrade and others	154,298,825	154,298,825	131,770,579	131,770,579
	4,944,721,932	4,944,721,932	5,769,745,761	5,769,745,761
AFS Investment				
Quoted shares	693,849,626	693,849,626	686,650,118	686,650,118
Unquoted shares	81,100	81,100	81,100	81,100
	693,930,726	693,930,726	686,731,218	686,731,218
	5,638,652,658	5,638,652,658	6,456,476,979	6,456,476,979
Loans and Borrowings				
Loans payable	282,000,000	282,000,000	67,500,000	67,500,000
Accrued expenses & other liabilities*	702,087,846	702,087,846	724,106,358	724,106,358
	984,087,846	984,087,846	791,606,358	791,606,358

*excluding statutory payables amounting to -Php26.2 million and P4.6 million as at March 31, 2023 and December 31, 2022, respectively.

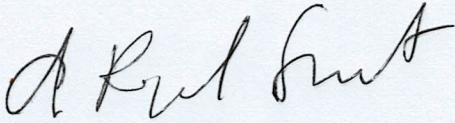
Other Required Disclosures

- A.) The attached interim financial reports were prepared in accordance with accounting standards generally accepted in the Philippines. The accounting policies and methods of computation followed in these interim financial statements are the same compared with the audited financial statements for the period ended December 31, 2022.
- B.) Except as reported in the Management's Discussion and Analysis of Financial Condition and Results of Operations (MD&A), there were no unusual items affecting assets, liabilities, equity, net income or cash flows for the interim period.
- C.) There were no material changes in estimates of amounts reported in prior periods that have material effects in the current interim period.
- D.) Except as disclosed in the MD&A, there were no other issuance, repurchases and repayments of debt and equity securities.
- E.) There were no material events that occurred subsequent to March 31, 2023 and up to the date of this report that need disclosure herein.
- F.) There were no changes in the composition of the Company during the interim period such as business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring, and discontinued operations.
- G.) There were no changes in contingent liabilities or contingent assets since December 31, 2022, as of March 31, 2023.
- H.) There exist no material contingencies and other material events or transactions affecting the current interim period.

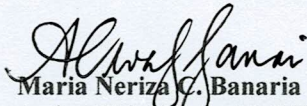
SIGNATURE

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

Issuer: **Premium Leisure Corp**



Armin Antonio B. Raquel Santos
President
Date: April 24, 2023



Maria Neriza C. Banaria
Acting Chief Financial Officer and Treasurer
Date: April 24, 2023

PREMIUM LEISURE CORP AND SUBSIDIARIES
Consolidated Statements of Financial Position

	March 31, 2023	December 31, 2022
	(Unaudited)	(Audited)
ASSETS		
Current Assets		
Cash and cash equivalents	P 682,169,557	P 1,778,570,078
Investment held for trading	71,212,323	72,682,452
Notes receivable	3,705,925,000	3,705,925,000
Trade and other receivables	485,415,051	212,568,231
Other current assets	593,416,125	424,636,522
Total Current Assets	5,538,138,056	6,194,382,283
Noncurrent Assets		
Intangible asset	8,416,091,428	8,475,709,551
Financial assets at fair value through OCI	693,930,726	686,731,218
Investment property	285,510,452	285,510,452
Goodwill	926,007,748	926,007,748
Property and equipment	1,535,991	2,103,394
Deferred tax assets	0	-
Right of use asset - net	726,159	1,815,399
Other non-current assets	382,268,546	413,645,493
Total Noncurrent Assets	10,706,071,050	10,791,523,255
Total Assets	P 16,244,209,106	P 16,985,905,538
LIABILITIES AND EQUITY		
Current Liabilities		
Trade payables and other current liabilities	P 728,336,696	P 728,696,132
Lease liabilities - current	761,535	1,891,442
Income tax payable	-	-
Total current liabilities	729,098,231	730,587,574
Noncurrent Liability		
Loans payable	282,000,000	67,500,000
Retirement liability	19,628,352	17,903,002
Deferred tax liability	531,152	531,152
Total non-current liabilities	302,159,504	85,934,154
	P 1,031,257,735	P 816,521,728
Equity		
Capital Stock	7,906,827,500	7,906,827,500
Additional paid-in capital	7,238,721,924	7,238,721,924
Treasury shares	(220,430,080)	(220,430,080)
Cost of parent shares held by a subsidiary	(509,597,055)	(509,597,055)
Other reserves	(700,108,346)	(707,307,851)
Retained earnings (deficit)	1,123,623,741	2,094,797,559
Total equity attributable to Parent	14,839,037,684	15,803,011,997
Non-controlling interest	373,913,687	366,371,813
Total Equity	15,212,951,371	16,169,383,810
Total Liabilities and Equity	P 16,244,209,106	P 16,985,905,538

PREMIUM LEISURE CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

		Three Months Ended March 31		This quarter	
		2023	2022	2023	2022
		(Unaudited)	(Unaudited)	(Unaudited)	
INCOME					
Gaming share revenue	P	714,682,846	344,272,944	714,682,846	344,272,944
Equipment lease rentals		179,188,478	104,107,390	179,188,478	104,107,390
		893,871,324	448,380,334	893,871,324	448,380,334
COST AND EXPENSES					
Salaries and payroll related expenses		20,086,199	24,674,308	20,086,199	24,674,308
Software and license fees		19,488,093	11,791,456	19,488,093	11,791,456
Repairs, maintenance and communication		11,730,483	12,598,879	11,730,483	12,598,879
General and administrative expenses		197,671,384	49,463,755	197,671,384	49,463,755
Amortization of intangible		59,618,121	59,618,121	59,618,121	59,618,121
Depreciation and amortization expense		1,543,371	26,805,024	1,543,371	26,805,024
		310,137,651	184,951,543	310,137,651	184,951,543
OTHER INCOME (EXPENSES)					
Interest income		65,642,213	28,099,811	65,642,213	28,099,811
Dividend Income		5,999,263	-	5,999,263	-
Other income (charges)		(599,192)	8,126,869	(599,192)	8,126,869
		71,042,284	36,226,680	71,042,284	36,226,680
NET INCOME (LOSS) BEFORE INCOME TAX		654,775,957	299,655,471	654,775,957	299,655,471
PROVISION(BENEFIT FROM) INCOME TAX		29,386,638	1,272,703	29,386,638	1,272,703
NET INCOME(LOSS)		625,389,319	298,382,768	625,389,319	298,382,768
Net income attributable to Parent		578,217,131	292,793,391	578,217,131	292,793,391
Net income attributable to Minority interest		47,172,188	5,589,377	47,172,188	5,589,377
OTHER COMPREHENSIVE INCOME (LOSS)					
Unrealized gains (loss) arising from changes in market value of available for sale investments during the year		7,199,509	9,550,108	7,199,509	9,550,108
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	P	632,588,828	307,932,876	P 632,588,828	P 307,932,876
Total Comprehensive income attributable to Parent		585,416,640	303,008,795	585,416,640	303,008,795
Total Comprehensive income attributable to Minority interest		47,172,188	4,924,081	47,172,188	4,924,081
Total		632,588,828	307,932,876	632,588,828	307,932,876
Earnings Per Share (Basic)	P	0.01852	P 0.00938	P 0.01852	P 0.00938
Earnings Per Share (Diluted)	P	0.01852	P 0.00938	P 0.01852	P 0.00938

PREMIUM LEISURE CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

		Three Months Ended March 31	
		2023	2022
		(Unaudited)	(Unaudited)
CAPITAL STOCK	P0.25 per share		P0.25 per share
Authorized:			
Preferred shares		6,000,000,000 shares	6,000,000,000 shares
Common shares		37,630,000,000 shares	37,630,000,000 shares
Issued:			
Balance at beginning of year	P	11,384,284,906	P 11,384,284,906
Issuances (transfer from subscribed)		-	-
Balance at end of period		11,384,284,906	11,384,284,906
Subscribed:			
Balance at beginning of year		(3,477,457,406)	(3,477,457,406)
Issuances (transfer to issued)		-	-
Balance at end of period		(3,477,457,406)	(3,477,457,406)
Balance at the end of period		7,906,827,500	7,906,827,500
ADDITIONAL PAID-IN CAPITAL (APIC)			
Beginning balance		7,238,721,924	7,238,721,924
Other adjustments		-	-
Balance at the end of period		7,238,721,924	7,238,721,924
TREASURY SHARES			
Beginning balance		(220,430,080)	(220,430,080)
Additions for the year		-	-
Balance at the end of period		(220,430,080)	(220,430,080)
Other Reserves			
Balance at beginning of year		(707,307,855)	(824,553,084)
Net Unrealized loss on available-for-sale investments		7,199,509	(31,312,611)
Remeasurement gain on Retirement		-	-
Balance at the end of period		(700,108,346)	(855,865,695)
Cost of Parent Company held by a subsidiary			
Balance at beginning of year		(509,597,055)	(509,597,055)
Additional acquisition		-	-
Balance at the end of period		(509,597,055)	(509,597,055)
RETAINED EARNINGS (DEFICIT)			
Balance at beginning of year		2,094,797,559	2,629,106,978
Declared dividends		(1,549,390,949)	-
Net income (loss)		578,217,131	310,023,389
Balance at end of period		1,123,623,741	2,939,130,367
NON-CONTROLLING INTEREST		373,913,687	323,022,766
	P	15,212,951,371	P 16,821,809,727

PREMIUM LEISURE CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS

Three Months Ended March 31

	2023 (Unaudited)	2022 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss) before income tax	P 654,775,957	P 299,655,471
Adjustments for:		
Unrealized loss (gain) on marketable securities	1,470,129	(94,143)
Finance charges	19,896	98,657
Retirement cost	1,725,350	2,093,192
Loss (gain) on sale of property and equipment	140,322	(1,623,225)
Foreign exchange (gain) loss	221,874	141,892
Depreciation	1,543,371	26,805,024
Amortization of Intangible	59,618,121	59,618,121
Dividend income	(5,999,263)	
Interest income	(12,002,756)	(4,524,036)
Income before working capital changes	701,513,001	382,170,953
Decrease (Increase) in:		
Receivables and others	(272,846,820)	(194,576,581)
Other current assets	(381,633,605)	59,707,235
Other noncurrent assets	238,431,278	424,668
Right of use asset	1,089,240	1,465,704
Increase (decrease) in:		
Increase in accrued trade and other payables	(359,436)	(39,341,694)
Retirement contributions paid	-	-
Income tax paid	-	-
Net cash provided by operating activities	286,193,658	209,850,286
CASH FLOW FROM INVESTING ACTIVITY		
Acquisitions of:		
Property and equipment	-	16,080
Interest received	12,002,756	4,524,036
Proceeds from sale of:		
Financial assets at fair value through OCI	0	88,661,790
Property and equipment	21,800	1,623,225
Net cash from investing activities	12,024,556	94,825,131
CASH FLOW FROM FINANCING ACTIVITY		
Increase (Decrease) in lease liability	(1,129,910)	(1,457,626)
Proceeds from loan availments	214,500,000	
Interest paid	(19,896)	(98,657)
Dividends paid	(1,607,968,929)	
Net cash from financing activities	(1,394,618,735)	(1,556,283)
NET INCREASE IN CASH	(1,096,400,521)	303,119,134
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	1,778,570,078	1,660,934,194
CASH AND CASH EQUIVALENTS AT END OF PERIOD	P 682,169,557	P 1,964,053,328

PREMIUM LEISURE CORP AND SUBSIDIARIES
SCHEDULE OF RECEIVABLES, ADVANCES AND OTHER ASSETS
March 31, 2023

NAME	AMOUNT
Notes receivables - current	3,705,925,000
Trade receivables - current	331,116,226
Other receivable	154,298,825
Other current assets	593,416,125
Total Receivables and Other Assets	<u>4,784,756,176</u>

**Current means collectible within a period of zero (0) to twelve (12) months*