

**PHILIPPINE HEART CENTER**  
**STATEMENT OF INCOME AND EXPENSES**  
**For the Year Ended December 31, 2011**  
(With corresponding figures for 2010)  
(In Philippine Peso)

	Notes	2011	2010 (As Restated)
<b>INCOME</b>			
Hospital Charges	17	2,040,314,595	1,953,297,623
Less: Quantified free service	17	214,651,154	291,126,354
Discounts and allowances	17	145,936,170	127,649,490
		360,587,324	418,775,844
Net Hospital Charges		1,679,727,271	1,534,521,779
Other Income	18	54,927,539	134,734,098
Gross Income		1,734,654,810	1,669,255,877
<b>EXPENSES</b>			
Personal Services			
Salaries and wages		390,017,980	353,542,086
Other compensation		237,572,127	232,648,929
Personnel benefits contribution		45,800,729	41,389,422
Other personnel benefits		17,396,007	15,634,374
		690,786,843	643,214,811
Maintenance and Other Operating Expenses			
Traveling - Local		196,856	467,126
Training		1,115,208	1,173,803
Supplies and materials		846,251,514	820,379,518
Utility expenses		113,082,527	117,823,639
Communication expenses		2,005,120	2,344,176
Advertising expenses		567,717	1,078,008
Rent expenses		5,520,649	5,586,693
Representation expenses		588,817	576,424
Subscription expenses		695,361	866,431
Professional services		73,351,243	67,816,983
Repair and maintenance		23,853,999	47,116,972
Membership dues and contributions		7,000	7,000
Extraordinary and miscellaneous expenses		9,616,495	7,214,617
Taxes and insurance premiums		7,979,195	10,421,348
Bad debts expense		17,663,050	10,615,491
Depreciation expenses		105,417,177	80,688,208
		1,207,911,928	1,174,176,437
Financial Expenses		2,182,818	3,298,263
Total Expenses		1,900,881,589	1,820,689,511
Loss from Operations		(166,226,779)	(151,433,634)
Add/(Deduct): Other Income/Expenses	2.1		
Interest income		448,307	936,154
Gain on sale of disposed assets		184,911	577,418
Gain on foreign exchange		126,991	181,630
Loss on foreign exchange		(1,400,649)	(1,487,162)
		(640,440)	208,040
Loss before subsidy		(166,867,219)	(151,225,594)
Add: Subsidy from the national government	19	127,138,110	187,341,718
<b>NET INCOME (LOSS) AFTER SUBSIDY</b>		<b>(39,729,109)</b>	<b>36,116,124</b>

The notes on pages 8 to 18 form part of these financial statements.