



OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC

CDA Reg. No. 9520-08002001

Item No.: 22
Date: 17 2026 MAR

Head Office

Omaganhan, Tabango, Leyte
0917-500-6602
ofmpc_main@yahoo.com

Tabango Branch

Valenzona St., Pob.,
Tabango, Leyte
(053) 551-9811

Villaba Branch

Rubillos St., Villaba
Leyte
(053) 552-8044

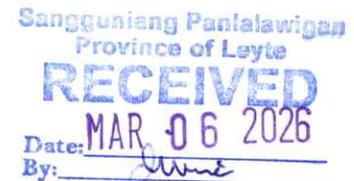
San Isidro Branch

Crossing, San Isidro, Leyte
0917-506-3105
ofmpc.sanisidro@gmail.com

Naval Branch

Castin St., Smo. Rosario
Naval, Biliran
(053) 500-9537

February 18, 2026



HON. LEONARDO JAVIER JR.
Vice Governor
Presiding Officer, Sangguniang Panlalawigan
Province of Leyte

Dear Vice Governor Hon. Leonardo,

In response to your Notice of Call for Accreditation, kindly be informed that **OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC** with office address at Brgy. Omaganhan, Tabango, Leyte, would like to seek accreditation by the Sangguniang Panlalawigan.

In support of this application are the following administrative requirements:

1. Duly accomplished Application Form for Accreditation;
2. Duly approved Board Resolution signifying intention for accreditation for the purpose of representation in the local special body;
3. Certificate of Registration issued by CDA;
4. List of Current officers
5. CY 2024 Minutes of the Annual Meeting
6. CY 2024 Annual Accomplishment Report; and
7. CY 2024 Financial Statement

Thank you.

Sincerely,


JUMANOG LUMAPAK
Chairperson

APPLICATION FORM FOR ACCREDITATION

Name of Organization: OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC

Address: Brgy. Omaganhan, Tabango, Leyte

Contact No: Cel # 09171696294

Date Organized: August 30, 1989

Email address: ofmpc_main@yahoo.com

Purposes/Objectives:

1. Engage in:
 - a. Accept SSS Contribution and payment;
 - b. Credit and Savings to members only;
 - c. Crop, Fishery and animal production, processing and marketing of the members products/produce;
 - d. Facilitating the procurement of farm inputs/implements for the members;
 - e. Undertake rentals on post-harvest facilities to farmers members only;
 - f. Money Transfer and ATM Services to members and non-members;
2. Facilitating the development of an appropriate system of land tenure, land development, land consolidation of land management in areas covered by agrarian reform;
3. Coordinating and facilitating the dissemination of scientific methods of production;
4. Promoting sustainable agriculture through organic farming;
5. The business of production, processing, storage, transport, and marketing of farm products for Agrarian Reform Beneficiaries and their immediate families;
6. Providing financial facilities to beneficiaries for provident or productive purposes at the least possible costs;
7. Arranging and facilitating the expeditious transfer of appropriate and suitable technology to beneficiaries and marginal farmers at the lowest possible costs;
8. Providing social security, health, medical and social insurance benefits and other social and economic benefits that promote the general welfare of the agrarian reform beneficiaries and marginal farmers;
9. Providing a non-formal education, vocational/technical training and livelihood program to beneficiaries and marginal farmers;
10. Acting as channels for external assistance and services to the beneficiaries and marginal farmers;
11. Promoting and advancing the economic and social status of the members;
12. Coordinating and facilitating the activities of cooperatives;
13. Advocating for the cause of the Cooperative movements;
14. Ensuring the viability of cooperatives through the utilization of new technologies;
15. Encouraging and promoting self help or self-employment as an engine for economic growth and poverty alienation; and
16. Promoting the maintenance of sustainable farming and ecological balance in the agrarian reform community.

SERVICES THAT THE COOPERATIVE PROVIDES OR CAN PARTICIPATE IN:

- Medical Mission
- Tree planting
- School Activities (Brigada Eskwela ,Donations: Cash & In-kind)
- Religious Activities (Donations Cash & In-kind)

Registering Agency:

Date Registered: January 9, 1992

- Cooperative Development Authority (CDA)

Accrediting Agency:

Date Registered: December 31, 2021

- Department of Agriculture (DA)

Organizational Level:

- Affiliate of a larger ORGANIZATION/FEDERATION:
 - NATCCO- NATIONAL
 - VICTO-NACIONAL
 - EVCF
 - FPSDC

Projects Implemented in the Municipality

Year	Project	Cost	Financing Source/Scheme	Beneficiaries	Status
2024	OFMPC-KADIWA STORE		DA		Ongoing
2016	BANANA CHIPS PRODUCTION		DTI		Ongoing

Depending on your organization's technical area of expertise and scope of activity, which Local Special Body are you most capable to be a member of?

- Local Development Council
- Local Health Board
- Local School Board
- Local Peace and Order Council

WE HEREBY CERTIFY to the correctness of the above information.

Prepared by:

JOLINA R. CELEDONA
BOARD SECRETARY

Attested by:

JUMAR S. LUMAPAK
CHAIRPERSON



REPUBLIC OF THE PHILIPPINES
OFFICE OF THE PRESIDENT
DEPARTMENT OF FINANCE
COOPERATIVE DEVELOPMENT AUTHORITY

Reg.No. 9520-08002001

CERTIFICATE OF REGISTRATION

TO ALL WHOM THESE PRESENTS MAY COME, GREETINGS:

This is to certify that

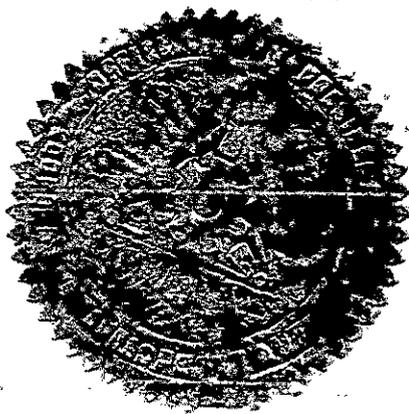
Omaganhan Farmers Multi-purpose Cooperative, OFMPC

CIN-0104080052

with address at Brgy. Omaganhan,, Tabango, Leyte, duly registered with the Authority under Certificate of Registration/Confirmation No. CBU-477 dated Jan 09, 1992 has complied with the requirements prescribed by the Authority for the issuance of New Certificate of Registration under Article 144 of RA 9520 otherwise known as the "Philippine Cooperative Code of 2008".

By virtue of the powers and duties vested in me by law, the Omaganhan Farmers Multi-purpose Cooperative, OFMPC is hereby registered with the Cooperative Development Authority and shall continue to enjoy the rights and privileges in accordance with RA 9520 and all other laws appurtenant thereto unless this Certificate is suspended or cancelled for cause.

Given in Quezon City, Philippines, this 9th day of November, 2009.



LECIRA V. JUAREZ
Chairperson

11/10/2009

This replaces Certificate No. CBU-477 dated Jan 09, 1992

OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC
Omaganhan, Tabango, Leyte
CDA REG. # 9520-08002001

RESOLUTION # 91
Series of 2026

A RESOLUTION APPLYING FOR THE RENEWAL OF OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC FOR THE ACCREDITATION OF CIVIL SOCIETY ORGANIZATIONS AND SELECTION OF REPRESENTATIVES TO THE PROVINCIAL SPECIAL BODIES IN THE PROVINCE OF LEYTE UNDER MEMORANDUM CIRCULAR NO. 2025-060.

WHEREAS, Section 108 of the Local Government Code of 1991 (RA 7160) provides for the accreditation of civil society organizations;

WHEREAS, on June 23, 2025, the Department of the Interior and Local Government issued Memorandum Circular No. 2025-060, on the Guidelines on the Accreditation of Civil Society Organizations and Selection of Representatives to the Local Special Bodies;

WHEREAS, the OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC is a civil society organization duly registered with the Cooperative Development Authority (CDA), and existing under Philippine Laws;

WHEREAS, in the OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC Regular Board Meeting held at OFMPC Conference Room Omaganhan, Tabango, Leyte last January 31, 2026 attended by the Board of Directors, the following resolution was approved and adopted;

RESOLVED, AS IT IS HEREBY RESOLVED, to signify our intention to be an accredited civil society organization with the with the Sangguniang Panlalawigan, pursuant to the procedures and guidelines set forth in Section 108 of the Local Government Code of 1991 and DILG Memorandum Circular 2025-060, and to apply for membership in a provincial special body in the Province of Leyte;

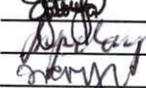
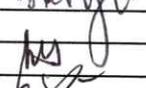
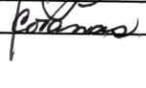
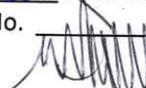
RESOLVED FURTHER, to forward a copy of this Resolution to the Chairperson of the Sanggunian Panlalawigan Committee on Accreditation.

RESOLVED FURTHERMORE, that the following representative/s of the Organization is authorized and directed to take any action necessary to effectuate the forgoing resolution:

Representative:

Name	Designation	Signature
1. IVY O. FUENTES	COO	

Adopted unanimously by the Board of Directors of the OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC this ___ day of _____, 2026 in the Brgy Omaganhan, Tabango, Leyte

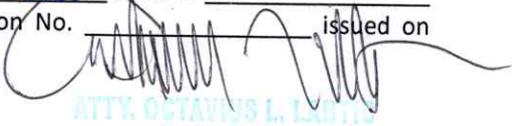
NAME	POSITION	SIGNATURE
LUMAPAK, JUMAR O.	Chairperson	
CRUZ, JOCELYN V.	Vice-Chairperson	
PELAYO, MANELIA B.	BOD-Member	
RAYOS, MARITES A.	BOD-Member	
OMOLON, JAIME D.	BOD-Member	
RUBILLA, ROSITA P.	BOD-Member	
PAÑAS, CYNTHIA O.	BOD-Member	

CERTIFIED Correct:  JOLINA B. CELEDONA
BOD Secretary

Attested by:  JUMAR O. LUMAPAK
CHAIRPERSON

SUBSCRIBED AND SWORN TO before me this 03 MAR 2026 day of _____ 2026 in _____
Affiant is exhibiting to me his _____ with valid Identification No. _____ issued on _____
_____ at _____

Doc. 18
Page No. 4
Book No. LXXXIII
Series of 2026


ATTY. OCTAVIUS L. LERITA
Notary Public
Until Dec. 31, 2026
PTR No. 1382004-01/05/20
San Isidro, Leyte
Roll No. 44853
IBP No. 530072 10/01/20
Leyte Chapter
Compliance Cert No. VIII-0026623
04/08/25
NC No.ADM. 23-087
RTC 11, Calubian, Leyte

OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC

Omaganhan, Tabango, Leyte

CDA REG. # 9520-08002001

LIST OF BOD'S & COMMITTEES CY 2025-2026

BOARD OF DIRECTORS

NAME	ADDRESS	POSITION
Lumapak, Jumar O.	Poblacion, Tabango, Leyte	Chairperson
Cruz, Jocelyn V.	Tabing, Tabango, Leyte	BOD Vice-chairperson
Omolon, Jaime D.	Poblacion, Tabango, Leyte	BOD-Member
Rayos, Marites A.	Tambis I, Poblacion, Tabango, Leyte	BOD-Member
Pelayo, Manelia B.	Burabod Veloso, Inangatan, Tabango, L	BOD-Member
Rubilla, Rosita P.	Tabing, Tabango, Leyte	BOD-Member
Pañas, Cynthia	Omaganhan, Tabango, Leyte	BOD-Member
AUDIT COMMITTEE		
Gascon, Antonieta Liza O.	Omaganhan, Tabango, Leyte	Chairperson
Plaza, Leah D.	Tabing, Tabango, Leyte	Vice-chairperson
Ocubillo, Tita D.	Omaganhan, Tabango, Leyte	Secretary
ELECTION COMMITTEE		
Millusa, Ermelito	Omaganhan, Tabango, Leyte	EleCom Chairperson
Carro, Cyril	Omaganhan, Tabango, Leyte	Vice-chairperson
Gutana, Perly	Omaganhan, Tabango, Leyte	Secretary
CREDIT COMMITTEE		
Velonta, Rubelyn S.	Tabing, Tabango, Leyte	Chairperson
Carro, Godofredo B.	Tambis II, Omaganhan, Tabango, Leyte	Vice-chairperson
Pelayo, Melodia O.	Omaganhan, Tabango, Leyte	Secretary
EDUCATION COMMITTEE		
Cruz, Jocelyn C.	Tabing, Tabango, Leyte	Chairperson
Anojan, Chandie	Poblacion, Tabango, Leyte	Vice-chairperson
Septimo, Cere-ann	Tabing, Tabango, Leyte	Secretary
MEDIATION & CONCILLATION		
Nacional, Janet S.	Tabing, Tabango, Leyte	Chairperson
Moratilla, Lorraine D.	Omaganhan, Tabango, Leyte	Vice-chairperson
Cañete, Jay Anthony O.	Pob., Tabango, Leyte	Secretary
GAD		
Pelayo, Manelia B.	Inangatan, Tabango, Leyte	Chairperson
Ayade, Sherwin	Pob., Tabango, Leyte	Vice-Chairperson
Dela Ra, Eleanor	Campokpok, Tabango, Leyte	Secretary
ETHICS COMMITTEE		
Codera, Evamae C.	Sitio Otabon, Poblacion, Tabango, Leyte	Chairperson
Carro, Ryan S.	Omaganhan, Tabango, Leyte	Vice-chairperson
Agosto, Susana	Tabing, Tabango, Leyte	Secretary

Prepared by:

JOLINA R. CELEDONA
BOD Secretary

Noted by:

JUMAR O. LUMAPAK
Chairperson

17 FEB 2026

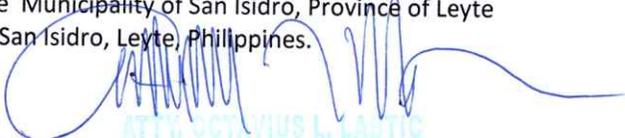
SUBSCRIBED AND SWORN to before me, a Notary Public for and in the Municipality of San Isidro, Province of Leyte Philippines this ___ day of _____, 2025 in the Municipality of San Isidro, Leyte, Philippines.

Doc. No. 499

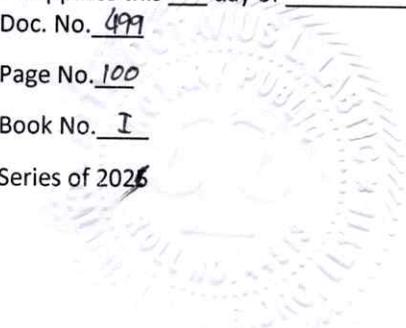
Page No. 100

Book No. I

Series of 2026



ATTY. OCTAVIUS L. LADINO
Notary Public
Until Dec. 31, 2026
PTR No. 1332204-01/05128
San Isidro, Leyte
Roll No. 41313
JDR No. 302/01-12-31/26
Leyte Chapter
NCLC Compliance Document with
01/01/23
NPN No. 11-23-057
RTO 11, Calubian, Leyte



1 **OMAGANHAN FARMERS AGRARIAN REFORM COOPERATIVE, OFMPC**
2 **Omaganhan, Tabango, Leyte**
3 **CDA REG. # 9520-08002001**
4

5 **MINUTES OF THE 33rd ANNUAL ASSEMBLY OF OFMPC ON APRIL 4, 2025 AT OMAGANHAN**
6 **COVERED COURT OMAGANHAN, TABANGO, LEYTE.**

7 **Attendance:**

8 There were 850 participants and member in good standing who attended the 33th Annual
9 General Assembly Meeting.

10 **Agenda:**

- 11 1. Mass and Program activities
12 2. Business Proper
13 2.1 Call to order
14 2.2 Roll Call
15 2.3 Proof of due Notice
16 2.4 Declaration of presence quorum
17 2.5 Reading of the previous minutes
18 2.6 Matters arising from the minutes
19 2.7 Consideration of the consolidated report of the BOD, Committees and staff.
20 2.8 Presentation & Approval of the following reports SAR, PAR, CAPR, and Officers
21 Training & ADR submitted to CDA for issuance of COC.
22 2.9 Presentation & Approval Coop Development Plan and Social Plan & Proposed GA
23 Resolutions
24 2.10 Presentation & Approval of 2025 budget
25 2.11 Election of Officers
26 2.12 Other Matters

27 **PART I:**

28 Thanksgiving Mass Started at 8:00 in the morning, solemnized by Rev. Fr. Rene Ignacio :

29 The program started at 8:45 in the morning with Philippine National Anthem thru sound
30 system.

31 Cooperative Pledge by Jocelyn V. Cruz BOD-Vice chairperson

32 Introduction of delegates by BOD Secretary Mrs Jolina R. Celedona with a total members
33 attended 850 in all branches Tabango , San Isidro, Villaba, Naval & Head office.

34

35 Welcome Address by the Chairman Mr. Jumar O. Lumapak, He is thankful to all members and
36 Guest for their unwavering support to the cooperative and he also added that every year we
37 will conduct a General Assembly to give updates of the coop. He hoped also that the
38 Cooperative will continue to provide services to its member.

39 Messages from Partners and Visitors of different Agencies, Federations and other Cooperatives
40 as follows:

- 41 > AgriCoopPH
- 42 > DTI
- 43 > Land Bank of the Philippines
- 44 > DA Region
- 45 > VICTO
- 46 > NATCCO Partylist
- 47 > DAR
- 48 > DOST
- 49 > Agricultural Credit Policy Council (ACPC)
- 50 > Small Business Corporation (SBC)
- 51 > CDA

52 Introduction of the Keynote Speaker Mrs. Eleanor De Lara, MRDO Officer

53 Keynote Address by the DA Regional Executive Director Mr. Andrew Rodulfo T. Orais, He
54 congratulated OFMPC Members, Management Staff and Officers for achieving the 33rd years of
55 service for its full support with one another to make OFMPC sustainable and progressive.

56 **LUNCH BREAK**

57 **BUSINESS PROPER:**

58 The business proper commenced at 1:00 o clock in the afternoon. Mr. Jumar O. Lumapak, the
59 BOD Chairperson presided the meeting, after quorum was declared, the presiding officer called
60 the meeting to order. He requested the secretary, Jolina R. Celedona to read the previous
61 minutes and after the reading of the minutes the presiding officer asked for comments and
62 corrections. No more corrections had done Mrs. Cynthia O. Pañas moved for approval the
63 minutes and duly seconded by Mrs. Victoriana Rico.

64 Next the presentation of the reports from different Committees:

65 **Credit Committee Report**

66 Ms. Rubilyn S. Velonta CreCom Chairperson reported

67 The total loan releases from January to December 2024.

68

69	Total Clients		loan releases
70	Main Branch	672	12,849,200.00
71	Naval	584	24,271,000.00
72	SIL	1,175	26,451,500.00
73	Tabango	1,446	49,549,000.00
74	Villaba	<u>1,454</u>	<u>66,753,250.00</u>
75	Grand Total	5,331	Php 179,873,950.00

76 Decreased 32,461,885.00

77 Mrs Gina Tayong moved for approval the CreCom Report and duly seconded by Rowena
78 Fajardo.

79

80 **Education Committee Report**

81

82 **Reported by Ed Com Chairperson Jocelyn V. Cruz**

83

84 **Total Regular Members as of December 2024**

85

86	Male	-	1,466
87	Female	-	<u>2,582</u>
88	Total		4,048

89

90 **Associate Members**

91	Male	-	5,492
92	Female	-	<u>9,415</u>
93	Total	-	14,907

94

95 EdCom Report was approved by Jonalyn Sabenorio duly seconded by Adelfa Maloloy-on.

96

97 **Audit & Inventory Committee Report**

98 **Reported by Mrs Antonieta Gascon AC Chairperson**

	2024	2023	Increase
Total Assets	Php 339,941,978.13	Php 296,386,752.37	14.60%
Deposit Liabilities	Php 137,635,974.86	Php 123,917,050.16	11.07%
Paid up Share Capital	Php 74,541,596.51	Php 70,257,786.21	6.09%
NET SURPLUS	Php 7,587,462.89	Php 6,285,715.43	20.70%

99 The Audit Committee Report move to approved by Marilyn Noynay duly seconded by Rowena
100 Cuyos.

101

102 **BOARD OF DIRECTOR REPORT**

103
104 BOD Chairperson Mr. Jumar O. Lumapak reported about the 2024
105

106 1. Implemented Programs
107

108 Through improved access to financial services, capacity-building programs, and stronger
109 collaboration with government, and reinforced its role in community development. These
110 efforts not only boosted productivity but also laid a solid foundation for long-term sustainability
111 and inclusive growth which resulted to implement the programs below:
112

- 113 • Opening of KADIWA Store
- 114 • Tutok Kainan supplementation program
- 115 • Supply Banana Chips for DepEd Cebu feeding program
- 116 • Implements Walang Gutom Program in partnership with DSWD
- 117 • Gift Giving: A Cooperative Social Responsibility Initiative

118 2. NETWORKING AND COLLABORATION INITIATIVES

119 By forgoing stronger ties with government agencies, non-government organizations, private
120 partners, and other cooperatives, OFMPC was able to access new resources, expand market
121 opportunities, and enhance service delivery. These partnerships led to joint projects, training
122 programs, and technical assistance that not only benefited the cooperative's operations but also
123 empowered its members through shared knowledge and inclusive participation.

- 124 • Entered into a memorandum of agreement with Palompon Institute of Technology –
125 Tabango for its Extension Activities.
- 126 • Entered into a memorandum of Agreement with the Department of Science and Technology
127 (DOST) for Banana Chips Production
- 128 • Productive Meeting and Collaboration for Banana Chips
- 129 • Attended Trade Fair and Exhibits.

130 3. INFRASTRUCTURE AND REAL ESTATE ACQUISITION

131 This development has strengthened organizational capacity, improved operational efficiency,
132 and laid a solid foundation for long-term sustainability and expansion.

- 133 • Ongoing construction of OFMPC additional Bldg. in Sitio Shamrock, Poblacion, Tabango,
134 Leyte.
- 135 • Purchase of 8 hectares Agro-industrial property in Brgy. Tinghub, Villaba, Leyte for our
136 Eastern Visayas Banana Processing Enterprise.

137 4. ATTENDANCE IN FEDERATION/GOVERNMENT MEETINGS AND ASSEMBLIES

138 These participations strengthened partnerships, aligned the cooperative's direction with
139 national priorities, and opened opportunities for support, collaboration, and shared learning.

- 140 • Attended the Micro Finance Council of the Philippines Meeting.
- 141 • Attended Department of Agriculture, Agricultural Marketing Assistance Division Meeting for
142 KADIWA STORE.
- 143 • Attended and elected as Officer for VICTO FEDERATION.

144 5. INTERNATIONAL TRAVEL INVITATION

145 This opportunity allowed the cooperative to gain insights from international best practices, and
146 strengthen its commitment to inclusive and sustainable development.
147

- 148 • PROPAK ASIA IN THAILAND
- 149 • Fully subsidized Agrivet Lakbay Aral to South Korea.

150 6. AWARDS RECEIVED
151

152 OFMPC was honored with the Agricultural Cooperative Advancement Excellence Award on 2024,
153 a prestigious recognition that highlights the cooperative's commitment to promoting
154 sustainable agriculture, and empowering local farmers. This award serves as a testament to the
155 dedication, resilience, and collaborative spirit of OFMPC and its members.
156

157 Move to approve the Board of Directors report by Abegail Hanopol duly seconded by Mrs Dalag.
158

159 OFMPC Development Plan presented by the Chairperson and they have areas on the development plan
160 that cannot be complied for the year 2024, Chairperson proposed to the General Assembly that they
161 continues complying the plan by the year 2025.
162

163 Move to approved the Development Plan by Mr. Germelino S. Ocubillo duly seconded by Ynes Oliva.
164

165 Presentation of 2025 budget presented by Mr. Jumar O. Lumapak, Board Chairperson
166

167 Germelino S. Ocubillo moved for approval the 2025 budget and duly seconded by Mrs Antonieta Liza
168 Gascon.
169

170 Presentation to the General Assembly the following reports submitted to CDA for issuance of Certificate
171 of Compliance (COC).
172

- 173 • Social Audit/Social Activities
- 174 • Performance Audit Report
- 175 • CAPR
- 176 • Audited Financial Statement 2015
- 177 • Officers Training
- 178 • ADR
- 179

180 It was moved for approval by Mrs Cristita Valiente and duly seconded by Mrs. Nenith Abing.
181

182 Sir Jumar O. Lumapak presented the following proposed Resolution:
183

184 **GA Resolution #1.**
185

186 **INCREASING THE AUTHORIZED CAPITAL OF OFMPC FROM 200 MILLION AS PER COOP CONSTITUTION**
187 **AND BY-LAWS TO 700 MILLION, AND AMENDING THE COOP BY-LAWS RESPECTIVELY.**
188

189 Reason/Explanation:
190

191 Current Coop Asset – 329 Million

192 Authorized Capital as per By-laws – 200 Million
193

194 Moved to approved by Judith Codera duly seconded by Melona Balunan
195

196 **GA Resolution # 2**
197

198 **AUTHORITY TO USE THE OPTIONAL FUND AND PORTIONS OF THE RESERVE FUND TO COMPLETE THE**
199 **FINISHING PHASE OF THE TRAINING.**
200

201
202 Moved to approve by Teofila Yaon duly seconded by Ma. Merla Caballero

203
204
205 **GA Resolution #3**
206

207 **SEEKING APPROVAL FROM GA FOR OFMPC TO JOIN AND BECOME ONE OF THE FOUNDING MEMBERS**
208 **OF THE VISAYAS FEDERATION OF AGRICULTURAL COOPERATIVES AND ALLOCATING 125K AS SHARE**
209 **CAPITAL.**
210

211 Reasons/Explanation:

- 212 1. There is no Agricultural Cooperative Federation in Region 8.
- 213 2. This proposed Federation is the pet project of the Cooperative Development Authority and since
214 OFMPC is one of the leading agricultural coops in Leyte, thus the invitation to join.

215
216 Moved to approve by Elvira Malinao duly seconded by Mrs Carro
217

218 **GA Resolution #4**
219

220 **Seeking approval from GA to enter into a Memorandum of Agreement with Omaganhan Elem. Scholl**
221 **and Brgy. Omaganhan as an adopted community of OFMPC.**
222

223 Reasons/Explanation:

- 224 1. The MOA is a requirement of the Cooperative Development Authority
- 225 2. Requirement for the proper utilization of the community Development Fund
- 226 3. Other communities that need assistance can still be considered
- 227 4. The MOA is subject to the conditions stipulated by the OFMPC Management and Board of
228 Directors.

229
230 Moved to approve by Jenelyn Omolon duly seconded by Ma. Elena Arnoco
231

232 **GA Resolution # 5**
233

234 **SEEKING APPROVAL FROM GA TO CONTINUE THE OFMPC CREDIT LINES FROM:**

- 235 • **LAND BANK OF THE PHILIPPINES**
- 236 • **ACPC**
- 237 • **SBC**
- 238 • **Network Consolidated Coop Bank**
- 239 • **VICTO National**

240 Reason/Explanation:

- 241
- 242 1. For other source of funds for the cooperative
243

244 Move to approved by Mrs Imelda Regala duly seconded by Lolita Padal
245

246 **Election Committee Report:**
247

248 The election for the vacant position such as Board of Directors (5), Audit Committee (2), and Election
249 Committee (3) was based on the updated guidelines made by Election Committee in consonance with
250 amended by-laws of OFMPC. The election started at 3:13 in the afternoon during the 33rd Annual
251 General Assembly. Below are the official results of the election.
252

253 **BOARD OF DIRECTORS (5)**

- 254 • MR. JUMAR O. LUMAPAK - 92 Votes
- 255 • Mrs. MANELIA B. PELAYO - 83 Votes
- 256 • Mrs MARITES A. RAYOS - 82 Votes
- 257 • MR. JAIME D. OMOLON - 78 Votes
- 258 • MRS. CYNTHIA O. PAÑAS - 76 Votes
- 259

260 **AUDIT & INVENTORY COMMITTEE (2)**

- 261 • Mrs. LEAH D. PLAZA - 88 Votes
- 262 • Mrs ANTONIETA LIZA O. GASCON - 83 Votes
- 263

264 **ELECTION COMMITTEE (3)**

- 265 • Ms. CYRIL S. CARRO - 84 Votes
- 266 • Mr Ermelito A. Millusa - 79 Votes
- 267 • Mrs Perly G. Regis - 78 Votes
- 268
- 269

270 The winning candidates were proclaimed by the election committee at OFMPC Head Office last April 13,
271 2025.

272
273 The elections were moved to adjourn at 4:45 in the afternoon by Mrs dita S. Carro and duly seconded by
274 Mrs Eleanor O. De Lara.

275
276 **Adjournment:**

277
278 On motion of Mrs Manelia B. Pelayo Board of Directors Member, and was duly seconded by Mrs
279 Antonieta Liza Gascon AIC Chairwoman, the meeting was adjourned at 5:15 in the afternoon.

280
281
282
283 **Certified Correct:**

284
285 
286 JOLINA R. CELEDONA
287 BOD Secretary

288
289 **Attested by:**

290
291 
292 JUMAR O. LUMAPAK
293 Chairman

OMAGANHAN FARMERS AGRARIAN
REFORM COOPERATIVE, OFMPC

CDA REG. # 9520-08002001

ANNUAL REPORT 2024



Changing lives in the countryside...



Republic of the Philippines
Department of Trade and Industry
SMALL BUSINESS
CORPORATION



OFMPC Development Program

The 7-year Strategic Development Plan aims to drive growth and community impact for the Omaganhan Farmers Agrarian Reform Cooperative aligned with the Sustainable Development Goals (SDGs) to ensure that OFMPC promotes environmental sustainability, social equity, and economic resilience.

The Strategic Development Programs and Projects include four (4) main components, which are:

1. Administrative and Logistical Resources Mgt Program (ALRMP)
2. Agri-Fishery Production and Land Tenure Support Program (AFPSP)
3. Eco-Friendly Sustainable Livelihood Dev't Program (EFSLDP)
4. Financial Accessing and Capital Dev't Program (FACDP)

Administrative and Logistical Resources Mgt Program (ALRMP)

This component strategy optimizes the cooperative's internal operations by improving administrative processes, resource allocation, and logistics. This strategy ensures efficient management of resources, timely delivery of services, and streamlined workflows, enabling the cooperative to better support its members. By enhancing operational effectiveness, the ALRMP aims to reduce costs, improve service quality, and strengthen the overall organizational structure, ensuring the cooperative can scale and respond to future challenges with agility and precision.

Specifically, the sub-strategies are included as follow:

A. Human Resource Management and Capacity Building Strategy

This sub-strategy focuses on fostering a responsive and well-equipped workforce at OFMPC. The cooperative's staffs and officers were sent to various seminars and workshops to enhance their skills and knowledge, ensuring the delivery of quality services to members, stakeholders, and partners.

Also, OFMPC is committed to providing a healthy and safe working environment for its staff by offering logistical support, maintaining organized workstations, and conducting workshops on wellness. The cooperative also strategize to improve management capabilities and encourage staff participation in learning and professional development opportunities, fostering a culture of growth and

excellence within the organization.

B. Adequate Networking and Linkage Building

OFMPC has already expanded in terms of connections over the past years with local government units (LGUs), and non-governmental organizations (DA, DAR, DSWD, etc). With the ongoing collaboration, OFMPC enhance its ability to access both financial and technical assistance, which is essential for the cooperative's growth and development. These strategic partnerships will provide valuable resources, support, and opportunities that will empower OFMPC to implement its projects more effectively and achieve its long-term objectives. Through these collaborations, the cooperative ensures a sustainable flow of resources and expertise to better serve its members and communities.

C. Accessing ability for Budget and Fund Raising

The sustainability of a cooperative relies on its ability to generate sufficient savings from the ventures it undertakes over time. With that, this sub-strategy is designed to ensure that OFMPC secures the necessary financial resources to sustain and grow its initiatives. The cooperative's plans and programs will be presented to top management for prioritization in the budget, with a particular focus on strengthening administrative and management functions. Additionally, OFMPC will seek funding from both local and international agencies to secure budget allocations, ensuring the cooperative's long-term success and impact.

D. Management Information System Development and Support Strategy

This strategy aims to continuously enhance the processes of information dissemination and sharing to ensure the effective implementation of programs, projects, and activities. By fostering transparent and efficient communication, it enables all stakeholders to access timely, accurate, and relevant information. This continuous improvement approach ensures that key insights and updates are readily available, empowering teams to make informed decisions, streamline operations, and address challenges proactively. Ultimately, it helps to optimize the execution and success of various initiatives, ensuring alignment with goals and objectives.

Agri- Fishery Production and Land Tenure Support Program (AFPSP)

It is a comprehensive strategic development initiative aimed at boosting agricultural and fishery productivity while ensuring secure land tenure for farmers. A key component of the program is its focus on supporting cooperatives, which play a critical role in fostering collective action and resource-sharing within rural communities. By strengthening cooperatives, AFPSP enhances access to vital resources such as capital, technology, and market linkages, enabling farmers and fishers to adopt more sustainable production practices and increase their productivity. Through these efforts, AFPSP not only improves individual livelihoods but also contributes to the overall economic growth and resilience of rural communities, empowering them through the collective strength of cooperatives. This holistic approach helps build a more sustainable and inclusive agricultural and fishery sector.

Specifically, the specific sub-strategies are included as follow:

A. Climate Change Responsive Crop Development

The strategy of continuously educating technology extension workers on climate change is crucial in building a knowledgeable and proactive workforce capable of supporting farmers in adapting to climate challenges. OFMPC has continuous partnership with AgriCooph for climate change-responsive agriculture which can better assist local communities in implementing strategies that mitigate the adverse effects of climate change. This collective readiness allows for coordinated action in addressing the challenges posed by climate change, ensuring that all participants play an active role in sustainable agricultural practices and climate resilience initiatives.

By prioritizing climate adaptation and mitigation strategies in farming, this approach ensures that agricultural production becomes more resilient to climate impacts and contributes to long-term ecological balance. Thus, Empowering stakeholders and members involved in climate change is a central aspect of fostering a climate-resilient agricultural sector. This involves conducting regular training enhancement for the stakeholders take actionable steps toward mitigating climate change effects.

B. Infrastructure Support and Local Market Development

This strategy focuses on strengthening institutional capacity through the construction of a new facility to accommodate staff and members. It also promotes the sale of farmers' produce through the OFMPC-KADIWA Store, supporting sustainable local economic activities. These initiatives form a vital part of the project's infrastructure development and local market expansion efforts, contributing to long-term community resilience and economic empowerment.

C. Modernization of Farming System (IDOPS)

The Modernization of Farming System (IDOPS) ensuring that staff and officers have a working knowledge of IDOPS practices, especially in terms of documenting farming practices and maintaining accurate financial records, through conducting regular meetings and feed backing on IDOPS. This ensures that all farming activities are well-organized, and transparent, which is crucial for monitoring progress and securing funding or support for future improvements and monthly FS report.

D. Farm Land Tenure Improvement and Irrigation Development

The provision of technical assistance aimed at enhancing land tenure security and improving irrigation systems from Agrarian Reform and National Irrigation Administration. This support helps farmers secure their land rights, ensuring they have the stability to invest in long-term agricultural practices.

Another important aspect of this strategy is providing support for the acquisition of new or conditioned transport vehicles for stakeholders. Reliable transportation is vital for the effective delivery of farming services and ensuring that agricultural products can be efficiently moved to markets or processing centers. By assisting stakeholders with transportation needs, the program helps reduce logistical challenges and improve the accessibility of farming inputs and services.

F. Fishery Support Services and Development

The strategy involves the implementation of activities aimed at protecting, rehabilitating, and conserving coastal areas. Through intensive training for technical staff and cooperative members on fishery laws, they will be informed about sustainable fishing practices and legal regulations. By educating them and promoting responsible behavior, this approach fosters long-term conservation and sustainability of coastal resources, ensuring that they remain productive for future generations.

Eco-Friendly Sustainable Livelihood Dev't Program (EFSLDP)

The entire strategic plan is designed to respond to rural poverty. With a broader development framework, it aims to promote sustainable economic growth. This strategy focuses on optimizing the use of natural resources through the promotion of environmentally responsible livelihood activities. By encouraging communities to adopt eco-friendly practices, the goal is to ensure that livelihood opportunities not only support the community's immediate needs but also contribute to long-term sustainability, minimizing ecological impact while enhancing overall well-being.

Specifically, the specific sub-strategies are included as follow:

A. Financial Support for Farming and Fishing Livelihood to Marginalized communities

This involves the continuous education of technical staff, enhancing their knowledge and skills about cooperative operations, eco-friendly technology, and sustainable farming practices. Training sessions are conducted every week, ensuring that staff members stay up to date. By keeping the technical staff well-informed, they can better support and guide the stakeholders in adopting environmentally responsible methods. This strategy also ensures that members are well-oriented on livelihood opportunities. It provides them with the necessary training and resources to effectively manage and improve their livelihoods.

Under this sub-strategy, the OFMPC successfully extended accessible loan products tailored for farmers and fisherfolk. This initiative provided essential financial support to marginalized communities, helping them sustain and improve their agricultural and fishing livelihoods.

B. Capability Building Enhancement for Technical Staff

This strategy focuses on enhancing the skills and competencies of staff through training on various technologies that support agricultural communities in adopting sustainable practices. By establishing techno-demo packages, it highlights advanced, eco-friendly techniques. As of now, OFMPC has continuously equipped its technical staff and officers with the necessary expertise, enabling them to effectively educate and guide farmers while ensuring the integration of sustainable and environmentally responsible practices into local agriculture. Ultimately, this approach fosters more resilient farming practices that benefit both the environment and the communities.

Accomplishment Report

Board of Director's Report

Built on the foundation of strong leadership and strategic management, the year 2024 proved to be a progressive and growth-filled year for OFMPC. Throughout the year, strategic initiatives were implemented to expand our services, strengthen institutional capacities, and foster partnerships that promote sustainable livelihoods.

1. Implemented Programs

Through improved access to financial services, capacity-building programs, and stronger collaboration with government agencies and stakeholders, the cooperative expanded its reach, enhanced member engagement, and reinforced its role in community development. These efforts not only boosted productivity but also laid a solid foundation for long-term sustainability and inclusive growth which resulted to implement the programs below:

- Opening of Kadiwa Store
- Tutuok Kainan Supplementation Program
- Supply Banana Chips for DepEd Cebu Feeding Program
- Implements Walang Gutom Program in Partnership with DSWD
- Gift Giving: A Cooperative Social Responsibility Initiative

2. Networking and Collaboration Initiatives

By forging stronger ties with government agencies, non-government organizations, private partners, and other cooperatives, OFMPC was able to access new resources, expand market opportunities, and enhance service delivery. These partnerships led to joint projects, training programs, and technical assistance that not only benefited the cooperative's operations but also empowered its members through shared knowledge and inclusive participation

- Entered into a memorandum of agreement with Palompon Institute of Technology – Tabango for its Extension Activities
- Entered into a memorandum of agreement with the Department of Science and Technology (DOST) for Banana Chips Production
- Productive Meeting and Collaboration for Banana Chips
- Attended Trade Fair and Exhibits

3. Infrastructure and Real Estate Acquisition

This development has strengthened organizational capacity, improved operational efficiency, and laid a solid foundation for long-term sustainability and expansion.

- Ongoing Construction of OFMPC additional Bldg in Sitio Shamrock, Poblacion, Tabango, Leyte
- Purchase of 8 Hectares Agro-industrial Property in Brgy. Tinghum, Villaba, Leyte for our Eastern Visayas Banana Processing Enterprise

4. Attendance in Federation/Government Meetings and Assemblies

These participations strengthened partnerships, aligned the cooperative's direction with national priorities, and opened opportunities for support, collaboration, and shared learning.

- Attended the Micro Finance Council of the Philippines Meeting
- Attended Department of Agriculture, Agricultural Marketing Assistance Division Meeting for KADIWA STORE
- Attended and elected as Officer for VICTO National Federation

5. International Travel Invitation

This opportunity allowed the cooperative to gain insights from international best practices, and strengthen its commitment to inclusive and sustainable development.

- PROPAK ASIA IN THAILAND
- Fully subsidized Agrivet Lakbay Aral to South Korea

6. Awards Received

OFMPC was honored with the *Agricultural Cooperative Advancement Excellence Award* on 2024, a prestigious recognition that highlights the cooperative's commitment to promoting sustainable agriculture, and empowering local farmers. This award serves as a testament to the dedication, resilience, and collaborative spirit of OFMPC and its members.



JUMARO O. LUMAPAK
Chairman, Board of Director

External Audit Report 2024



OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC

Brgy. Omaganhan, Tabango, Leyte

AUDITOR'S REPORT AND FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2024 & 2023

Audit Engagement Letter

Statement of Management's Responsibility for the Financial Statements

Statement of Management's Responsibility for Annual Income Tax Return

Statements of Representation

Report of Independent Auditor

Statements of Financial Condition

Statements of Operations

Statements of Cash Flows

Statement of Changes in Equity

Notes to Financial Statements

PESOS Indicators

AUDIT ENGAGEMENT LETTER

The Board of Directors
Omaganhan Farmers' Agrarian Reform Cooperative, OFMPC
Brgy. Omaganhan, Tabango, Leyte

You have requested that we audit the statements of financial condition of **Omaganhan Farmers' Agrarian Reform Cooperative, OFMPC** as of December 31, 2024 and the related statements of operations, cash flows and changes in equity for the year then ending. I am please to confirm my acceptance and our understanding of this engagement by means of this letter. My audit will be made with the objective of my expressing an opinion on the financial statements.

I will conduct my audit in accordance with Philippine Standards on Auditing and in conformity with the Philippine Financial Reporting Standards (PFRS).

Because of the test nature and other inherent limitations of an audit, together with the inherent limitations of any accounting internal control system, there is an unavoidable risk that even some material misstatements may remain undiscovered.

In addition to my report on the financial statements, we expect to provide you with a separate letter concerning any material weaknesses in accounting and internal control systems which come to my knowledge.

I remind you that the responsibility of the preparation of the financial statements including adequate disclosure is that of the management of the company. This includes the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, and the safeguarding of assets of the company. As part of my audit process, I will request from management written confirmation concerning representations made to us in connection with the audit.

However, as part of my responsibility as accredited external auditor, I shall report to the **Cooperative Development Authority (CDA)** any of the following cases which may have been discovered based on generally accepted auditing standards, if the cooperative fails to disclose the same to the Authority under its current reports:

1. Any misappropriation of assets;
2. Recording of transactions without substance;
3. Manipulation, falsification or alteration of records or documents;
4. Intentional misapplication of accounting policies;
5. Omission of material information;
6. And any other instance/factor which may classified as fraud.

→

I look forward to full cooperation with your staff and I trust that they will make available to me whatever records; documentation and other information are requested in connection with my audit.

This letter will be effective for one (1) year unless it is terminated, amended or superseded.

Please sign and return the attached copy of this letter to indicate that it is in accordance with your understanding of the arrangement of my audit to your financial statements.

OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC

Acknowledged in behalf of the cooperative by:


JUMAR O. LUMAPAK
BOD-Chairperson


EDMUND L. AMPLAYO
Certified Public Accountant
Board Certificate No. 56956; Expiry: 12/09/2026
PTR No. 9079512 – January 06, 2025, Catbalogan City, Samar
BIR Accreditation No. 14-003212-001–2024 valid until 11/06/2027
BOA Accreditation No. 1096 valid until 12/31/2026
TIN No. 115-759-896-000
CDA CEA No. 68 issued on 02/12/2025

January 15, 2025
Tacloban City, Philippines

Statement of Management's Responsibility for the Financial Statements

The management of **Omaganhhan Farmers' Agrarian Reform Cooperative, OFMPC** is responsible for all information and representation contained in the statements of financial condition as of December 31, 2024 and the related statements of operation, changes in equity and cash flows for the year ending December 31, 2024 and the summary of significant accounting policies and other explanatory notes. The financial statements have been prepared in accordance with the generally accepted accounting principles and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regards, management contains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized. The management likewise discloses to its external auditor, (i) all significant deficiencies in the design and operation of internal control that would adversely affect its ability to record, process and report financial data; (ii) material weaknesses in the internal controls, and (iii) any fraud that involves management of other employees who exercise significant roles in the internal controls.

The Board of Directors reviews the financial statements before such statements are approved and submitted to the members as well as to the different government agencies and regulatory bodies. The same was reviewed and approved on January 26, 2025.

EDMUND L. AMPLAYO, CPA Sole Private Practitioner, the independent auditor appointed by the Board of Directors and Members, has audited the financial statements of the Cooperative in accordance with Philippine Standards on Auditing and has expressed his opinion on the fairness of presentation upon completion of such audit, in his report to the Members and Board of Directors.

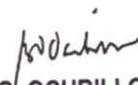
Signed under oath, this ____ day of _____ 2025 in Tabango, Leyte by:



JUMAR O. LUMAPAK
Chairperson



ALICIA C. TUMAGAN
Treasurer/Cashier



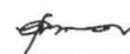
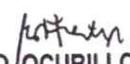
IVY Q. OCUBILLO
COO

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR ANNUAL INCOME TAX RETURN

The management of **Omaganhan Farmers' Agrarian Reform Cooperative, OFMPC** is responsible for all information and representations contained in the Annual Income Tax Return for the year ended December 31, 2024. Management is likewise responsible for all information contained in the financial statements accompanying the Annual Income Tax Return covering the same reporting period. Furthermore, the Management is responsible for all information and representation contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, and any and all other tax returns.

In this regard, the Management affirms that the attached audited financial statements, for the year ended December 31, 2024 and the accompanying Annual Income Tax Return are in accordance with the books and records of **Omaganhan Farmers' Agrarian Reform Cooperative** complete and correct in all material respects. Management likewise affirms that:

- a) The Annual Income Tax Return has been prepared in accordance with the provisions of the National Internal Revenue Code as amended and pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue;
- b) Any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the company's books and records in accordance with requirements of Revenue Regulations No. 8-2007 and other relevant issuances;
- c) The name **Omaganhan Farmers' Agrarian Reform Cooperative, OFMPC** has filed applicable tax returns reports and statements required to be filed under Philippine tax laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.

 <u>JUMAR O. LUMAPAK</u> Chairperson	 <u>ALICIA C. TUMAGAN</u> Treasurer/Cashier	 <u>IVY O. OCUBILLO</u> COO
---	--	--

SUBSCRIBED AND SWORN to before me this 02 day of APR, 2025 affiant exhibiting to me their Community Tax Certificate, as follows:

Name	Comm. Tax Cert.	Date of Issue	Place of Issue
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Doc. No. 19
Page No. 4
Book No. CV
Series of 2025


ATTY. NOTARY PUBLIC MABTIC
Notary Public

Until Dec. 31, 2026
PTR No. 9650274 01/08/25
San Isidro, Leyte
Roll No. 41913
HWP No. 503755 01/13/25
Leyte Chapter
Notary Compliance Cert. No. VI
003164 03/30/22
NO. NO. 0001 23 057
RTC 11, Cebu, Leyte

STATEMENT OF REPRESENTATION

TO THE COOPERATIVE DEVELOPMENT AUTHORITY,

In connection with the audit of **OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC** for the year ending December 31, 2024 which are to be submitted to the Cooperative Development Authority, I hereby represent the following:

- 1.) That said financial statements herewith are prepared and presented in conformity with Philippine Accounting Standards;
- 2.) That in the conduct of the audit, I adhered to the Philippine Standards on Auditing promulgated by the Board of Accountancy and the Standard Audit System for Cooperatives as required by the Cooperative Development Authority;
- 3.) That I am qualified as provided for in Section 14 of the Code of Professional Ethics for Certified Public Accountants and Article 81 of R.A. 9520 (Cooperative Code of the Philippines);
- 4.) That I am fully aware of my responsibility as an independent auditor for the audit certificate issued and attached to the financial statements and the sanctions to be bestowed on me for any misrepresentations that I may have willingly or unwillingly committed;
- 5.) That I make these representations in my individual capacity;
- 6.) That I am a member in good standing of Philippine Institute of Certified Public Accountants (PICPA) – Tacloban City.


EDMUND L. AMPLAYO

Certified Public Accountant

Board Certificate No. 56956; Expiry: 12/09/2026

PTR No. 9079512 – January 06, 2025, Catbalogan City, Samar

BIR Accreditation No. 14-003212-001–2024 valid until 11/06/2027

BOA Accreditation No. 1096 valid until 12/31/2026

TIN No. 115-759-896-000

CDA CEA No. 68 issued on 02/12/2025

March 22, 2025

Tacloban City, Philippines

INDEPENDENT AUDITOR'S REPORT

**THE BOARD OF DIRECTORS
OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC
Brgy. Omaganhan, Tabango, Leyte**

Report on the Audit of the Financial Statements

Opinion

*I have audited the accompanying financial statements of the **OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC** which comprise the statements of financial condition as at December 31, 2024 and the related statement of operations, statement of changes in equity and cash flows for the years then ended, and the notes to the financial statements, including a summary of significant accounting policies and other explanatory notes.*

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the cooperative as at December 31, 2024 and of its financial performance and cash flows for the years then ended in accordance with the Philippine Financial Reporting Standards (PFRSs) for cooperatives.

Basis for Opinion

I conducted my audits in accordance with the Philippine Standards on Auditing (PSAs). My responsibilities under those standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of my report. I am 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 my audit of the financial statements in the Philippines, and I have fulfilled other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRSs, for SMEs and for such internal control management determined 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 the governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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. Misstatement 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 decision of users taken on the basis of these financial statements.

As part of an audit in accordance with PSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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.*

27

- 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 relate 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, 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 I conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosure in the financial statements or, if such disclosure 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, further 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.

I communicate with those charged with governance regarding, among other matters, planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that may be identified during my audit.

Report on the Supplementary Information Requires Under Revenue Regulation No. 15-2010

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary on taxes and licenses in the note to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the financial statements. Such information is the responsibility of management and has been subjected to the auditing procedures applied in our audit of the basic financial statements.

In my opinion, the supplementary information present fairly in all respect in relation the basic financial statements taken as a whole.

March 22, 2025
Tacloban City, Leyte


EDMUND L. AMPLAYO
Certified Public Accountant
Board Certificate No. 56956; Expiry: 12/09/2026
PTR No. 9079512 – January 06, 2025, Catbalogan City, Samar
BIR Accreditation No. 14-003212-001-2024 valid until 11/06/2027
BOA Accreditation No. 1096 valid until 12/31/2026
TIN No. 115-759-896-000
CDA CEA No. 68 issued on 02/12/2025

THE COOPERATIVE PLEDGE

As a Filipino
I am and I believe in Cooperative
Alone I am weak
But with others I am strong.

So I commit myself to work,
to cooperate for all to be prosperous.

Harmony, Industry, I will value.
Cooperative affairs, I will attend.
Responsibilities, I will assume.
The Cooperative philosophy, I will live.

One Vision, One Belief,
One feeling, in Cooperativism
My life, I pledge
so help me God.

VISION

The strongest and most trusted
world class cooperative in Eastern
Visayas.

Mission

We promote and improve the
quality of life of every members
by proving excellent financial
products and allied services.

7 COOPERATIVE PRINCIPLE

1. Voluntary and Open Membership
Anyone who can use the cooperative's services and is willing to accept the responsibilities of membership can join, without discrimination based on factors like gender, race, or social status.

2. Democratic Member Control
Members have the power to make decisions about the cooperative through voting, with each member having an equal say regardless of their level of investment.

3. Members' Economic Participation
Members contribute financially to the cooperative through purchasing goods or services, and may also share in the cooperative's profits.

4. Autonomy and Independence
Cooperatives are self-governing and independent entities, with the freedom to make their own decisions while adhering to cooperative principles.

5. Education, Training and Information
Cooperatives are committed to educating their members about cooperative principles and practices to ensure active participation.

6. Cooperation among Cooperatives
Cooperatives should work together at local, national, and international levels to achieve shared goals and support each other.

7. Concern for Community
Cooperatives should consider the needs of the community they serve and strive to create positive social and economic impacts.

OFMPC

Historical Background

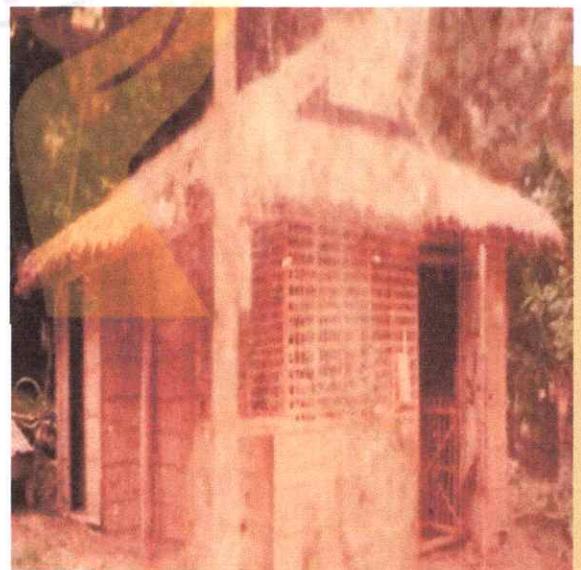


The Omganhan Farmers Agrarian Reform Cooperative, OFMPC, of Tabango, Leyte started small as a people's organization with only 12 original founding members on August 30, 1989 with ₱2,717 only as starting capital, assisted by the Agrarian Reform Support Services Offices. It was registered with the Cooperative Development Authority on January 9, 1992 with Certificate of Registration no. CBU 477. Its office at that time was a small nipa hut, reflective of its humble origins.

Today, OFMPC now operates a modern and air-conditioned office, complete with flat screen computers, and staffed with competent, service-oriented staff. It is a micro-finance organization engaged in providing savings and credit services to its members and has professionalized its policies, systems and procedures. The cooperative has transformed into a highly successful and earned recognition for its success, from regulatory agencies, banks, and partners.

The Cooperative's growth mirrored that of its community, which was then a small village with few people and houses. Old-times remember that there was no electricity or potable water system. Things have changed now. There are now more houses, flowers line its road, and it won recognition as the "Most Progressive Agrarian Reform Community" in the Visayas in 2009. OFMPC has done much to improve the standard of living by implementing innovative services such as livestock dispersal, livelihood assistance, micro-lending activities and post-harvest services, to name a few.

By the end of the fiscal year 2024, OFMPC has reached a total membership of 18,955. Its assets now stand ₱339.94 million with equity of ₱129.74 million and gained a net surplus of ₱7.59M. The Cooperative's impact is no longer confined to Omganhan alone—it has expanded its services to nearby areas including San Isidro, Villaba, Tabango Branches, and the Naval Satellite Office.



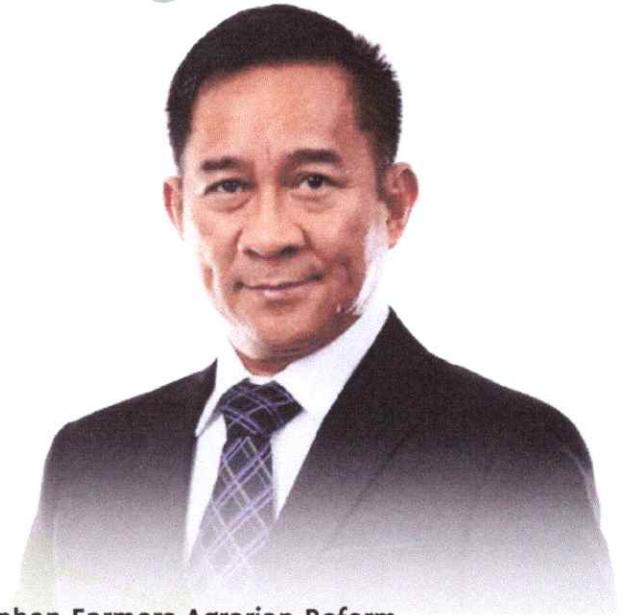
While financial success is evident, the real indicator of success lies in the shared strength of the people, in their common hopes and vision, values, determination, unity and faith in the Almighty. It is in the field of intangibles, in the things that cannot be counted, but nonetheless, real, something that is felt and one that binds the whole community to progress.

Honoring the visionary leadership of the late General Manager, Engr. Romulo R. Ocubillo, and the unwavering support of its members, OFMPC has adopted a dynamic and proactive stance in addressing poverty and unemployment. The Cooperative has likewise been named as one of the financial conduits of the organic banana and cassava chips production under the Agrarian Reform Communities Project 2, supported by the Asian Development Bank and the Department of Agrarian Reform. The Cooperative has also partnered with various institutions such as VICTO, SEED FINANCE, AgriCooPh, and others, paving the way for greater opportunities and growth.

But more than providing financial assistance or livelihood to a member who needs it, or reducing poverty and unemployment, OFMPC has done something more important: it has given food to the hungry, sheltered the homeless, and cared for the sick. It has touched the lives of many people for the better. It has restored hope in one's capacity to do good, carve out a future full of dreams and a better life for its members.



Message from the



We extend our heartfelt congratulations to the Omganhan Farmers Agrarian Reform Cooperative (OFMPC) on another year marked by impressive growth and success.

Since its humble beginnings in 1989, OFMPC has become a cornerstone for farmers and communities, empowering over 19,000 members across its five branches.

Your strong partnership with the Small Business Corporation, through the Pondo sa Pagbabago at Pag-asenso (P3) program, highlights the cooperative's resilience and its mission to improve lives in rural areas. This year's theme, "Cooperative: Building Prosperity for All," aptly reflects OFMPC's journey with SB Corporation since 2008. OFMPC started with a P5.0 million P3 wholesale credit line, which has now expanded to P50.0 million. As of 2024, the total amount utilized is P30.0 million. These milestones are a testament to your financial integrity and commitment to a prosperous future.

ROBERT C. BASTILLO President and CEO Small Business Corporation SB Corporation hopes that OFMPC will continue to thrive, inspire, and empower more farmers and microentrepreneurs. Let us work together to achieve prosperity for all!

ROBERT C. BASTILLO
President and CEO
Small Business Corporation



*Message from the
Land Bank of the Philippines*



Warmest greetings!

Congratulations to the family of OFMPC, Land Bank of the Philippines commends your cooperative's unwavering commitment to fostering growth and prosperity in your community. Your theme, "Cooperatives: Building Prosperity for All," resonates deeply with our mission of financial inclusion and sustainable development.

We are honored to have played a role in your journey toward realizing your vision of a secure, productive, and prosperous future. Your success stands as a testament to the power of cooperation and financial stewardship, creating meaningful opportunities for your members and the wider community.

As we move forward, Landbank remains steadfast in supporting your initiatives, ensuring that together, we continue to build a brighter and more inclusive future for all. Congratulations on your achievements, and we look forward to more fruitful collaborations in the years ahead.

**MARY CHRISTINE L. FAELNAR
Department Manager
LBP-Southern Leyte Lending Center**

Performance Highlights 2024

18,955
Membership Profile

₱339.94M
Assets

₱129.74M
Equity

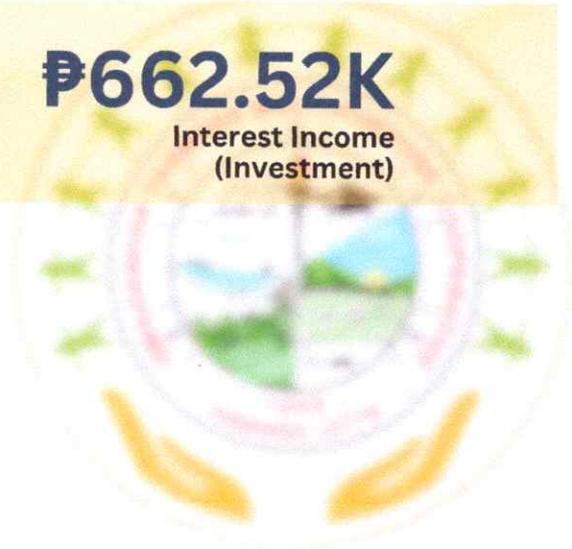
₱7.59M
Net Surplus

₱137.64M
Deposits

₱222.99M
Loan Receivables

₱42.05M
Interest Income
(Loans)

₱662.52K
Interest Income
(Investment)



OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC
Brgy. Omaganhan, Tabango, Leyte

STATEMENT OF FINANCIAL CONDITION
As of December 31, 2024 and 2023
(Amounts in Philippine Pesos)

	Notes	2024	2023
ASSETS			
Current Assets			
Cash and cash equivalents	5	45,742,146.12	28,731,827.23
Loans and receivables, net	6	222,985,417.28	227,803,944.50
Merchandise inventory	7	2,452,917.18	914,887.72
Other current assets	8	1,998,878.02	2,437,365.37
Total Current Assets		273,179,358.60	259,888,024.82
Non-Current Assets			
Financial assets at cost	9	3,071,794.80	2,190,729.59
Property & equipments, net	10	41,743,724.30	12,384,402.55
Other non-current assets	11	21,947,100.43	21,923,595.41
Total Non-Current Assets		66,762,619.53	36,498,727.55
TOTAL ASSETS		339,941,978.13	296,386,752.37
LIABILITIES & EQUITY			
LIABILITIES			
Current Liabilities			
Deposit liabilities	12	137,635,974.86	123,917,050.16
Trade and other payables	13	5,455,115.99	2,537,541.70
Accrued expenses	14	479,746.71	628,482.25
Other current liabilities	15	5,904,470.65	5,825,504.67
Total Current Liabilities		149,475,308.21	132,908,578.78
Non-Current Liabilities			
Non-current liabilities	16	57,853,962.71	35,218,589.93
Other non-current liabilities	17	2,869,701.88	32,216,899.05
Total Non-Current Liabilities		60,723,664.59	67,435,488.98
TOTAL LIABILITIES		210,198,972.80	200,344,067.76
EQUITY			
Paid-up share capital	SCE	74,541,596.51	70,257,786.21
Donations/grants	SCE	31,261,224.29	2,779,672.58
Other funds		8,551,822.75	9,168,587.99
Statutory funds	SCE	15,388,361.78	13,836,637.83
TOTAL EQUITY		129,743,005.33	96,042,684.61
TOTAL LIABILITIES & EQUITY		339,941,978.13	296,386,752.37

See accompanying Notes to Financial Statements.

72

OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC
Brgy. Omaganhan, Tabango, Leyte

STATEMENT OF FINANCIAL OPERATION
For the years ended December 31, 2024 and 2023
(Amounts in Philippine Pesos)

	Notes	2024	2023
REVENUES	18	56,637,269.35	51,620,189.92
TOTAL REVENUES		56,637,269.35	51,620,189.92
EXPENSES	19	49,456,370.37	45,334,474.49
NET SURPLUS before Ordinary Items		7,180,898.98	6,285,715.43
Add (Deduct) ExtraOrdinary Items			
Prior years' adjustment		406,563.91	-
NET SURPLUS		7,587,462.89	6,285,715.43
DISTRIBUTED AS FOLLOWS:	20		
Reserve Fund		758,746.29	628,571.54
Education and Training Fund-local		379,373.17	314,285.77
Due to Union/Federation		379,373.13	314,285.77
Community Development Fund		227,623.88	188,571.46
Optional Fund		531,122.39	440,000.08
Interest on Share Capital Payable		3,717,856.83	3,080,000.57
Patronage Refund Payable		1,593,367.20	1,320,000.24
NET SURPLUS AS DISTRIBUTED		7,587,462.89	6,285,715.43

See accompanying notes to Financial Statements.

87

OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC
Brgy. Omaganhan, Tabango, Leyte

STATEMENT OF CASH FLOWS
For the years ended December 31, 2024 and 2023
(Amounts in Philippine Pesos)

	Notes	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Surplus		7,587,462.89	6,285,715.43
Adjustments to reconcile net surplus to net cash provided by operating activities			
Depreciation		1,946,796.78	1,142,951.49
Provision for probable losses on loans receivable		-	4,000,000.00
Provision for probable losses on accounts receivable		-	64,340.57
Credits to accumulated depreciation			
Changes in Assets and Liabilities			
Decrease (Increase) in:			
Loans and receivables		4,818,527.22	(43,767,724.51)
Merchandise inventory		(1,538,029.46)	(327,918.99)
Other current assets		438,487.35	(860,519.85)
Increase (Decrease) in:			
Deposit liabilities		13,718,924.70	4,748,242.89
Trade and other payables		2,917,574.29	2,285,710.98
Accrued expenses		(148,735.54)	75,097.58
Remittance to apex organization		(388,366.97)	(196,803.84)
Payments of interest on share capital and patronage		(5,223,264.21)	(2,755,253.94)
Net Cash Flows Provided by (Used in) Operating Activities		24,129,377.05	(29,306,162.19)
CASH FLOWS FROM INVESTING ACTIVITIES			
(Increase) Decrease in financial assets at cost		(881,065.21)	(322,088.00)
(Increase) in property and equipment, net		(31,306,118.53)	(9,069.30)
(Increase) in other non-current assets		(23,505.02)	(3,897,898.74)
Net Cash Flows (Used in) Investing Activities		(32,210,688.76)	(4,229,056.04)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net proceeds from issuance of share capital		4,283,810.30	4,430,872.02
Increase in donations/grants		28,481,551.71	-
Increase in non-current liabilities		22,635,372.78	8,436,267.17
(Decrease) Increase in other non-current liabilities		(29,347,197.17)	289,155.02
(Decrease) Increase in other funds		(616,765.24)	2,620,879.27
(Charges) against statutory funds		(345,141.78)	(2,995,523.34)
Net Cash Flows Provided by Financing Activities		25,091,630.60	12,781,650.14
NET INCREASE (DECREASE) IN CASH and CASH EQUIVALENTS		17,010,318.89	(20,753,568.09)
CASH and CASH EQUIVALENTS, January 01	5	28,731,827.23	49,485,395.32
CASH and CASH EQUIVALENTS, December 31	5	45,742,146.12	28,731,827.23

See accompanying Notes to Financial Statements

87

OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC
Brgy. Omaganhan, Tabango, Leyte

STATEMENT OF CHANGES IN EQUITY
For the years ended December 31, 2024 and 2023
(Amounts in Philippine Pesos)

	Notes	2024	2023
PAID-UP SHARE CAPITAL-COMMON			
Beginning Balance		70,257,786.21	65,826,914.19
Add (deduct) Net changes		4,283,810.30	4,430,872.02
TOTAL PAID-UP SHARE CAPITAL - COMMON		74,541,596.51	70,257,786.21
DONATIONS/GRANTS			
Beginning Balance		2,779,672.58	2,779,672.58
Add (deduct):			
Receipts			
Deductions/adjustments		28,481,551.71	-
Ending Balance		31,261,224.29	2,779,672.58
OTHER FUNDS - BUILDING			
Beginning Balance		9,168,587.99	6,547,708.72
Add (deduct):			
Provision		(616,765.24)	2,620,879.27
Ending Balance		8,551,822.75	9,168,587.99
STATUTORY FUNDS			
RESERVE FUND			
Beginning Balance		9,685,534.54	9,056,963.00
Add (deduct):			
Provisions		758,746.29	628,571.54
Credits			
Ending Balance	20	10,444,280.83	9,685,534.54
EDUCATION AND TRAINING FUND			
Beginning Balance		388,366.98	430,922.46
Add (deduct):			
Provisions		379,373.17	314,285.77
Charges		(120,771.71)	(356,841.25)
Ending Balance	20	646,968.44	388,366.98
COMMUNITY DEVELOPMENT FUND			
Beginning Balance		1,400,859.15	3,100,969.78
Add (deduct):			
Provisions		227,623.88	188,571.46
Charges) Credits		(224,370.07)	(1,888,682.09)
Ending Balance	20	1,404,112.96	1,400,859.15
OPTIONAL FUND			
Beginning Balance		2,361,877.16	2,671,877.08
Add (deduct):			
Provisions		531,122.39	440,000.08
Charges)		-	(750,000.00)
Ending Balance	20	2,892,999.55	2,361,877.16
TOTAL STATUTORY FUNDS	20	15,388,361.78	13,836,637.83
TOTAL EQUITY		129,743,005.33	96,042,684.61

See accompanying Notes to Financial Statements

87

OMAGANHAN FARMERS' AGRARIAN REFORM COOPERATIVE, OFMPC
Brgy. Omaganhan, Tabango, Leyte

NOTES TO FINANCIAL STATEMENTS
As of December 31, 2024 and 2023
(Amounts in Philippine Pesos)

1. GENERAL INFORMATION

The **OMAGANHAN FARMERS' MULTI-PURPOSE COOPERATIVE** was organized on August 30, 1989. It was registered with the Cooperative Development Authority (CDA), a body created under Republic Act 6938 to govern and supervise all cooperatives established in the Philippines on January 9, 1992 per Certificate of Registration No. CBU-477.

The cooperative is currently engaged in providing savings and credit services to its members. Its area of operation was currently amended to region-wide. Currently, the cooperative has two branches; the Villaba branch and San Isidro branch and one satellite in Naval, Biliran.

On January 30, 2013, the Cooperative Development Authority approved to change the name of cooperative to **Omaganhan Farmers' Agrarian Reform Cooperative, OFMPC** and certain amendments in the Articles of Cooperation and Coop By-Laws.

The cooperative enjoys exemption from certain types of taxes pursuant to Article 62 of the Cooperative Code of the Philippines for its transactions with both members and non-members for a period of ten (10) years effective from the date of registration with the CDA. This exemption was affirmed by the Bureau of Internal Revenue per Certificate of Tax Exemption Ruling dated January 29, 2003 and docketed as TECCP RR-14-90-2003 issued by BIR Region No. 14, Palo, Leyte. Thereafter, the tax exemption is covered by different ruling as conferred by BIR Revenue Regulation (RR) No. 20-2001 (amending Revenue Memorandum Circular No. 48-91). Under this Revenue Regulation, specifically section 3, it enumerated the types of national and local taxes as registered cooperative can avail exemption. Notwithstanding the foregoing pronouncements of the cooperative earns income from unrelated sources to its main/principal business, it shall be subjected to all appropriate taxes under the Tax Code of 1997.

On the other hand, a duly registered cooperative in some cases, can be held liable to all internal revenue taxes unless otherwise provided by law of after the lapse of the 10 year period from the date of registration, its accumulated revenues and undivided net savings exceeds the ten million pesos (Php 10,000,000.00) threshold. This rule however is only applicable to cooperatives that have business to non-members.

Cooperative Tax Identification No.: 890-004-306-975-00

Cooperative was issued a Certificate of Good Standing on _____.

These financial statements of the cooperative for the year ended December 31, 2024 were authorized for issue by the Board of Directors on January 26, 2025.

8,

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

To facilitate the understanding of the financial statements, the more significant accounting policies and practices of the Cooperative are summarized as follows:

PAS 1	-	Presentation of Financial Statements
PAS 8	-	Accounting Policies, Changes in Accounting Estimates and Errors
PAS 10	-	Events after Balance Sheet Date
PAS 16	-	Property, Plant and Equipment
PAS 19	-	Employee Benefits
PAS 21	-	The Effects of Changes in Foreign Exchange Rates
PAS 24	-	Related Party Transactions
PAS 36	-	Impairment of Assets
PAS 7	-	Cash Flow Statements
PAS 18	-	Revenue
PAS 38	-	Intangible Assets
PAS 32, 39	-	Financial Instruments for Credit Coops

PAS 1 - Presentation of Financial Statements

Provides framework of financial statements presentation. It requires more specific balance sheet line items (tax liabilities, provisions, non-current interest bearing debt, among others; financial statements must be comparative; and, has a number of new disclosure requirements. The standard also requires presentation of comparative information.

PAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors

The standard is applied in selecting and applying accounting policies, and accounting for changes in accounting policies, changes in accounting estimates and correction of prior period errors.

PAS 10 - Events After Balance Sheet Date

The standard is applied in the accounting for, and disclosure of events after balance sheet date.

PAS 16 - Property, Plant and Equipment

PAS 16 (a) provides additional guidance and clarification on recognition and measurement of property, plant and equipment; requires capitalization of the costs of asset dismantling, removal or restoration; and requires measurement of an item of property and equipment acquired in exchange for a non-monetary asset or a combination of monetary and non-monetary assets at fair value, unless the exchange transaction lacks commercial substance. The standard also provides guidelines for derecognition (e.g., disposal).

PAS 19/IAS 19 - Employees Benefits

Prescribes the accounting and disclosure for employee benefits, including short-term benefits (wages, annual leave, sick leave, annual profit-sharing bonuses, and non-monetary benefits); pensions, post-employment life insurance and medical benefits' other long-term employee benefits (long-service leave, disability, deferred compensation, long-term profit sharing and bonuses, and equity compensation).

PAS 21/IAS 21 - The Effects of Changes in Foreign Exchange Rates

Provides certain restrictions in allowing the capitalization of foreign exchange differentials. Under prevailing circumstances, the adoption will not have a material effect on the Company's financial position, results of operations and cash flows in year 2024.

PAS 24 - Related Party Transactions

This standard applies in: (a) identifying related party relationships transactions; (b) identifying outstanding balances between an entity and its related parties; identifying the circumstances in which disclosures to be made about these items.

PAS 36 - Impairment of Assets

This standard applies in accounting for the impairment of assets other than those covered by separate standards.

PAS 2 - Inventories

Prescribes the accounting treatment for inventories

PAS 7 - Cash Flow Statements

Prescribes the provision of information about the historical changes in cash and cash equivalents of an entity by means of a cash flow statement which classifies cash flows during the period from operating, investing and financing activities.

PAS 18 - Revenue

Prescribes the accounting treatment for revenue arising from certain types of transaction and events.

72

PAS 38 - Intangible Assets

Prescribes the accounting treatment for Intangible Assets not dealt with specifically in another Standard.

PAS 32, 39 - Financial Instruments

Prescribes the accounting treatment, presentation and disclosure requirements for Financial Instruments.

Management's Use of Judgments and Estimates

The financial statements are prepared in conformity with the above-mentioned accounting principles accepted in the Philippines which requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Those estimates and assumptions used in the financial statements are based on management's evaluation of relevant facts and circumstances as of date of the financial statements. Actual results could differ from such estimates.

The key estimates/assumptions concerning the future that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Estimated Useful Lives

The useful life of each of the Cooperative's property or equipment is estimated based on the period over which the asset is expected to be available for use. Such estimation is based on a collective assessment of industry practice, internal technical evaluation and experience with similar assets. The estimated useful life of each asset is reviewed periodically and updated if expectations differ from previous estimates due to physical wear and tear, technical and commercial obsolescence and legal or other limits on the use of the assets. It is possible, however, that future results of operations could be materially affected by changes in the amounts and timing of recorded expenses brought about by changes in the factors mentioned above. The carrying value of property and equipment amounted to **Php41,743,724.30** and **Php 12,384,402.55** as of **December 31, 2024** and **2023 (Note 10)**.

Asset Impairment

PFRS requires that an impairment review be performed when certain impairment indicators are present. Determining the value of property and equipment, which require the determination of future cash flows expected to be generated from the continued use and ultimate disposition of such assets, requires to Cooperative to make estimate and assumption that can materially affect its statement of assets, liabilities and members' equity. Future events could cause the Cooperative to conclude that the property and equipment are impaired. Any resulting impairment loss shall be charged to operations.

S

Functional and Presentation Currency

Items included in the Cooperative's financial statements are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The financial statements are presented in Philippine Peso, which is the Cooperative's functional and presentation currency

Revenue Recognition

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Cooperative and the amount of revenue can be measured reliably. Revenues from transactions of the Cooperative are recognized on a modified accrual basis

Cash and Cash Equivalents

Cash includes cash on hand and in banks. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and with original maturities of three months or less and that are subject to an insignificant risk of change in value.

Financial Assets

Receivables

Receivables, if any, are valued at face value, net of allowance for doubtful accounts and any anticipated adjustments that will reduce the amount to its estimated realizable value. The allowance for doubtful accounts is determined after a study of the estimated collectability of the receivable balances and evaluation of such factors as aging of the accounts, collection expense of the Cooperative in relation to the particular receivable, past and expected loss experiences and identified doubtful accounts.

Property and Equipment

Property and Equipment are carried at cost less accumulated depreciation and impairment in value. Depreciation is computed using the straight-line method over the estimated useful lives of the properties.

	<u>Estimated Useful Lives</u>
Building	20-40
Office Equipment	02-05
Office Furniture and Fixtures	02-05
Transportation Equipment	05-10
Leasehold Rights and Improvements	02-03

Financial Liabilities

Financial liabilities include bank loans, trade and other payables, as well as Interest on Share Capital and Patronage Refund Payable to the Cooperative's members. These are recognized when the Cooperative becomes a party to the contractual agreements of the instrument. All interest related charges are recognized as an expense in the Statement of Operations under the caption Finance Costs.

Trade payables are recognized at their nominal value. Interest on Share Capital and Patronage Refund Payable are recognized as financial liabilities based on the Cooperative's By-Laws as well as Cooperative Laws and Regulations.

Financial liabilities are derecognized from the balance sheet only when the obligations are extinguished either through discharge, cancellation or expiration.

Impairment of Assets

The carrying amount of the Cooperative's non-current assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognized whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount.

Costs and Expenses

Costs and expenses, not directly attributable to capitalizable assets or projects, are recognized and charged to operations as incurred.

2,

Accounting Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the Philippines requires the Cooperative to make estimates and assumptions that affect the reported amounts on income, expenses, resources, liabilities and disclosure of contingent resources and liabilities. Actual results could differ from those estimates.

ACCOUNTS PECULIAR TO COOPERATIVES

The following accounts are peculiar to a Cooperative due to its nature as well as adherence to Cooperative laws, issued policies, rules and regulations, as well as Cooperative principles and practices:

ASSETS:

Cash in Cooperative Banks/Federation – refers to money deposited in local banks and federations which are unrestricted and readily available when needed. These are treated as cash and other cash equivalents.

Due from Accountable Officers and Employees – refers to total collectibles from shortages and other losses due from accountable officers and employees that are subject to immediate settlement/sanction. These are recognized at cost, less allowance for impairment, if any.

Cooperative Development Cost – refers to expenses incurred prior to the actual operations of the Cooperative. These are recognized at cost, subject to amortization for a period not exceeding 3 years.

Other Funds and Deposits – refers to funds set aside for funding of reserves (Statutory and Other Reserves) established by the Cooperative such as Retirement, Mutual Benefit and Other Funds. This is recorded at cost.

LIABILITIES:

Interest on Share Capital Payable – refers to liability of the Cooperative to its members for interest on share capital, which can be determined only at the end of every fiscal year.

Patronage Refund Payable – is the liability of the Cooperative to its members and patrons for patronage refund, which can be determined only at the end of every fiscal year.

83

Due to Union/Federation (CETF) – is an amount set aside for the education and training fund of an apex organization, which is 50% of the amount allocated, by the Cooperative in accordance with the provision of the Cooperative's By-laws and the Cooperative Code. The apex organization may either be a federation or union of which the Cooperative is a member.

Mutual Benefits and Other Funds Payable – are funds for special purposes such as members' welfare & benefits, i.e. loan protection, hospitalization, death, scholarship assistance, etc. including KBGF/CGF, provision for accidents not taken from net surplus.

EQUITY

Statutory Funds – are mandatory funds established/set up in accordance with Articles 86 and 87 of the Cooperative Code. They are as follows:

Reserve Fund – amounts set aside annually for the stability of the Cooperative and to meet net losses in its operations. It is equivalent to at least 10% of the net surplus. A corresponding fund should be set up either in the form of time deposit with local banks or government securities. Only the amount in excess of the paid up share capital may be used for the expansion and authorized investment of the Cooperative as provided for in its by-laws.

Education and Training Fund – an amount retained by the Cooperative out of the mandatory allocations as stipulated in the Cooperative's by-laws.

Community Development Fund – This is computed at 3% of Cooperative's net surplus. This is used for projects or activities that will benefit the community where the Cooperative operates.

Optional Fund – fund set aside from the net surplus (should not exceed 10%) for future use such as land and building, community developments, etc.

EXPENSES

General Assembly Meeting – expenses incurred in the conduct of regular/special general assembly.

Members' Benefit – all expenses incurred for the benefit of the members

Affiliation Fee – amount incurred to cover membership or registration fees and annual dues to a federation or union.

Social and Community Service – expenses incurred by the Cooperative in its social community involvement including solicitations and donations to charitable institutions.

INCOME TAXES

The Cooperative Code states that a Cooperative transacting business only with its members is exempt from all government taxes, and therefore cannot apply the PAS for income taxes because of its tax-exempt nature. However, should the Cooperative exceed the limits as set forth in the Cooperative Code, it will adopt the accounting standards for income taxes as stated in PAS 12.

INCOME RECOGNITION

As a rule, Cooperatives adopt the accrual basis of accounting, however, for credit and other Cooperatives, recognition of revenues is on a modified accrual basis; i.e., interest income, fines, penalties and surcharges shall be recognized when earned and actually collected. This is so because only interest income, fines, penalties and surcharges on loans receivable that has been realized (i.e., earned and collected) shall be the basis of the income available for distribution to its members through interest on share capital and patronage refund.

Also, due to the cash-based income distribution scheme of a Cooperative as well as the inherent limitations of small-scale countryside credit Cooperatives, it cannot adopt the effective interest method in recognizing interest income on loans receivable.

3. MANAGEMENT'S SIGNIFICANT ACCOUNTING JUDGMENT AND ESTIMATES

3.1 Judgments

The preparation of the Cooperative's financial statements in conformity with Financial Reporting Framework (in reference to the Generally Accepted Accounting Principles of the Philippines) requires management to make estimates and assumptions that affect the amounts reported in the Cooperative's financial statements and accompanying notes. The estimates and assumptions used in the Cooperative's financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of the Cooperative's financial statements. Actual results could differ from such estimates, judgments and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3.2 Estimates

In the application of the Cooperative'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 historical experiences and other factors that are considered to be relevant. Actual results may differ from those 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.

The following represents a summary of the significant estimates and judgments and related impact and associated risks in the Cooperative's financial statements.

Allowance for Doubtful Accounts

The Cooperative assesses whether objective evidence of impairment exist for receivables and due from related parties that are individually significant and collectively for receivables that are not individually significant. Allowance for doubtful accounts is maintained at a level considered adequate to provide for potentially uncollectible receivables.

The Cooperative provided insufficient allowance for probable losses on loans based on the PESOS standard.

Impairment of Available-for-sale of Financial Assets

The Cooperative follows the guidance of PAS 39 in determining when an asset is other-than-temporarily impaired. This determination requires significant judgment. In making this judgment, the Cooperative evaluates, among other factors, the duration and extent to which the fair value of an investment is less than its cost; the financial health of and near-term business outlook of the investee, including factors such as industry and sector performance, changes in technology and operational and financing cash flow.

If the assumption made regarding the duration that, and extent to which the fair value is less than cost, the Cooperative would suffer an additional loss in its financial statements, representing the write down of cost at its fair value.

Estimated Useful Lives of Property, Plant and Equipment

The Cooperative estimates the useful lives of property, plant and equipment based on the period over which the property, plant and equipment are expected to be available for use. The estimated useful lives of the property, plant and equipment are reviewed periodically and are updated if expectations differ from previous estimates due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the property, plant and equipment. In addition, the estimation of the useful lives of property, plant and equipment is based on the collective assessment of industry practice, internal technical evaluation and experience with similar assets. It is possible; however, that future financial performance could be materially affected by changes in the estimates brought about by changes in factors and circumstances.

A reduction in the estimated useful lives of the property, plant and equipment would increase the recorded expenses and decrease the non-current assets.

Depreciation is computed on a straight-line method over the estimated useful lives of the assets as follows:

	<u>Estimated Useful Lives</u>
Building	02-40
Office Equipment	02-05
Office Furniture and Fixtures	02-05
Transportation Equipment	05-10
Leasehold Rights and Improvements	02-03

The Cooperative assesses the value of property, plant and equipment which require the determination of future cash flows expected to be generated from the continued used and ultimate disposition of such assets, and require the Cooperative to make estimates and assumptions that can materially affect the financial statements. Future events could cause the Cooperative to conclude that property, plant and equipment and other long-lived assets are impaired. Any resulting impairment loss could have a material adverse impact on the Cooperative's financial condition and results of operations.

The preparation of the estimated future cash flows involves significant judgment and estimations. While the Cooperative believes that its assumptions are appropriate and reasonable, significant changes in these assumptions may materially affect the Cooperative's assessment of recoverable values and may lead to future additional impairment charges.

87

Revenue Recognition

The Cooperative's revenue recognition policies require the use of estimates and assumptions that may affect the reported amounts of revenues and receivables. Differences between the amounts initially recognized and actual settlements are taken up in the accounts upon reconciliation. However, there is no assurance that such use of estimates may not result to material adjustments in future periods.

4. Financial Risk Management Objectives and Policies

The Cooperative is exposed to credit, liquidity and other risks that rise in the normal course of its business. Its risk and control framework includes a focus on minimizing negative effects on the Cooperative's financial performance due to unpredictability of financial markets that drives the risks.

Credit Risk

Generally, the maximum credit risk exposure of financial assets is the carrying amount of the financial assets as shown on the face of the statement of financial condition.

The Cooperative continuously monitors defaults of customers and other counterparties and incorporate this information into its credit risk controls. The Cooperative's policy is to deal only with creditworthy counterparties.

The Cooperative's management considers that all the above financial assets that are not impaired or past due for each balance sheet dates are of good credit quality.

With respect to trade and other receivables, The Cooperative is not exposed to any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. Based on historical information about customer default rates management consider the credit quality of trade receivables that are not past due or impaired to be good.

The credit risk for cash and cash equivalents, money market funds, debentures and derivative financial instruments is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

Liquidity Risks

Liquidity or funding risk is the risk that an entity will incur difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from either the inability to sell financial assets quickly at their fair values; or counterparty failing on repayment of contractual obligation; or inability to generate cash flows as anticipated.

In order to minimize liquidity risk, the Cooperative maintains sufficient cash and has the availability of funding through an adequate amount of committed credit facilities.

Other Price Risk Sensitivity

The Cooperative's market price risk arises from its investments carried at fair value (financial assets classified as financial assets at fair value through profit or loss and available-for-sale financial assets). It manages its risk arising from changes in market price by monitoring the changes in the market price of the investments.

5. CASH AND CASH EQUIVALENTS

This account is broken down as follows:

	<u>2024</u>	<u>2023</u>
Cash on hand	14,327,744.61	14,114,663.35
Petty cash fund	45,198.04	48,000.00
Change fund	6,490.00	0
Revolving fund	200,000.00	0
Cash in vault – ATM	4,030,000.00	4,670,000.00
Cash in banks	26,561,151.96	9,666,746.55
Cash in Digi-Coop	571,561.53	232,417.33
Total	<u>45,742,146.14</u>	<u>28,731,827.23</u>

87

6. LOANS AND RECEIVABLES

6.1 LOANS RECEIVABLE

This account consists of:

	2024	2023
Current	200,137,301.59	191,153,758.17
Past Due	13,470,652.02	12,271,843.90
Total	213,607,953.61	203,425,602.07
Less: allowance for probable losses	12,775,163.37	12,775,163.37
Net Realizable Value	200,832,790.24	190,650,438.70

6.2 TRADE AND OTHER RECEIVABLES

This account consists of:

Accounts receivables	20,632,430.18	36,560,961.10
Other receivables	1,837,919.59	910,267.43
Total	22,470,349.77	37,471,228.53
Less: allowance for probable losses	317,722.73	317,722.73
Total Trade and Other Receivables	22,152,627.04	37,153,505.80
TOTAL LOANS & RECEIVABLES	222,985,417.28	227,803,944.50

A review of the Cooperative aging of loans receivable showed that the allowance for probable losses of Php12,775,163.37 at December 31, 2024 is sufficient enough to cover for probable impairment on its past due loans under the above mentioned classification. Using the PAR standards, the Cooperative should provide an allowance for probable losses on its past due loan receivable in the amount of Php 9,876,682.22.

Aging by PAR	Amount	Rate	Required Allowance
Less than (one) 1 year	5,529,184.31	35%	Php 1,935,214.51
More than (one) 1 year	7,941,467.71	100%	7,941,467.71
Total Required Allowance			Php 9,876,682.22
Total Provision (Note 6)			12,775,163.37
Over provisions			Php 2,898,481.15

9

7. MERCHANDISE INVENTORY

This account represents goods available for sale in Agrivet Supplies and Kadiwa Store.

8. OTHER CURRENT ASSETS

This account consists of:

	<u>2024</u>	<u>2023</u>
Unused Office Supplies	264,348.50	379,186.00
Prepaid expenses	1,734,529.52	2,058,179.37
Total Other Current Assets	<u>1,998,878.02</u>	<u>2,437,365.37</u>

9. INVESTMENT IN NON-MARKETABLE EQUITY SECURITIES

This account consists of:

	<u>2024</u>	<u>2023</u>
Metro South Coop Bank	306,000.00	306,000.00
Federation of Peoples	100,000.00	100,000.00
VCF	36,579.05	36,579.05
PACCI	13,111.81	13,111.81
CLIMBS, Inc.	1,080,401.85	469,336.64
VICTO National	234,745.30	34,745.30
NATCCO	628,991.19	628,991.19
Eastern Visayas Coop Federation	135,000.00	135,000.00
NCCB	70,000.00	0
Banana Chips	356,965.60	356,965.60
NSCC	10,000.00	10,000.00
Agricooph	100,000.00	100,000.00
Total	<u>3,071,794.80</u>	<u>2,190,729.59</u>

Handwritten mark

10. PROPERTY AND EQUIPMENT

Details of this account as follows:

	Land	Leasehold rights & improvements	Building	Construction in Progress	Furniture, Fixtures & Office Equip.	Transportation Equipment	TOTAL
December 31, 2024							
Beginning Net Book Value	2,154,961.37	81,722.87	9,029,119.26	61,500.00	932,098.04	125,001.01	12,384,402.55
Additions (disposal)	1,250,000.00	1,904,822.20	19,372,197.01	(61,500.00)	1,871,304.41	6,969,294.91	31,306,118.53
Adjustments to accumulated depreciation							
Depreciation for the year		(174,090.03)	(1,105,460.72)		(667,246.03)		(1,946,796.78)
Closing Net Book Value	3,404,961.37	1,812,455.04	27,295,855.55	-	2,136,156.42	7,094,295.92	41,743,724.30
Year Ended December 31, 2024							
Cost	3,404,961.37	2,060,963.95	34,713,111.04	-	4,084,436.36	8,136,042.65	52,399,515.37
Accumulated Depreciation		(248,508.91)	(7,417,255.49)		(1,948,279.94)	(1,041,746.73)	(10,655,791.07)
Net Book Value	3,404,961.37	1,812,455.04	27,295,855.55	-	2,136,156.42	7,094,295.92	41,743,724.30

	Land	Leasehold rights & improvements	Building	Construction in Progress	Furniture, Fixtures & Office Equip.	Transportation Equipment	TOTAL
December 31, 2023							
Beginning Net Book Value	2,044,961.37	89,333.34	5,399,361.29	5,017,756.56	894,603.66	72,268.52	13,518,284.74
Additions (disposal)	110,000.00	37,056.19	4,226,764.11	(4,956,256.56)	378,420.01	213,085.55	9,069.30
Credits to accumulated depreciation							
Depreciation for the year		(44,666.66)	(597,006.14)		(340,925.63)	(160,353.06)	(1,142,951.49)
Closing Net Book Value	2,154,961.37	81,722.87	9,029,119.26	61,500.00	932,098.04	125,001.01	12,384,402.55
Year Ended December 31, 2023							
Cost	2,154,961.37	156,141.75	14,661,468.19	61,500.00	2,969,350.66	150,001.00	20,153,422.97
Accumulated Depreciation		(74,418.88)	(5,632,348.93)		(2,037,252.62)	(24,999.99)	(7,769,020.42)
Net Book Value	2,154,961.37	81,722.87	9,029,119.26	61,500.00	932,098.04	125,001.01	12,384,402.55

47

11. OTHER NON-CURRENT ASSETS

This account consists of:

	<u>2024</u>	<u>2023</u>
Real & Other Properties Acquired	20,172.00	20,172.00
Other funds and deposits*	20,900,955.11	19,609,566.11
Miscellaneous assets	179,061.62	377,042.74
Biological assets (animals)	100,000.00	203,130.42
Computerization Costs, net	746,911.70	1,713,684.14
Total Other Non-Current Assets	<u>21,947,100.43</u>	<u>21,923,595.41</u>

*This account represents retirement fund of the cooperative employees which was enrolled in Eternal Plans Incorporated. The cooperative paid almost Two Million Pesos for Eternal Plans Incorporated.

12. DEPOSIT LIABILITIES

This account consists of:

	<u>2024</u>	<u>2023</u>
Savings Deposit	113,831,511.03	99,083,732.00
Time Deposit	23,804,463.83	24,833,318.16
Total Deposit Liabilities	<u>137,635,974.86</u>	<u>123,917,050.16</u>

13. TRADE AND OTHER PAYABLES

This account consists of:

	<u>2024</u>	<u>2023</u>
Accounts payable-Suppliers	0	165,819.72
Accounts payable-PCC	86,011.00	86,011.00
Accounts payable-ACPC	12,500.00	66,464.00
Accounts payable-Others	1,635,869.72	1,723,693.39
Accounts payable-ACPC Bayanihan 2	2,967,677.35	0
Insurance payable	714,697.92	495,553.59
Notarial payable	38,360.00	0
Total Trade and Other Payables	<u>5,455,115.99</u>	<u>2,537,541.70</u>

14. ACCRUED EXPENSES

This account consists of:

	<u>2024</u>	<u>2023</u>
Accrued expenses	307,737.40	612,411.96
Withholding tax payable	8,198.34	12,140.29
SSS/Philhealth/HDMF premium payable	163,810.97	3,930.00
Total	<u>479,746.71</u>	<u>628,482.25</u>

15. OTHER CURRENT LIABILITIES

This account consists of:

	<u>2024</u>	<u>2023</u>
Due to union/federation	379,373.13	388,366.97
Interest on share capital payable	3,717,856.83	3,805,996.39
Patronage refund payable	1,807,240.69	1,631,141.31
Total Current Liabilities	<u>5,904,470.65</u>	<u>5,825,504.67</u>

87

16. NON-CURRENT LIABILITIES

This account consists of:

	<u>2024</u>	<u>2023</u>
Loans payable – non-current***	53,314,537.68	31,936,665.10
Retirement fund payable*	2,574,475.24	1,316,975.24
Revolving fund payable	1,964,949.79	1,964,949.59
Total Non-Current Liabilities	<u>57,853,962.71</u>	<u>35,218,589.93</u>

*This account represents retirement fund for all regular employees. However, the Cooperative has not established a retirement program consistent with the provisions of Republic Act 7641 (otherwise known as the "The Philippine Retirement Law". They accrue provisions for this account using simple mathematical computations. This account was enrolled in Eternal Plans Incorporated Insurance.

***Loans Payable

Broken down as follows:

	<u>2024</u>	<u>2023</u>
Land Bank of the Philippines	15,794,712.55	5,527,937.00
SBC	32,710,748.84	26,408,728.10
NCCB	4,809,076.29	0
Total	<u>53,314,537.68</u>	<u>31,936,665.10</u>

17. OTHER NON-CURRENT LIABILITIES

This account consists of:

	<u>2024</u>	<u>2023</u>
Other long-term payable-ACPC Yolanda	0	3,500,000.02
Other long-term payable-ACPC Bayanihan	0	27,054,381.00
Members' benefits & other funds payable	1,136,999.90	431,321.58
Employees fund payable	232,701.98	592,906.45
General assembly fund	1,500,000.00	638,290.00
Total Other Non-Current Liabilities	<u>2,869,701.88</u>	<u>32,216,899.05</u>

9

18. INCOME FROM CREDIT OPERATIONS

This account composed of:

	<u>2024</u>	<u>2023</u>
Interest Income from loans	42,048,400.84	38,453,508.29
Service fees	6,087,034.51	6,035,978.70
Filing fees	101,650.84	105,633.00
Fines, penalties, charges	1,081,310.08	2,056,597.43
TOTAL INCOME FROM CREDIT OPERATIONS	<u>49,318,396.27</u>	<u>46,651,717.42</u>

18.2 MISCELLANEOUS INCOME

This account consists of the following:

Income/interest from Investment	662,520.70	15,967.17
Membership Fees	47,600.00	58,400.00
Other Income	2,112,767.59	3,096,926.53
Miscellaneous Income	314,067.79	407,422.95
Total Miscellaneous Income	<u>3,136,956.08</u>	<u>3,578,716.65</u>

18.3 GROSS PROFIT ON SALE

Details as follows:

Net Sales	<u>51,355,484.67</u>	<u>28,365,620.42</u>
Less: Cost of Sales		
Merchandise Inventory, Beginning	914,887.72	586,968.73
Add: Purchases	48,639,097.13	27,243,973.56
Freight & Handling	72,500.00	59,810.00
Total Goods Available for Sale	<u>49,626,484.85</u>	<u>27,890,752.29</u>
Less: Merchandise Inventory, End	2,452,917.18	914,887.72
Cost of Sale	<u>47,173,567.67</u>	<u>26,975,864.57</u>
Gross Profit on Sales	<u>4,181,917.00</u>	<u>1,389,755.85</u>
TOTAL REVENUES	<u>56,637,269.35</u>	<u>51,620,189.92</u>

81

19. EXPENSES

This account consists of the following:

	<u>2024</u>	<u>2023</u>
Financing Costs:		
Interest expense on deposits	4,467,602.66	4,430,290.53
Interest expense on borrowings	1,278,979.11	484,387.82
Other charges on borrowings	966,500.00	475,900.00
Total Financing Costs	<u>6,713,081.77</u>	<u>5,390,578.35</u>
Administrative Costs:		
Salaries and Wages	11,108,577.57	9,023,635.33
Employees benefits	5,094,810.38	5,995,268.89
SSS, Philhealth, EC Contribution	1,356,705.05	1,057,670.05
Retirement expense	1,222,500.00	0
Provision for probable losses on loans	0	4,000,000.00
Provision for probable losses on A/R	0	64,340.57
Depreciation	2,260,510.95	1,142,951.49
Officers honorarium and allowance	2,310,500.00	1,410,634.06
Trainings/seminars	255,298.70	805,774.85
Travel and transportation	581,263.04	310,132.30
Office supplies	871,559.10	738,285.22
General assembly meeting expense	1,963,231.04	1,183,095.00
Power, light & water	1,221,949.89	756,810.15
Members' benefit expense	2,667,719.19	5,214,114.25,-
Collection expense	1,499,635.98	1,599,215.53
Meetings and conferences	718,942.12	327,629.56
Communication expense	122,486.98	262,286.36
Rental	1,050,825.50	848,000.00
Repairs and maintenance	1,364,419.85	711,620.98
Professional Fees	326,540.00	582,996.66
Representations	238,549.00	349,757.10
Insurance expense	3,242,612.54	1,632,062.48
Social services expense	367,960.94	338,410.40
Taxes and licenses	484,067.00	315,555.27
Bank charges	0	0
Gas, oil and lubricants	606,071.45	465,838.83
Affiliation fees	1,441,426.81	618,682.00
Miscellaneous expenses	365,125.52	189,128.81
Total Administrative Costs	<u>42,743,288.60</u>	<u>39,943,896.14</u>
TOTAL EXPENSES	<u>49,456,370.37</u>	<u>45,334,474.49</u>

87

20. ALLOCATION AND DISTRIBUTION OF NET SURPLUS:

The Cooperative's constitution and by-laws explicitly provides that its net surplus at the end of the fiscal year shall be distributed in the following manner:

- | | |
|--|---|
| a. Reserve Fund - Ten percent (10%) shall be set aside for the reserve fund. The reserve fund shall be used for the stability of the cooperative and to meet net losses in its operations. | Not less than 10%, if less than 5 years, not less than 50% |
| b. Education and Training fund – Ten percent (10%) for the education and training fund. Half of the amount transferred to the education and training fund annually under this subscription may be spent by the cooperative for education and training and other purposes; while the other half shall be credited to the Cooperative education and training fund of the apex organization of which the cooperative is a member. | 5% - Education and Training Fund, 5% Due to Union/ Federation |
| c. Community Development Fund – This is computed at three percent (3%) of cooperative's net surplus. This is used for the projects or activities that will benefit the community of which the cooperative is a member. | (Not exceeding 3%) |
| d. Optional Fund – This is computed at seven percent (7%) of the cooperative's net surplus. | (Not exceeding 7%) |
| e. Interest on Share Capital and Patronage Refunds – After deductions of the statutory accounts, any remaining net surplus shall be distributed to the cooperative's members in the form of interest not to exceed the normal rate of return on investments and patronage refunds. Interest on Fixed Deposits shall be allocated in proportion to the individual members' average share monthly, while patronage refund is divided according to their individual patronage; i.e. of loans availed. | |

21. EMPLOYEE BENEFITS

a. Retirement Benefits

Republic Act (RA) No. 7641 (New Retirement Law) took effect on January 7, 1993. Under the new law, the Cooperative is required to provide minimum retirement benefits to qualified retiring employees. This amount was set up by the Cooperative in compliance with such law.

The Cooperative accrued provisions for retirement fund using simple mathematical computations to comply with Republic Act No. 7641.

b. Other Employee Benefits

The Cooperative provides 13th month pay, cash gifts, monetization of unused sick/vacation leaves and other incentives for all qualified employees.

22. RELATED PARTY TRANSACTIONS

There were no related party transaction made by the Cooperative for the years ending December 31, 2024 and 2023.

23. EVENTS AFTER BALANCE SHEET DATE

There were no events after balance sheet date that would require a disclosure or adjustment on the financial statement of the Cooperative.

24. COMMITMENTS AND CONTINGENCIES

There were no significant commitments and contingencies involving the Cooperative as of Balance Sheet Date.

25. CAPITAL MANAGEMENT OBJECTIVES, POLICIES AND PROCEDURES

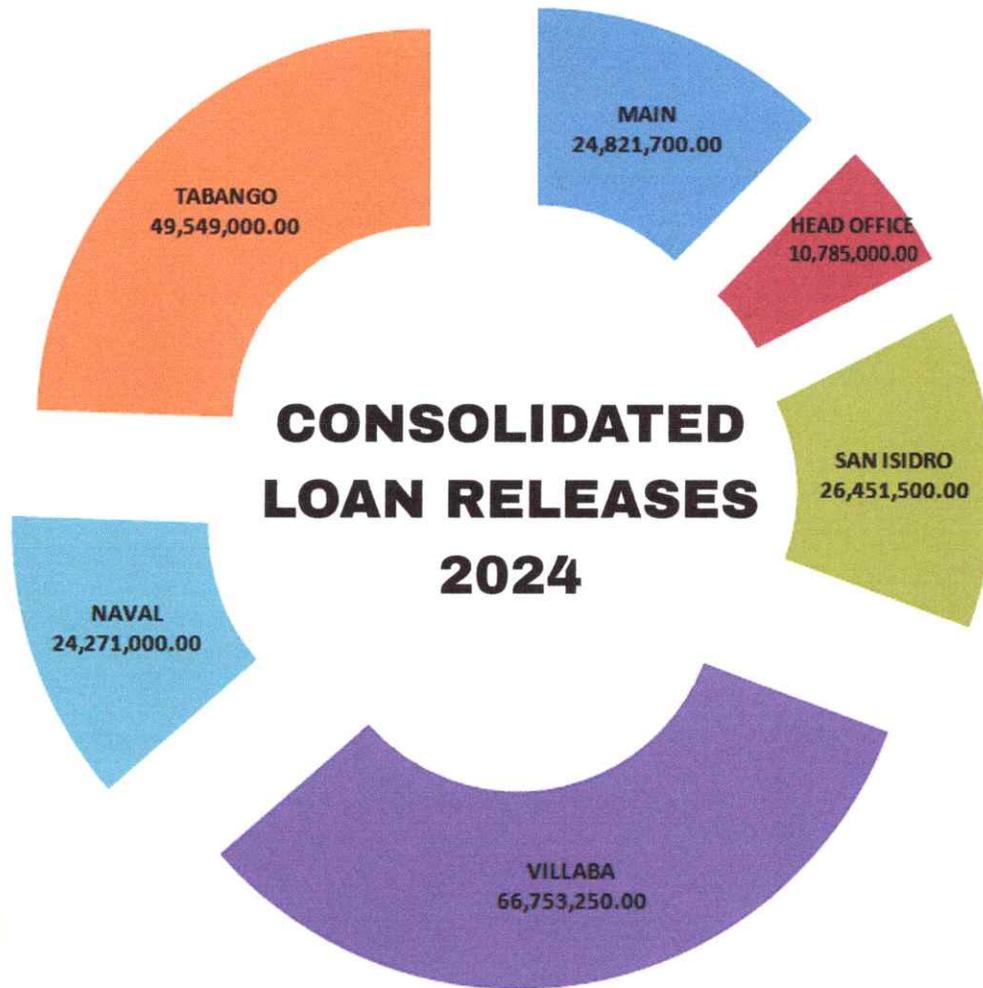
The Cooperative's capital management objectives are to ensure the Cooperative's ability to continue as a going concern and to provide an adequate return to shareholders by pricing products and services commensurate with the level of risk.

The Cooperative monitor's capital on the basis of the carrying amount of equity as presented on the face of the balance sheets. Capital for the reporting period under review is summarized as follows:

	<u>2024</u>	<u>2023</u>
Total liabilities	210,198,972.80	200,344,067.76
Total equity	<u>129,743,005.33</u>	<u>96,042,684.61</u>
Debt-to-equity ratio	<u>1.62:1</u>	<u>2.09:1</u>

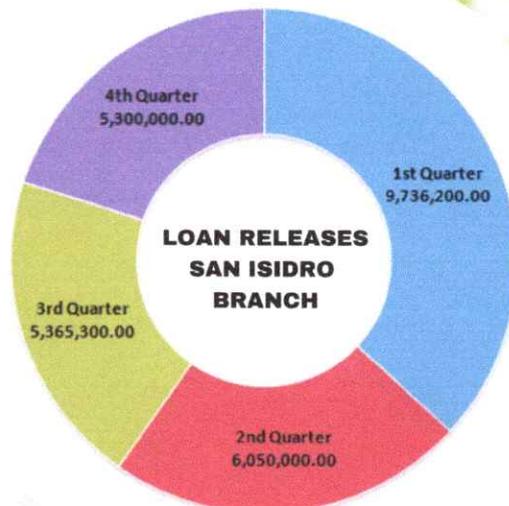
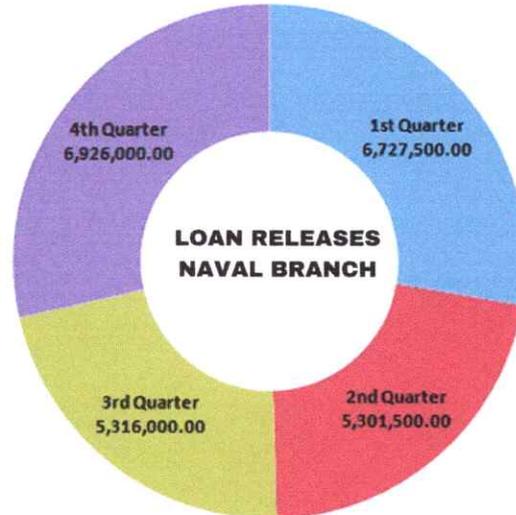
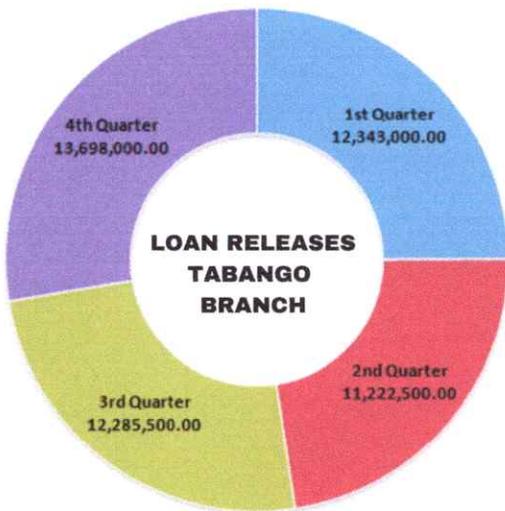
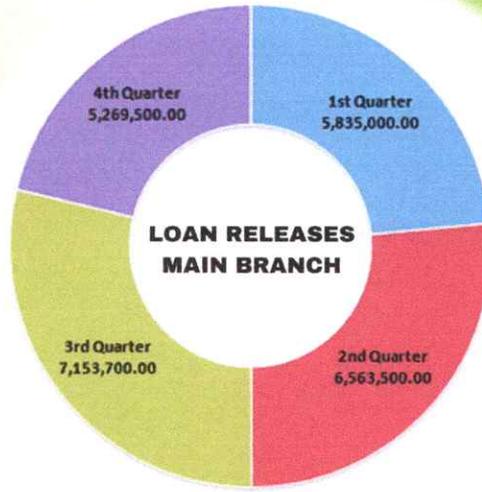
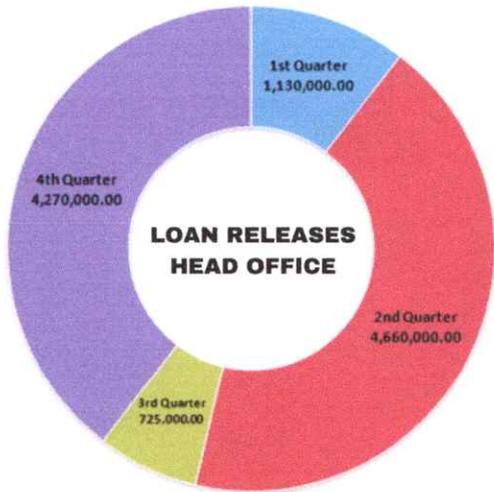
83

Credit Committee Report



GRAND TOTAL		
MALE	1,936	75,136,050.00
FEMALE	3,482	127,495,400.00
TOTAL LOAN RELEASES		202,631,450.00
TOTAL LOAN TARGET	235,093,335.00	
VARIANCE		(-) 32,461,885.00

Credit Committee Report



Credit Committee Report

Summary of Loan Releases per Branch

BRANCHES			
MAIN	MALE	284	12,849,200.00
	FEMALE	388	11,972,500.00
	TOTAL	672	24,821,700.00
HEAD OFFICE	MALE	46	7,566,000.00
	FEMALE	41	3,219,000.00
	TOTAL	87	10,785,000.00
SAN ISIDRO	MALE	379	6,349,000.00
	FEMALE	796	20,102,500.00
	TOTAL	1,175	26,451,500.00
VILLABA	MALE	466	20,722,850.00
	FEMALE	988	46,030,400.00
	TOTAL	1,454	66,753,250.00
NAVAL	MALE	219	8,609,000.00
	FEMALE	365	15,662,000.00
	TOTAL	584	24,271,000.00
TABANGO	MALE	542	19,040,000.00
	FEMALE	904	30,509,000.00
	TOTAL	1,446	49,549,000.00



Sgd. RUBILYN S. VELONTA
Chairman, Credit Committee

Audit and Inventory Committee Report

Comparative Financial Analysis

	2024	2023	Increase
TOTAL ASSETS	Php 339,941,978.13	Php 296,386,752.37	14.69 %
DEPOSIT LIABILITIES	Php 137,635,974.86	Php 123,917,050.16	11.07 %
PAID UP SHARE CAPITAL	Php 74,541,596.51	Php 70,257,786.21	6.09 %
NET-SURPLUS	Php 7,587,462.89	Php 6,285,715.43	20.70 %

In 2024, the cooperative demonstrated a strong financial growth across all key indicators compared to the previous year. Total assets increased by 14.69%. Deposit liabilities also rose by 11.07%. Paid-up share capital grew by 6.09%. Most notably, net surplus recorded a significant increase of 20.70%, rising from Php 6,285,715.43 in 2023 to Php 7,587,462.89 in 2024. These improvements reflect the organization's continued operational strength, financial stability, and increased stakeholder confidence.



Sgd. ANTONIETA LIZA O. GASCON
Chairman, Audit and Inventory Committee

Education Committee Report

The table below is the summary of **PMES** (Pre-membership Education Seminar) from January to December 2024 from different OFMPC Offices. There were a total of **850** participants completed the PMES, of which there were **285** males and **565** females. Their participation in the PMES served as a vital step in understanding the principles, responsibilities, and benefits of cooperative membership, ultimately encouraging their commitment to join and actively support the cooperative.

OFFICES	MALE	FEMALE	TOTAL
Main Office	50	96	146
Tabango Branch	66	164	230
Villaba Branch	52	135	187
San-Isidro Branch	17	23	40
Naval Branch	100	147	247

Out of the 850 individuals who attended the PMES, a total of **488** proceeded to become new members of the cooperative in the year 2024. This includes **203** males and **285** females. The table below shows the summary of new members.

OFFICES	MALE	FEMALE	TOTAL
Main Office	43	55	98
Tabango Branch	85	110	195
Villaba Branch	29	57	86
San Isidro Branch	17	23	40
Naval Branch	29	40	69

Education Committee Report

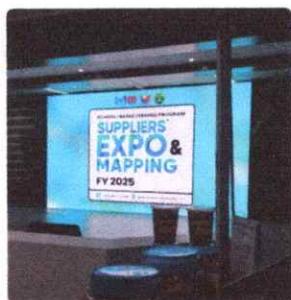
Membership Profile

Type of Membership	2023			2024		
	Male	Female	Total	Male	Female	Total
Regular Member	1,819	3,379	5,198	1,466	2,582	4,048
Associate Member	4,792	8,901	13,693	5,492	9,415	14,907
TOTAL	6,611	12,280	18,891	6,958	11,997	18,955

As of 2024, only the associate member continues to outgrow, from **13,693** of last year to **14,907** this year. They will become regular members once they are able to comply all the requirements. Once they become a regular members, the following rights and benefits will be availed:

- Entitled to vote during the cooperative election
- Has the right to take part in the General decision making of the cooperative.
- Has the right to be elected as officer of the cooperative.
- Can avail all the product & services offered by the cooperative, provided he/she is a Member In Good Standing (MIGS).

Additionally, the Education Committee has compiled all the trainings and seminars attended in the year 2024, as follows:



Suppliers Expo & Mapping FY 2025
February 11-14, 2024
Cebu City

Kick-Off Youth Workshop
July 23-25, 2024
Savory Hotel, Boracay



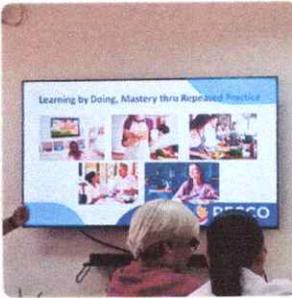


**First Asia Pacific Young Farmers Camp
and Agrilympics**

August 12-16, 2024
UP Los Baños, Laguna

Marketing Plan Training Seminar

August 14-15, 2024
Gaudencio Hall, Cagayan de Oro



Training on Policy Formulation

August 22-23, 2024
Tacloban City Cooperative Union

**Trainer's Training (Financial Literacy and
Leadership for Agricultural Cooperatives)**

November 12-13, 2024
Lolita Heights, Tacloban City



**Farm & Fisheries Clustering & Consolidation -
F2C2 Cross Learning Visit**

Courtesy Call to DA Region VII
September 2-6, 2024
Cebu City

**Farm & Fisheries Clustering & Consolidation -
F2C2 Cross Learning Visit**



**LAMAC MULTI-PURPOSE
COOPERATIVE (LMPC)**

**SIBONGA MULTI-PURPOSE
COOPERATIVE**



**PISTALES MULTI-PURPOSE
COOPERATIVE**

Sgd. JOCELYN V. CRUZ
Chairman, Education Committee



Mediation Committee Report

As of January-December 2024

Total Paid up Accounts

- * 5 Accounts (Head Office)
- * 9 Accounts (Naval Branch)

Total Active Accounts

- * 141 Accounts (Head Office)
- * 64 Accounts (Naval Branch)

Total of Accounts (Zero Payments)

- * 96 Accounts (Head Office)
- * 58 Accounts (Naval Branch)

COLLECTIONS

2023	₱839,613.23
2024	₱1,519,408.19
<i>Percentage Increase</i>	80.96%

ACCOUNT RECEIVABLE

Head Office	₱ 35,097,089.92
Naval Branch	₱ 6,496,066.73
TOTAL	₱ 41,593,156.6



Sgd. JANET S. NACIONAL
Chairman, Mediation Committee



REPUBLIC OF THE PHILIPPINES
OFFICE OF THE PRESIDENT
DEPARTMENT OF FINANCE
COOPERATIVE DEVELOPMENT AUTHORITY

Reg.No. 9520-08002001

CERTIFICATE OF REGISTRATION

TO ALL WHOM THESE PRESENTS MAY COME, GREETINGS:

This is to certify that

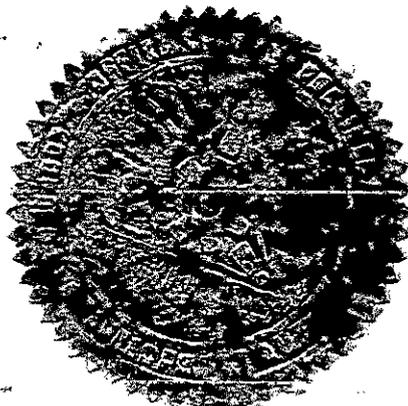
Omaganhan Farmers Multi-purpose Cooperative, OFMPC

CIN-0104080052

with address at Brgy. Omaganhan,, Tabango, Leyte, duly registered with the Authority under Certificate of Registration/Confirmation No. CBU-477 dated Jan 09, 1992 has complied with the requirements prescribed by the Authority for the issuance of New Certificate of Registration under Article 144 of RA 9520 otherwise known as the "Philippine Cooperative Code of 2008".

By virtue of the powers and duties vested in me by law, the Omaganhan Farmers Multi-purpose Cooperative, OFMPC is hereby registered with the Cooperative Development Authority and shall continue to enjoy the rights and privileges in accordance with RA 9520 and all other laws appurtenant thereto unless this Certificate is suspended or cancelled for cause.

Given in Quezon City, Philippines, this 9th day of November, 2009.



LECIRA V. JUAREZ
Chairperson

11/10/2009

This replaces Certificate No. CBU-477 dated Jan 09, 1992

Budget and Target for the Year 2025

	Total
Salaries and Wages	9,978,935.00
Gap Enhancement	1,605,440.00
Other Personnel Benefits	4,932,446.00
Officers honorarium	1,627,820.00
Officers benefits	719,430.00
Personnel Benefits (SSS/Pag-ibig/Philhealth)	1,302,475.95
Retirement benefits	1,222,500.00
Repairs and Maintenance	1,486,581.00
Office Rental	763,825.00
Power lights & water	1,775,359.00
Communications	103,425.18
Office Supplies	777,139.93
Meetings & Seminars	766,590.80
Taxes & Licenses	699,001.26
Travel & Transportation	621,626.13
Trainings & Sem.	589,985.16
Insurance	3,469,592.70
Professional fees	349,397.00
Collection exp.	1,604,608.38
Representation expenses	255,246.36
Membership/Affiliation dues	1,542,322.61
Miscellaneous expenses	213,209.27
General Assembly expenses	1,700,000.00
Members benefit & Provision for CGF	2,600,000.00
Social & Community Services Expenses	390,845.32
Gas oil & lubricants	408,901.57
Depreciation	1,962,447.22

TOTAL ADMINISTRATIVE COSTS	43,469,150.84
Actual Admin. Cost 2024	42,831,466.34
Increase amt. 2025	637,684.50
Increase 2025	1.48%

	Total
Gross Income	62,671,671.87
Operating Expenses	43,469,150.84

Financing cost & other charges	2,582,300.97
Financing cost Savings SD/TD	5,185,227.78
Total Financing cost (L/P/ Savings & TD)	7,767,528.75
Contingency cost	2,930,737.24
Target Net Surplus (2025) 	8,304,180.80
Mandatory reserved	2,491,254.24
Target Net Surplus for distribution 2025	5,812,926.56

Loan Releases	Total
Actual Loan Releases 2024	202,631,450.00
Increase	34,332,124.00
Target Loan Releases 2025	236,963,574.00



Sources of funds

Borrowingsm (New)	82,071,598.00
Savings Deposits/TD	60,370,567.00
Share-capital	61,406,036.00
Total	203,848,201.00

Ending bals (Savings/TD)	123,917,050.16
Target Increase	11,547,925.66
Ave. int. rate (8.5%)	981,574.70
Ending bals (SC)	70,257,786.01
Target Increase (5%)	3,512,877.00
Target SC 2025	73,770,663.01
Int.on SC & Patronage refund (2025) 7%	5,201,743.00

Accum. SD/TD & target	135,464,975.82
	X65%
reserved for withdrawals	88,052,234.28
for coop activity	47,412,740.51
Accum. SC & target	73,770,663.00
	10%
reserved for withdrawing members	7,377,066.00
For coop activity	66,393,597.00

for coop activity finance by SD/TD & SC	113,806,338.54
Loan releases (Target 2025)	235,337,335.00
GAP for funding	121,530,996.46
Revolving fund (collections)	39,459,398.00
For fund sourcing	82,071,598.46

OFMPC

Partners and Affiliation

VICTO National

a federation of cooperative societies in the Philippines. It offers services to its members and clients, including education, training, consulting, and business development.



National Confederation of Cooperative (NATCCO)

it was formed by credit union pioneers who believed that the task of coop development lies primarily in the hands of the private sector. These leaders believed in self-help and in the idea that people in poverty need to create opportunities for themselves to improve their economic well being.



Department of Agriculture

is responsible for the promotion of agricultural and fisheries development and growth, and it serves as a partnership-driven agency that collaborates with local government units, farmers and fisherfolk organizations, the private sector, research institutions, and international partners to achieve sustainable and inclusive agricultural progress.



PinoyMe

is a social investment banker for microfinance institutions (MFIs) in the Philippines. It is a non-stock, non-profit organization that works for both social and financial returns. Earnings are used to ensure sustainability of operations and to deliver more products and services for MFIs.



PhilGrassroot - ERDF

is a non-governmental, non-profit organization established in September 1988 by Filipino professionals. Its mission is to promote sustainable development and alleviate poverty by supporting grassroots enterprises and community-based initiatives across the Philippines.



Small Business Corporation

is a government-owned and controlled corporation in the Philippines, established to support micro, small, and medium enterprises (MSMEs). It offers financial products and services tailored to the needs of these businesses, including loans, guarantees, and capacity-building programs.



Department of Agrarian Reform

is a government agency in the Philippines that manages the redistribution of land. The DAR's goal is to improve the quality of life for farmers and their families by making land distribution more equitable.



LandBank of the Philippines

is a government-owned bank in the Philippines, primarily focused on providing financial services to the agricultural sector, rural development, and financing for local government units. It offers financial products such as loans, savings accounts, and investment services, aiming to improve the livelihoods of farmers, fisherfolk, and rural communities



Metro South Cooperative Bank (MSCB)

is a cooperative bank based in the Philippines, offering a range of financial services primarily to its members, which include individuals, small businesses, and cooperatives in the southern metro areas. It provides services such as savings accounts, loans, and other banking products aimed at fostering economic development within the community.



Metro South Coop Bank

Philippine Cooperative Central Fund Federation

is a cooperative federation in the Philippines that aims to provide financial support and services to various cooperatives across the country. Its main objective is to strengthen the cooperative movement by offering funding, financial management services, and technical assistance to member cooperatives.



SeedFinance

is a financing company that aims primarily to bring the benefits of microfinance to micro-enterprises, self-employed workers, family-based and community-based food production and other livelihood activities through partnership with financial institutions such as cooperatives, rural banks, microfinance nongovernment organizations (MFI-NGOs), and people's organization.



Microfinance Council of the Philippines, Inc. (MCPI)

is a non-governmental organization that serves as the national association of microfinance institutions in the Philippines. It provides a platform for its members to collaborate, share best practices, and advocate for policies that support financial inclusion.



Microfinance Innovation Center for Resource and Alternatives

MICRA supports the development of innovative financial products and services that cater to underserved communities, particularly the low-income sector. The organization provides technical assistance, capacity-building, and research to microfinance institutions, promoting effective solutions for poverty alleviation and economic empowerment

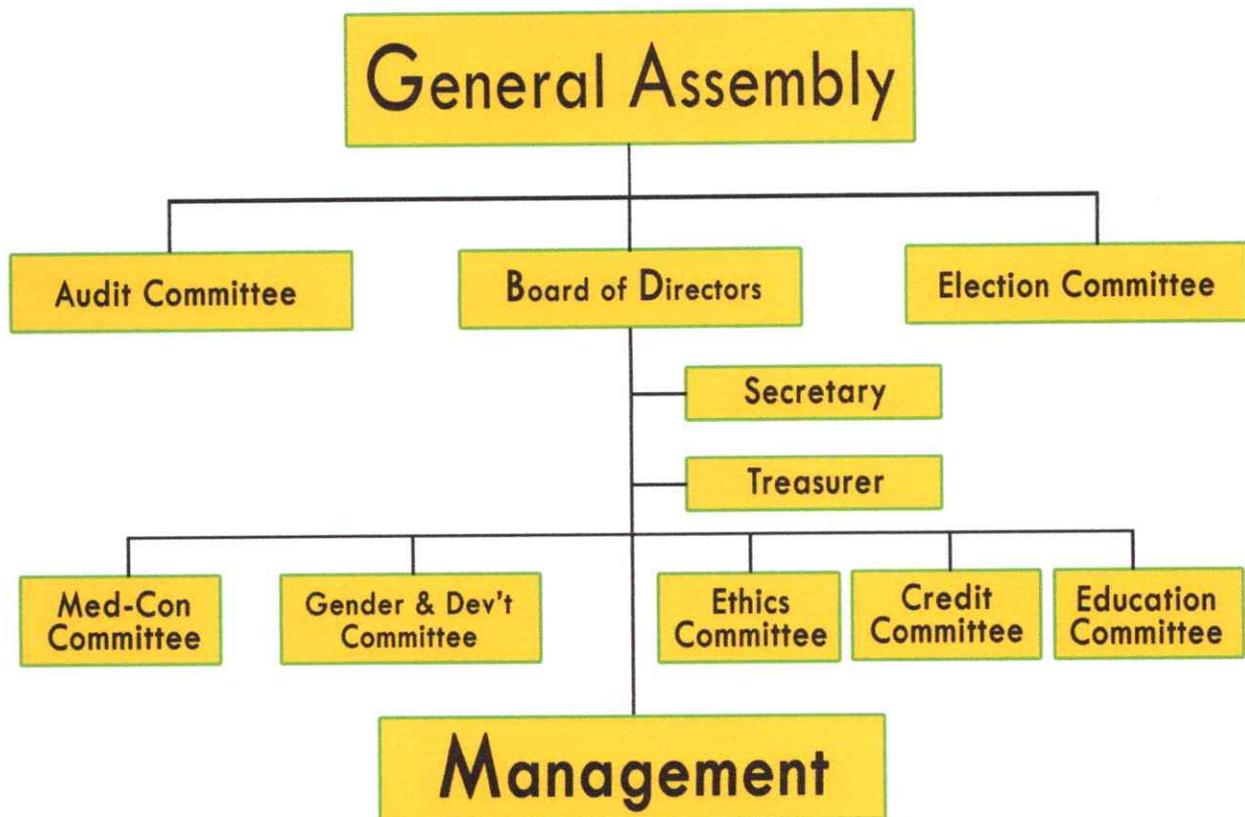




OFMPC



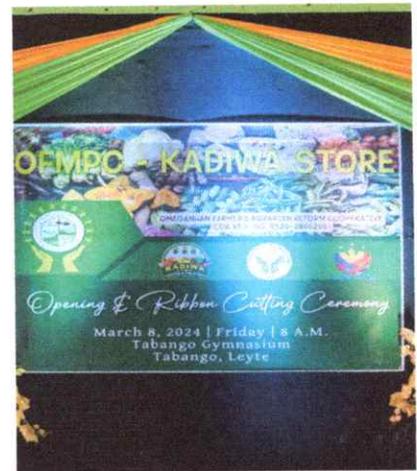
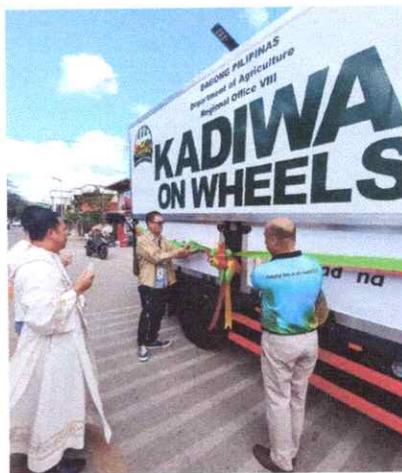
Organizational Structure



OFMPC GENERAL ASSEMBLY 2024

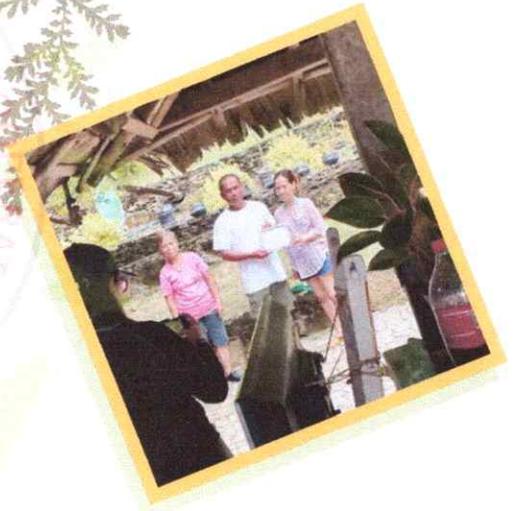


OFMPC proudly highlighted its remarkable achievements, including strengthened financial performance, expanded membership. The cooperative also underscored its commitment to inclusive growth and sustainability, empowered by strong leadership and the continued support of its dedicated members.



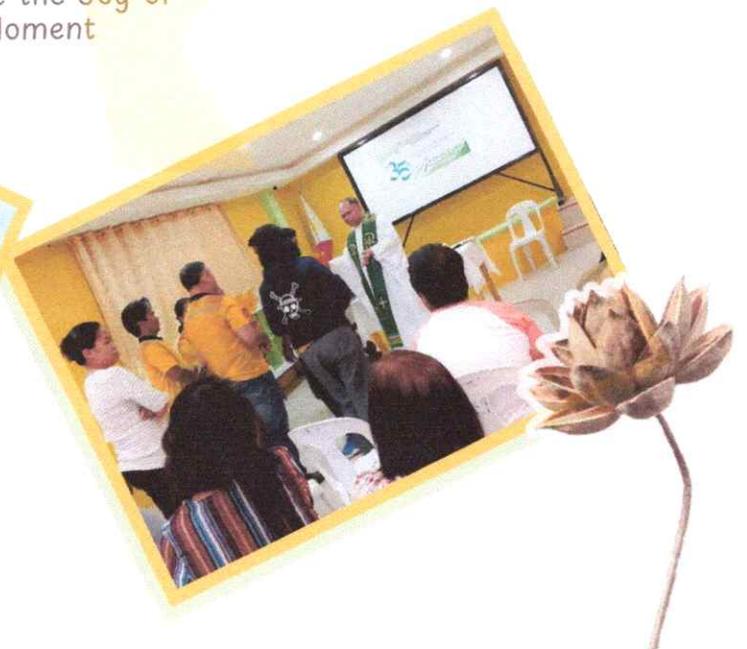
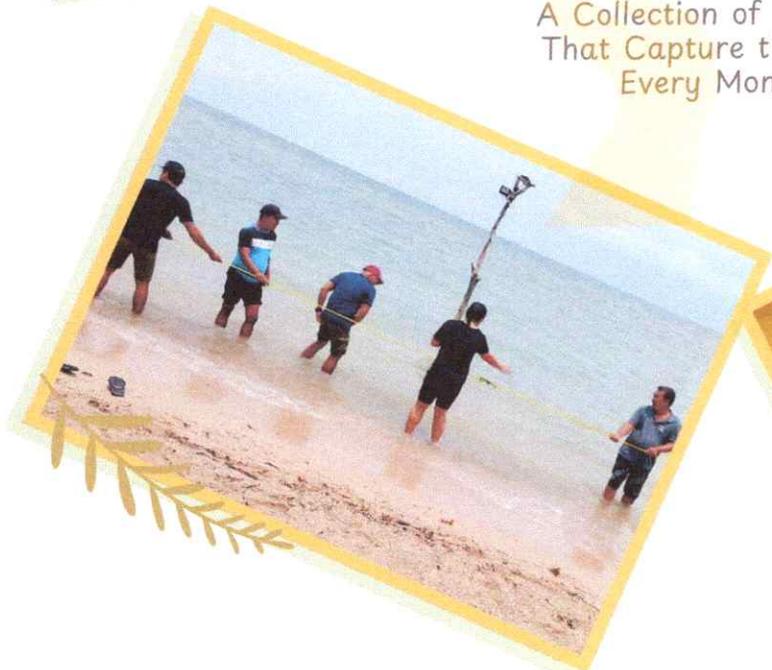
OFMPC-KADIWA STORE

Opening



ORGANIC FARMERS MULTI-PURPOSE CO-OPERATIVE
OFMPC
35th
Anniversary
TABANGU LET

A Collection of Memories
That Capture the Joy of
Every Moment





SEASON OF CHRISTMAS

"Regalo ko: Pamasko Mo"



The Christmas party kicked-off with a heartwarming twist, a house-to-house caroling performance themed as *"Regalo Ko, Pamasko Mo"*. During the caroling, employees brought and gave a bundle of groceries to the families they've caroling. The group's lively performance filled each home with the holiday spirit, spreading holiday goodwill and sharing kindness.

Acknowledgement

Our heartfelt gratitude and sincere thanks go first to our Almighty God for His divine grace that has continually guided and sustained us throughout the years. His light has been the fire that fuels our passion, perseverance, and purpose in all that we do. We extend our deepest appreciation to our generous stakeholders for their unwavering support and commitment, which have been instrumental in every milestone we've achieved. To our supportive partners, your shared vision and continued collaboration have made our initiatives more impactful and sustainable.

We also gratefully acknowledge our community, local and national government agencies, and all those who, in one way or another, have contributed to the growth and success of our cooperative. Your collective efforts, whether big or small, have shaped the achievements we celebrate today.

Together, we look forward to a future of continued service that will help change lives in the countryside.

- Officers & Management

OFFICES

HEAD OFFICE

Brgy. Omaganhan, Tabango, Leyte
Cel. No.: (+63) 917 169 6294
Email: ofmpc_main@yahoo.com

BRANCH OFFICES

VILLABA BRANCH

Rubillos St., Villaba, Leyte
Tel: 053 552 8044
Email: ofmpc_villaba@yahoo.com

SAN ISIDRO BRANCH

Crossing, San Isidro, Leyte
Cel. No.: (+63) 917 506 3105
Email: ofmpc.sanisidro@gmail.com

TABANGO BRANCH

Valenzona St., Poblacion, Tabango, Leyte
Tel: 053 551 9811
Email: ofmpctabango1028@gmail.com

NAVAL BRANCH

Castin St., Smo Rosario, Naval, Biliran
Tel: 053 500 9537
Email:



Changing lives in the countryside...

