

**PNOG EXPLORATION CORPORATION**

(A Subsidiary of the Philippine National Oil Company)

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the Period Ended September 30, 2014

(In Philippine Peso)

	<b>Unaudited September 2014</b>	Audited December 2013	Restated December 2012
<b>REVENUES</b>	<b>4,970,679,978</b>	6,451,522,709	8,885,499,919
<b>COST OF SALES</b>	<b>(1,725,088,280)</b>	(2,185,904,391)	(3,941,923,431)
<b>GROSS PROFIT</b>	<b>3,245,591,698</b>	4,265,618,318	4,943,576,488
<b>OTHER INCOME</b>	<b>379,577,229</b>	61,311,415	77,858,815
<b>ADMINISTRATIVE EXPENSES</b>	<b>(421,849,544)</b>	(616,418,582)	(588,659,198)
<b>OTHER EXPENSES</b>	<b>(692,398,222)</b>	(22,394,187)	(141,956,128)
<b>FOREIGN EXCHANGE GAIN / (LOSS)</b>	<b>8,725,603</b>	189,527,754	(44,642,251)
<b>FINANCE COSTS</b>	-	-	-
<b>PROFIT BEFORE TAX</b>	<b>2,519,646,764</b>	3,877,644,718	4,246,177,726
<b>INCOME TAX EXPENSE</b>	<b>(740,260,215)</b>	(944,467,213)	(1,320,892,534)
<b>PROFIT FOR THE YEAR</b>	<b>1,779,386,549</b>	2,933,177,505	2,925,285,193
<b>Basic/Diluted Earnings Per Share</b>	<b>0.89</b>	1.47	1.46
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>			
<b>Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods:</b>			
Re-measurement gains (losses) on defined benefit plans	-	(15,050,645)	(42,944,188)
Income tax effect	-	4,515,193	12,883,256
<b>Other comprehensive income (loss) for the year, net of tax</b>	-	(10,535,452)	(30,060,932)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>1,779,386,549</b>	2,922,642,053	2,895,224,261