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November 13, 2009

MS. JANET A. ENCARNACION
Head, Disclosure Department
The Philippine Stock Exchange, Inc.
4/F PSE Centre, Exchange Road, Ortigas Center
1605 Pasig City, Metro Manila

Dear Ms. Encarnacion:

In accordance with the Securities Regulation Code, we are submitting herewith a copy of SEC Form 17-Q (Quarterly Report) of **I-Remit, Inc.** as at **September 30, 2009**.

Thank you.

Very truly yours,


NOVEMBER 13, 2009
BERNADETTE CINDY C. TIW
First Vice President & Chief Financial Officer

iRemit Inc.

26/F Discovery Centre, 25 ADB Avenue, Ortigas Center, Pasig City, 1605 Metro Manila, Philippines
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SECURITIES AND EXCHANGE COMMISSION

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Received From : Head Office

Company Representative

Doc Source

Company Information

SEC Registration No. A200101631
Company Name I-REMIT INC.
Industry Classification
Company Type Stock Corporation

Document Information

Document ID 111132009000876
Document Type 17-Q (FORM 11-Q: QUARTERLY REPORT/FS)
Document Code 17-Q
Period Covered September 30, 2009
No. of Days Late 0
Department CFD
Remarks

SEC Number
PSE Code
File Number

A200101631

**I-REMIT, INC.
AND SUBSIDIARIES**

(Company's Full Name)

**26/F Discovery Centre, 25 ADB Avenue,
Ortigas Center, Pasig City, 1605 Metro Manila**

(Company's Address)

(02) 706 – 9999 Local 100 / 105 / 109

(Telephone Number)

December 31

(Fiscal Year Ending)
(Month and Day)

SEC FORM 17-Q

Form Type

Amendment Designation (if applicable)

September 30, 2009

Period Ended Date

(Secondary License Type and File Number)

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

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

1. For the quarterly period ended **September 30, 2009**
2. Commission Identification No. **A200101631** 3. BIR Tax Identification No. **210-407-466-000**
4. Exact name of registrant as specified in its charter **I-REMIT, INC.**
5. **Metro Manila, PHILIPPINES** 6. (SEC Use Only)
Province, Country or other jurisdiction of Industry Classification Code
incorporation or organization
7. **26/F Discovery Centre, 25 ADB Avenue, Ortigas Center, Pasig City, Metro Manila** **1605**
Address of principal office Postal code
8. **(02) 706 – 9999 Local 100 / 105 / 109**
Issuer's telephone number, including area code
9. **Not applicable**
Former name, former address, and former fiscal year, if changed since last report
10. Securities registered pursuant to Sections 8 and 12 of the SRC, or Sec. 4 and 8 of the RSA
- | Title | Number of Shares of Common Stock
Outstanding and Amount of Debt Outstanding |
|----------------------------|--|
| <u>Common Stock</u> | <u>553,088,000 shares</u> |
| | |
| | |
11. Are any or all of these securities listed on a Stock Exchange?
Yes [] No []
If yes, state the name of such stock exchange and the classes of securities listed therein:
The Philippine Stock Exchange, Inc.
12. Check whether the issuer:
(a) has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17.1 thereunder or Section 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of The Corporation Code of the Philippines during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports)
Yes [] No []
(b) has been subject to such filing requirements for the past 90 days
Yes [] No []

I-REMIT, INC. AND SUBSIDIARIES
Consolidated Balance Sheets

	Unaudited Sept. 30, 2009	Audited Dec. 31, 2008
ASSETS		
Current Assets		
Cash and Cash Equivalents	P 615,353,315	P 832,637,880
Receivables	1,349,341,310	936,884,955
Other Current Assets	40,247,345	20,277,256
Total Current Assets	2,004,941,970	1,789,800,091
Noncurrent Assets		
Investments in Subsidiaries and an Associate	25,670,194	23,699,925
Property and Equipment	30,546,659	30,873,601
Goodwill	91,517,043	91,517,043
Other Noncurrent Assets	43,399,841	37,686,908
Total Noncurrent Assets	191,133,736	183,777,477
	P 2,196,075,706	P 1,973,577,568
LIABILITIES AND EQUITY		
Current Liabilities		
Beneficiaries and Other Payables	P 273,504,872	P 272,090,599
Interest-bearing Loans	730,000,000	580,000,000
Total Current Liabilities	1,003,504,872	852,090,599
Noncurrent Liability		
Retirement Liability	6,614,214	5,414,214
Total Liabilities	1,010,119,086	857,504,813
Equity Attributable to Equity Holders of the Parent Company		
Capital Stock	562,417,000	562,417,000
Capital Paid-in Excess of Par Value	424,830,173	424,830,173
Retained Earnings	263,361,067	196,578,702
Share-based Payment	4,455,001	3,155,626
Treasury Stock	(40,115,150)	(40,792,350)
Cumulative Translation and Other Adjustments	(22,401,035)	(25,604,416)
	1,192,547,056	1,120,584,735
Minority Interest	(6,590,436)	(4,511,980)
Total Equity	1,185,956,620	1,116,072,755
	P 2,196,075,706	P 1,973,577,568

I-REMIT, INC. AND SUBSIDIARIES
Consolidated Statements of Income

	Unaudited Jan. 1 to Sept. 30, 2009	Unaudited Jan. 1 to Sept. 30, 2008	Unaudited July 1 to Sept. 30, 2009	Unaudited July 1 to Sept. 30, 2008
REVENUE				
Delivery Fees	P 355,005,626	P 272,744,232	P 129,345,411	P 72,245,583
Foreign Exchange Gains - Net	220,868,311	221,554,877	78,245,868	54,239,414
Other Fees	462,320	69,403,022	185,953	69,038,737
	576,336,256	563,702,131	207,777,232	195,523,734
COSTS OF SERVICES				
Bank Charges	129,064,252	109,062,142	45,728,340	38,133,375
Delivery Charges	47,691,961	42,671,805	16,734,905	15,601,091
	176,756,213	151,733,947	62,463,245	53,734,466
GROSS INCOME	399,580,044	411,968,184	145,313,987	141,789,268
OPERATING EXPENSES				
Salaries, Wages and Employee Benefits	157,019,520	132,379,411	56,517,421	50,097,934
Marketing	29,614,110	46,743,615	4,185,403	16,072,928
Rental	28,892,334	23,206,599	10,898,846	8,650,093
Professional Fees	20,949,816	23,252,816	8,074,292	8,838,519
Communication, Light and Water	13,243,096	15,541,879	5,188,628	5,628,936
Transportation and Travel	19,099,648	14,082,348	9,035,795	5,582,234
Supplies	14,456,633	9,664,388	4,497,587	3,392,133
Depreciation and Amortization	10,666,385	10,184,569	2,573,140	3,399,094
Entertainment, Amusement and Recreation	3,023,088	3,395,589	1,030,965	1,146,643
Other Operating Expenses	13,430,939	12,379,173	6,242,078	4,752,799
Other Charges (Income), Net	(23,795,810)	(20,883,215)	(1,262,504)	(12,459,730)
	286,599,757	269,947,172	106,981,651	95,101,583
INCOME BEFORE INCOME TAX	112,980,286	142,021,012	38,332,337	46,687,685
PROVISION FOR INCOME TAX	22,557,562	31,971,491	7,928,730	7,700,783
NET INCOME	P 90,422,725	P 110,049,521	P 30,403,607	P 38,986,902
Attributable to:				
Equity Holders of the Parent Company	P 92,794,749	P 109,589,057	P 30,269,477	P 39,133,557
Minority Interest	(2,372,024)	460,464	134,130	(146,655)
	P 90,422,725	P 110,049,521	P 30,403,607	P 38,986,902
Basic/Dilutive Earnings Per Share				
Attributable to Equity Holders of the Parent Company	P 0.17	P 0.20	P 0.05	P 0.07

I-REMIT, INC. AND SUBSIDIARIES
Consolidated Statements of Changes in Equity

	Unaudited Jan. 1 to Sept. 30, 2009	Unaudited Jan. 1 to Sept. 30, 2008
CAPITAL FUNDS, BEGINNING	P 1,116,072,755	P 1,080,891,740
Add / (Deduct) Changes in Capital:		
Net Income for the Period	92,794,749	109,589,057
Cash Dividends	(26,012,383)	(21,990,505)
Purchase of Own Stock	677,200	(31,646,850)
Acquisition of Minority Interest	(2,078,456)	(5,818,236)
Other Equity Adjustment	4,502,755	(2,525,924)
CAPITAL FUNDS, ENDING	P 1,185,956,620	P 1,128,499,282

I-REMIT, INC. AND SUBSIDIARIES
Consolidated Statements of Cash Flows

	Unaudited Jan. 1 to Sept. 30, 2009	Unaudited Jan. 1 to Sept. 30, 2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Income Before Income Tax	P 112,980,286	P 142,021,012
Adjustments for:		
Interest Expense	32,402,137	3,629,990
Depreciation and Amortization	10,666,385	10,184,569
Interest Income	(24,718,532)	(5,139,310)
Changes in Operating Assets and Liabilities		
Decrease (Increase) in:		
Receivables	(412,456,355)	58,188,554
Other Current Assets	(19,970,090)	(11,646,379)
Increase (Decrease) in:		
Beneficiaries and Other Payables	139,076	78,845,261
Retirement Liability	1,200,000	2,376,037
Cash Provided by (Used in) Operations	(299,757,092)	278,459,733
Interest Received	24,718,532	5,139,310
Interest Paid	(31,126,940)	(1,612,468)
Taxes Paid	(22,557,562)	(31,971,491)
Net Cash Provided by (Used in) Operating Activities	(328,723,062)	250,015,085
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase)/Decrease in Investment in an Associate	(1,970,269)	(3,950,524)
Acquisitions of Property and Equipment	(11,371,807)	(19,674,818)
Proceeds from Disposals of Property & Equipment	415,000	2
Acquisition of Software	(1,887,747)	(775,680)
Increase in Other Noncurrent Assets	(5,101,796)	(9,592,736)
Net Cash Provided by (Used in) Investing Activities	(19,916,619)	(33,993,756)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from (Payment of) Interest-bearing Loans	150,000,000	25,000,000
Increase in Treasury Stocks	677,200	(31,646,850)
Increase (Decrease) in minority interest	293,569	(6,278,700)
Proceeds from (Payment of) Dividends	(26,012,383)	(21,990,505)
Net Cash Provided by Financing Activities	124,958,386	(34,916,055)
INCREASE (DECREASE) IN TRANSLATION AND OTHER ADJUSTMENTS	6,396,731	(2,525,924)
NET INCREASE IN CASH AND CASH EQUIVALENT	(217,284,565)	178,579,350
CASH AND CASH EQUIVALENT, BEGINNING	832,637,880	681,679,461
CASH AND CASH EQUIVALENT, ENDING	P 615,353,315	P 860,258,811

I-REMIT, INC. AND SUBSIDIARIES
Aging of Consolidated Receivables
Unaudited
As of September 30, 2009

	Total	Current	2-30 Days	31-60 Days	Over 60 Days
Agents	P 491,184,095	P 489,940,008	P -	P -	P 1,244,087
Related Parties	55,338,643	-	-	741,674	54,596,969
Couriers	3,371,843	-	3,371,843	-	-
Others	799,446,729	-	3,233,445	-	796,213,284
	P1,349,341,310	P 489,940,008	P 6,605,288	P 741,674	P 852,054,340

PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

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

- a. Consolidated Balance Sheets as of September 30, 2009 (unaudited) and December 31, 2008 (audited);
- b. Unaudited Comparative Consolidated Statements of Income for the nine (9) months ended September 30, 2009 and September 30, 2008, and for three (3) months from July 1, 2009 to September 30, 2009 and from July 1, 2008 to September 30, 2008;
- c. Unaudited Comparative Consolidated Statements of Changes in Equity for the nine (9) months ended September 30, 2009 and September 30, 2008;
- d. Unaudited Comparative Consolidated Statements of Cash Flows for the nine (9) months ended September 30, 2009 and September 30, 2008;
- e. Aging of Consolidated Receivables as of September 30, 2009 (unaudited);

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

September 30, 2009 vs. December 31, 2008

The total assets of the Company increased by PHP 222.5 million or 11% to PHP 2,196.1 million as of September 30, 2009 against PHP 1,973.6 million as of December 31, 2008. Cash and cash equivalents decreased by PHP 217.3 million or -26% from PHP 832.6 million as of December 31, 2008 to PHP 615.4 million as of September 30, 2009. Receivables increased by PHP 412.5 million or 44% from PHP 936.9 million as of December 31, 2008 to PHP 1,349.3 million as of September 30, 2009. Other current assets increased by PHP 20.0 million or 98% from PHP 20.3 million as of December 31, 2008 to PHP 40.2 million as of September 30, 2009. Investments in Subsidiaries and an Associate increased by PHP 2.0 million or 8% from PHP 23.7 million as of December 31, 2008 to PHP 25.7 million as of September 30, 2009. Property and Equipment decreased by PHP -0.3 million or -1% from PHP 30.9 million as of December 31, 2008 to PHP 30.5 million as of September 30, 2009. Other Noncurrent Assets increased by PHP 5.7 million or 15% from PHP 37.7 million as of December 31, 2008 to PHP 43.4 million as of September 30, 2009.

Total liabilities increased by PHP 152.6 million or 18% from PHP 857.5 million as of December 31, 2008 to PHP 1,010.1 million as of September 30, 2009. Loans payable, comprised of peso loans from various local financial institutions with interest at an approximate range of 7.5% to 13% per annum, which are secured, increased by PHP 150.0 million or 26% from PHP 580.0 million as of December 31, 2008 to PHP 730.0 million as of September 30, 2009.

Accounts payable and other liabilities increased by PHP 1.4 million or 1% to PHP 273.5 million as of September 30, 2009 compared to PHP 272.1 million as of December 31, 2008. Comprising accounts payable and other liabilities are payables to beneficiaries of PHP 102.5 million, payables to agents, couriers and trading clients of PHP 77.4 million, advances from related parties of PHP 6.1 million, accrued expenses of PHP 72.8 million, and non-trade payables of PHP 14.7 million. Long-term debt amounting to PHP 6.6 million as of September 30, 2009 represents retirement liability.

The Company's stockholders' equity as of September 30, 2009 of PHP 1,186.0 million was higher by PHP 69.9 million or 6% compared to December 31, 2008 of PHP 1,116.1 million due to higher net income.

The purchase of 49% of Hwa Kung Hong and Co., Ltd., a Taiwan-based remittance company, for a consideration of about 3.6 million pesos was completed in early July 2009.

The Company forged an alliance with Jollibee, the country's biggest fast food chain, last July 2009, allowing overseas Filipino workers to send meals to their beneficiaries in the Philippines through the 'Jollibee Salu-Salo Padala Treat Mula Sa iRemit' program. With the increasing number of Filipinos leaving for other countries, this project presents an invaluable opportunity to help bridge and strengthen family togetherness, a priceless pursuit that is important for both companies.

In August, the Company opened its newest branch in West Edmonton Mall in Alberta, Canada – the largest shopping mall in North America and the fifth largest in the world. The branch is iRemit's fifth outlet in Canada and is situated in Chinatown Hall where business establishments catering to the Asian population are located. This move will make iRemit more accessible to both Filipinos and Chinese customers across Edmonton.

I-Remit expanded its presence to 27 countries and territories worldwide with the signing of a Memorandum of Agreement with the Elite Exchange Remittance Services S.A. in August. Elite's head office is located in Ambelokipi, Athens, Greece, an area known to have a high concentration of Filipinos.

The Philippine Stock Exchange announced the commencement on 22 September 2009 of the tradability of the fifteen (15) million common shares held by various participants pursuant to the Company's Special Stock Purchase Program after their release from the 2-year voluntary lock-up period that expired on 19 September 2009.

In September, some 808,100 shares that the Company had bought back from its resigned employees and officers were transferred to the I-Remit, Inc. Retirement Fund ("Retirement Fund") upon reimbursement by the latter of the advances made by the Company in acquiring such shares on behalf of the Retirement Fund. Pursuant to the terms of the Special Stock Purchase Program ("SSPP") of I-Remit, Inc., the Company bought back at cost, on behalf of its Retirement Fund, the shares previously purchased by resigning employees or officers under the SSPP. The SSPP provides that should an officer or employee resign prior to the expiration of the lock-up period on 19 September 2009, the shares he/she purchased under the SSPP shall be sold to the Retirement Fund for the benefit of the Company's employees. With this transfer, the Company's outstanding capital stock now stands at 553,088,000 shares from 552,279,900 shares. Issued capital stock still remains at 562,417,000 shares.

In the aftermath of tropical storm "Ondoy", the Company mobilized all its overseas offices to accept donations direct to bank accounts of the ABS-CBN Foundation, GMA Kapuso Foundation, and Philippine National Red Cross. The Company waived its money transfer charges for every donation sent to these institutions. iRemit likewise waived its remittance

service fees during the first week of October to overseas Filipinos who sent money to their families and relatives affected by “Ondoy”.

There are indications that the global economy is expanding again and that financial conditions have improved considerably. The improving economic situation presents a positive outlook for global employment in the short to medium term. The Bangko Sentral ng Pilipinas reported recently that overseas Filipino remittances as of August 2009 reached USD 11.342 billion, representing a 3.7% growth over the remittances of USD 10.940 billion in the same period last year. Overseas Filipino remittances are expected to grow by 4% while the 2010 projection is a 6% growth.

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

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	8%	12%
Return on Assets (ROA)	Net income* over average total assets during the period	5%	8%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 0.16	PHP 0.23
Sales Growth	Total transaction value in USD in present period over the previous year	-2%	42%
Gross Income	Revenue less total cost of services (PHP millions)	399.6	565.4

* Net Income attributable to equity holders of the Parent Company and Minority Interest. EPS computed using Net Income attributable to equity holders of the Parent Company for the period ended September 30, 2009 and for the year ended December 31, 2008 are PHP 0.17 and PHP 0.23, respectively.

Below are the comparative key performance indicators of the Company's subsidiaries:

International Remittance (Canada) Ltd.

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	19%	62%
Return on Assets (ROA)	Net income* over average total assets during the period	6%	9%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 13.05	PHP 26.60
Sales Growth	Total transaction value in USD in present period over the previous year	5%	35%
Gross Income	Revenue less total cost of services (PHP millions)	70.9	85.8

Lucky Star Management Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	30%	61%
Return on Assets (ROA)	Net income* over average total assets during the period	15%	40%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 9.53	PHP 15.67
Sales Growth	Total transaction value in USD in present period over the previous year	14%	7%
Gross Income	Revenue less total cost of services (PHP millions)	15.7	20.9

IRemit Global Remittance Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	38%	5%
Return on Assets (ROA)	Net income* over average total assets during the period	1.57%	0.2%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 5,663.51	PHP 666.34
Sales Growth	Total transaction value in USD in present period over the previous year	-25%	-4%
Gross Income	Revenue less total cost of services (PHP millions)	33.4	42.2

I-Remit Australia Pty Ltd

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	17%	108%
Return on Assets (ROA)	Net income* over average total assets during the period	2%	17%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 167,100.78	PHP 1,623,710.00
Sales Growth	Total transaction value in USD in present period over the previous year	-	-
Gross Income	Revenue less total cost of services (PHP millions)	0.2	0.4

Worldwide Exchange Pty Ltd

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	6%	91%
Return on Assets (ROA)	Net income* over average total assets during the period	2%	45%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 6.85	PHP 106.93
Sales Growth	Total transaction value in USD in present period over the previous year	-14%	40%
Gross Income	Revenue less total cost of services (PHP millions)	23.7	35.0

I-Remit New Zealand Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	66%	104%
Return on Assets (ROA)	Net income* over average total assets during the period	-19%	-21%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP -2,005.70	PHP -1,721.28
Sales Growth	Total transaction value in USD in present period over the previous year	963%	-
Gross Income	Revenue less total cost of services (PHP millions)	5.2	1.1

IRemit Europe Remittance Consulting AG

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	27%	56%
Return on Assets (ROA)	Net income* over average total assets during the period	-19%	-34%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP -148.64	PHP -259.01
Sales Growth	Total transaction value in USD in present period over the previous year	48%	-
Gross Income	Revenue less total cost of services (PHP millions)	6.5	6.8

Power Star Asia Group Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Dec. 31, 2008 (Full Year)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	67%	90%
Return on Assets (ROA)	Net income* over average total assets during the period	56%	76%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 55.48	PHP 49.87
Sales Growth	Total transaction value in USD in present period over the previous year	-	-
Gross Income	Revenue less total cost of services (PHP millions)	47.5	59.8

September 30, 2009 vs. September 30, 2008

I-Remit realized a consolidated net income of PHP 90.4 million in January to September 2009, a decrease of PHP -19.6 million or -22% as compared with the consolidated net income of PHP 110 million in January to September 2008.

Revenues increased by PHP 12.6 million or 2.2% to PHP 576.3 million in January to September 2009 from PHP 563.7 million in January to September 2008 mainly due to the 13% increase in transaction count (from 1.74 million in January to September 2008 to 1.96 million in January to September 2009). However, USD volume decreased by -11.3 million or -1% from 816.31 million in January to September 2008 to 805.02 million in January to September 2009. Of the total transaction count in the January to September 2009, the percentage contributions per region are as follows: Asia-Pacific, 46.8%; Middle East, 27.8%; North America, 15.9%; and Europe, 9.4%. In terms of USD remittance volume, the regional contributions are as follows: Asia-Pacific, 51.4%; Middle East, 20.3%; North America, 16.7%; and Europe, 11.6%. Accordingly, the Company's gross income decreased by PHP -12.4 million or -3% from PHP 412.0 million in January to September 2008 to PHP 399.6 million in January to September 2009.

Total operating expenses net of other income was higher by PHP 16.7 million or 6% from

PHP 269.9 million in January to September 2008 to PHP 286.6 million in January to September 2009. The increase is mainly due to higher salaries, wages and employee benefits, supplies, transportation, and rental expenses. This was partly offset by higher net interest income and lower marketing expenses.

Total assets of the Company increased by PHP 635.5 million or 41% from PHP 1,560.6 million as of September 30, 2008 to PHP 2,196.1 million as of September 30, 2009. Cash and cash equivalents decreased by PHP -244.9 million or -28% from PHP 860.3 million as of September 30, 2008 to PHP 615.4 million as of September 30, 2009. Receivables increased by PHP 861.3 million or 176% from PHP 488.0 million as of September 30, 2008 to PHP 1,349.3 million as of September 30, 2009. Other current assets increased by PHP 11.6 million or 40% from PHP 28.7 million as of September 30, 2008 to PHP 40.2 million as of September 30, 2009. Investments in Subsidiaries and an Associate increased by PHP 6.9 million or 37% from PHP 18.8 million as of September 30, 2008 to PHP 25.7 million as of September 30, 2009 mainly due higher net income of IRemit Singapore Pte. Ltd. and Hwa Kung Hong and Co., Ltd, an associate base from Singapore and Taiwan respectively. Property and equipment increased by PHP 0.9 million or 3% from PHP 29.7 million as of September 30, 2008 to PHP 30.5 million as of September 30, 2009. Goodwill decreased by PHP-19.9 million or -18% from PHP 111.4 million as of September 30, 2008 to PHP 91.5 million as of September 30, 2009 due to foreign exchange adjustment.

Total liabilities increased by PHP 578.0 million or 134% from PHP 432.1 million as of September 30, 2008 to PHP 1,010.1 million as of September 30, 2009. Loans payable, comprised of peso loans from various local financial institutions with interest at an approximate range of 7.5% to 13% per annum, which are secured, increased by PHP 530.0 million or 265% from PHP 200.0 million as of September 30, 2008 to PHP 730.0 million as of September 30, 2009. Accounts payable and other liabilities increased by PHP 49.3 million or 22% from P224.2million as of September 30, 2008 compared to PHP 273.5 million as of September 30, 2009. Long-term debt amounting to PHP 6.6 million as of September 30, 2009 represents retirement liability.

The Company's stockholders' equity as of September 30, 2009 of PHP 1,186.0 million was higher by PHP 57.5 million or 5% compared to September 30, 2008 of PHP 1,128.5 million due to higher net income.

The purchase of 49% of Hwa Kung Hong and Co., Ltd., a Taiwan-based remittance company, for a consideration of about 3.6 million pesos was completed in early July 2009.

The Company forged an alliance with Jollibee, the country's biggest fast food chain, last July 2009, allowing overseas Filipino workers to send meals to their beneficiaries in the Philippines through the 'Jollibee Salu-Salo Padala Treat Mula Sa iRemit' program. With the increasing number of Filipinos leaving for other countries, this project presents an invaluable opportunity to help bridge and strengthen family togetherness, a priceless pursuit that is important for both companies.

In August, the Company opened of its newest branch in West Edmonton Mall in Alberta, Canada – the largest shopping mall in North America and the fifth largest in the world. The branch is iRemit's fifth outlet in Canada and is situated in Chinatown Hall where business establishments catering to the Asian population are located. This move will make iRemit more accessible to both Filipinos and Chinese customers across Edmonton.

I-Remit expanded its presence to 27 countries and territories worldwide with the signing of a Memorandum of Agreement with the Elite Exchange Remittance Services S.A. in August. Elite's head office is located in Ambelokipi, Athens, Greece, an area known to have a high concentration of Filipinos.

The Philippine Stock Exchange announced the commencement on 22 September 2009 of the tradability of the fifteen (15) million common shares held by various participants pursuant to the Company's Special Stock Purchase Program after their release from the 2-year voluntary lock-up period that expired on 19 September 2009.

In September, some 808,100 shares that the Company had bought back from its resigned employees and officers were transferred to the I-Remit, Inc. Retirement Fund ("Retirement Fund") upon reimbursement by the latter of the advances made by the Company in acquiring such shares on behalf of the Retirement Fund. Pursuant to the terms of the Special Stock Purchase Program ("SSPP") of I-Remit, Inc., the Company bought back at cost, on behalf of its Retirement Fund, the shares previously purchased by resigning employees or officers under the SSPP. The SSPP provides that should an officer or employee resign prior to the expiration of the lock-up period on 19 September 2009, the shares he/she purchased under the SSPP shall be sold to the Retirement Fund for the benefit of the Company's employees. With this transfer, the Company's outstanding capital stock now stands at 553,088,000 shares from 552,279,900 shares. Issued capital stock still remains at 562,417,000 shares.

In the aftermath of tropical storm "Ondoy", the Company mobilized all its overseas offices to accept donations direct to bank accounts of the ABS-CBN Foundation, GMA Kapuso Foundation, and Philippine National Red Cross. The Company waived its money transfer charges for every donation sent to these institutions. iRemit likewise waived its remittance service fees during the first week of October to overseas Filipinos who sent money to their families and relatives affected by "Ondoy".

There are indications that the global economy is expanding again and that financial conditions have improved considerably. The improving economic situation presents a positive outlook for global employment in the short to medium term. The Bangko Sentral ng Pilipinas reported recently that overseas Filipino remittances as of August 2009 reached USD 11.342 billion, representing a 3.7% growth over the remittances of USD 10.940 billion in the same period last year. Overseas Filipino remittances are expected to grow by 4% while the 2010 projection is a 6% growth.

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

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	8%	10%
Return on Assets (ROA)	Net income* over average total assets during the period	5%	8%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 0.16	PHP 0.20
Sales Growth	Total transaction value in USD in present period over the same period in the previous year	-2%	53%
Gross Income	Revenue less total cost of services (PHP millions)	399.6	412.0

* Net Income attributable to equity holders of the Parent Company and Minority Interest. EPS computed using Net Income attributable to equity holders of the Parent Company for the periods ended September 30, 2009 and September 30, 2008 are P 0.17 and P 0.20, respectively.

Below are the comparative key performance indicators of the Company's subsidiaries:

International Remittance (Canada) Ltd.

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	19%	47%
Return on Assets (ROA)	Net income* over average total assets during the period	6%	4.5%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 13.05	PHP 20.39
Sales Growth	Total transaction value in USD in present period over the previous year	5%	56%
Gross Income	Revenue less total cost of services (PHP millions)	70.9	62.6

Lucky Star Management Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	30%	65%
Return on Assets (ROA)	Net income* over average total assets during the period	15%	39%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 9.53	PHP 16.95
Sales Growth	Total transaction value in USD in present period over the previous year	14%	30%
Gross Income	Revenue less total cost of services (PHP millions)	15.7	15.9

IRemit Global Remittance Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	38%	53%
Return on Assets (ROA)	Net income* over average total assets during the period	1.57%	2.19%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 5,663.51	PHP 9,482.14
Sales Growth	Total transaction value in USD in present period over the previous year	-25%	-22%
Gross Income	Revenue less total cost of services (PHP millions)	33.4	32.3

I-Remit Australia Pty Ltd

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	17%	227%
Return on Assets (ROA)	Net income* over average total assets during the period	2%	9.12%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 167,100.78	PHP 1,415,287.09
Sales Growth	Total transaction value in USD in present period over the previous year	-	-
Gross Income	Revenue less total cost of services (PHP millions)	0.2	0.3

Worldwide Exchange Pty Ltd

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	6%	78%
Return on Assets (ROA)	Net income* over average total assets during the period	2%	32%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 6.85	PHP 93.78
Sales Growth	Total transaction value in USD in present period over the previous year	-14%	44%
Gross Income	Revenue less total cost of services (PHP millions)	23.7	25.7

I-Remit New Zealand Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	66%	192%
Return on Assets (ROA)	Net income* over average total assets during the period	-19%	-89%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP -2,005.70	PHP -1,399.85
Sales Growth	Total transaction value in USD in present period over the previous year	963%	100%
Gross Income	Revenue less total cost of services (PHP millions)	5.2	0.5

IRemit Europe Remittance Consulting AG

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	27%	119%
Return on Assets (ROA)	Net income* over average total assets during the period	-19%	-87%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP -148.64	PHP-160.61
Sales Growth	Total transaction value in USD in present period over the previous year	48%	100%
Gross Income	Revenue less total cost of services (PHP millions)	6.5	2.6

Power Star Asia Group Limited

Performance Indicator	Definition	Sept. 30, 2009 (Nine Months)	Sept. 30, 2008 (Nine Months)
Return on Equity (ROE)	Net income* over average stockholders' equity during the period	67%	149%
Return on Assets (ROA)	Net income* over average total assets during the period	56%	149%
Earnings per Share (EPS)	Net income* over average number of outstanding shares	PHP 55.48	PHP 19.94
Sales Growth	Total transaction value in USD in present period over the previous year	-	-
Gross Income	Revenue less total cost of services (PHP millions)	47.5	20.0

The Company is not aware of any known trends, demands, commitments, events or uncertainties that will have a material impact on the Company's liquidity. The Company has not defaulted in paying its currently maturing obligations. In addition, obligations of the Company are guaranteed up to a certain extent by the Company's majority stockholders.

The Company is not aware of any events that will trigger a direct or contingent financial obligation that is material to the Company, including any default or acceleration of an obligation.

There are no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period.

The Company has no material commitments for capital expenditures.

Except as discussed above, the Company is not aware of any known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on sales, revenues or income from continuing operations.

There are no significant elements of income or loss that did not arise from the Company's continuing operations.

There are no seasonal aspects that had a material effect on the financial condition or results of operations.

The Company does not expect any purchase of significant equipment in the next twelve (12) months.

The Company does not expect any significant changes in the number of employees in the next twelve (12) months.

I-REMIT, INC.
COMPLIANCE WITH SEC LETTER
DATED OCTOBER 29, 2008

The information required by SEC letter dated October 29, 2008 can be found in the following pages:

a. Financial risk exposures of I-Remit, Inc. ("Company")

Please refer to pages 22 to 25.

b. Disclosure on the financial instrument of the Company

(1) Description of the financial instruments of the Company and the classification and measurements applied for each.

Please refer to pages 19 to 22.

(2) Amount of Company's investments in foreign securities.

Not applicable as the Company has no investments in foreign securities.

(3) Significant judgments made in classifying a particular financial instrument in the fair value hierarchy.

Please refer to page 22.

(4) Explanation of how risk is incorporated and considered in the valuation of assets or liabilities.

Please refer to pages 22 to 25.

(5) Comparison of the fair values as of date of the recent interim financial report and as of date of the preceding interim period, and the amount of gain/loss recognized for each of the said periods.

Not applicable.

(6) Criteria used to determine whether the market for a financial instrument is active or inactive as defined under PAS 39-Financial Instruments.

Please refer to pages 22 to 25.

Summary of Significant Accounting Policies

Financial Instruments - Initial Recognition and Subsequent Measurement

Date of recognition

Purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or market convention are recognized on the settlement date.

Initial recognition of financial instruments

All financial assets and financial liabilities, including trading and investment securities and loans and receivables, are initially recognized at fair value. Except for financial assets and liabilities valued at fair value through profit or loss (FVPL), the initial measurement of which includes transaction costs. The Group classifies its financial assets in the following categories: financial assets at FVPL, available-for-sale (AFS) investments, held-to-maturity (HTM) investments and loans and receivables. Financial liabilities are classified as financial liabilities at FVPL carried at fair value or other financial liabilities carried at cost or amortized cost. The classification depends on the purpose for which the investments were acquired and whether they are quoted in an active market. Management determines the classification of its investments at initial recognition and, where allowed and appropriate, re-evaluates such designation at every reporting date.

As of September 30, 2009 and December 31, 2008, the Group had no financial assets and financial liabilities at FVPL, AFS investments and HTM investments. The Group's financial instruments include receivables and other financial liabilities.

Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, receivables are subsequently carried at amortized cost using the effective interest rate (EIR) method less any allowance for credit losses. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees and costs that are an integral part of the EIR. The amortization is included in 'Interest income' in the statement of income. The losses arising from impairment are recognized in 'Provision for credit losses' in the statement of income.

Financial liabilities at amortized cost

Issued financial instruments or their components, which are not designated at FVPL, if any, where the substance of the contractual arrangement results in the Group having an obligation either to deliver cash or another financial asset to the holder, or to satisfy the obligation other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of own equity shares. The components of issued financial instruments that contain both liability and equity elements are accounted for separately, with the equity component being assigned the residual amount after deducting from the instrument as a whole the amount separately determined as the fair value of the liability component on the date of issue.

After initial measurement, financial liabilities which are not designated at FVPL are subsequently measured at amortized cost using the EIR method. Amortized cost is calculated by taking into account any discount or premium on the issue and fees that are an integral part of the EIR.

Financial liabilities at amortized cost include 'Beneficiaries and other payables' and 'Interest-bearing loans' among others.

Determination of fair value

The fair value for financial instruments traded in active markets at the balance sheet date is based on their quoted market prices or dealer price quotations (bid price for long positions and ask price for short positions), without any deduction for transaction costs. When current bid and ask prices are not available, the price of the most recent transaction provides evidence of the current fair value as long as there has not been a significant change in economic circumstances since the time of the transaction.

For all other financial instruments not listed in an active market, the fair value is determined by using appropriate valuation methodologies. Valuation methodologies include net present value techniques, comparison to similar instruments for which market observable prices exist, option pricing models, and other relevant valuation models.

Derecognition of Financial Assets and Liabilities

Financial asset

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- the rights to receive cash flows from the asset have expired;
- the Group retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass through' arrangement; or
- the Group has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Where the Group has transferred its right to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Group's continuing involvement in the asset.

Financial liability

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or has expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of income.

Offsetting Financial Instruments

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Impairment of Financial Assets

The Group assesses at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that the borrower or a group of borrowers is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization, and where there are observable data that indicates that there is measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

Financial assets carried at amortized cost

For financial assets carried at amortized cost, the Group first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant. If the Group determines that no objective evidence of impairment exists for individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses for impairment. Those characteristics are relevant to the estimation of future cash flows for groups of such assets by being indicative of the debtors' ability to pay all amounts due according to the contractual terms of the assets being evaluated. Assets that are individually assessed for impairment and for which an impairment loss is, or continues to be, recognized are not included in a collective assessment for impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows (excluding future credit losses that have not been incurred). The carrying amount of the asset is reduced through use of an allowance account and the amount of loss is charged to the statement of income. Interest income continues to be recognized based on the original effective interest rate of the asset. Receivables, together with the associated allowance accounts, are written off when there is no realistic prospect of future recovery and all collateral has been realized. If subsequently, the amount of the estimated impairment loss decreases because of an event occurring after the impairment was recognized, the previously recognized impairment loss is reduced by adjusting the allowance account. If a future write-off is later recovered, any amounts formerly charged are credited to the 'Provision for credit losses' account.

The present value of the estimated future cash flows is discounted at the financial asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate, adjusted for the original credit risk premium.

For the purpose of a collective evaluation of impairment, financial assets are grouped on the basis of such credit risk characteristics as geographical classification. Future cash flows in a group of financial assets that are collectively evaluated for impairment are estimated on the basis of historical loss experience for assets with credit risk characteristics similar to those in the group. Historical loss experience is adjusted on the basis of current observable data to reflect the effects of current conditions that did not affect the period on which the historical loss experience is based and to remove the effects of conditions in the historical period that do not exist currently. Estimates of changes in future cash flows reflect, and are directionally consistent with changes in

related observable data from period to period (such changes in payment status, or other factors that are indicative of incurred losses in the group and their magnitude). The methodology and assumptions used for estimating future cash flows are reviewed regularly by the Group to reduce any differences between loss estimates and actual loss experience.

A provision for credit losses is made when there is objective evidence based on specific and collective assessment (such as the probability of insolvency or significant financial difficulties of the debtor) that the Group will not be able to collect all of the amounts due under the original terms of the invoice. The carrying amount of the receivable is reduced through the use of an allowance account.

Significant Accounting Judgments and Estimates

The preparation of the financial statements in accordance with PFRS requires the Group to make judgments and estimates that affect the reported amounts of assets, liabilities, income and expenses and disclosure of contingent assets and contingent liabilities. Future events may occur which will cause the assumptions used in arriving at the estimates to change. The effects of any change in estimates are reflected in the financial statements as they become reasonably determinable.

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. The fair values of financial instruments that are not quoted in active markets are determined using valuation techniques. The carrying values of financial assets and financial liabilities of the Group approximate their market values since these are short-term in nature.

Fair Value Measurement

The methods used by the Group in estimating the fair value of the financial instruments are:

- The carrying amounts of cash and cash equivalent, receivables and other current assets maturing within twelve (12) months are assumed to approximate their fair values. This assumption is applied to liquid assets and the short-term elements of all other financial assets; and
 - The carrying amounts of beneficiaries and other payables, and interest-bearing loans approximate their fair values due to either the demand feature or the relatively short-term maturities of these liabilities.
-

Financial Risk Management Objectives and Policies

The Group's financial instruments mainly comprise of short-term loans from banks and advances. The main purpose of these financial instruments is to raise funds for the Group's fulfillment or delivery of remittance transactions to beneficiaries. The Group has also various other financial assets and liabilities such as accounts receivable from agents and accounts payable to beneficiaries, which arise directly from its remittance operations.

The main risks arising from the Group's financial instruments are credit risk, foreign currency risk, cash flow interest rate risk, and liquidity risk. The BOD reviews and agrees policies for managing each of these risks and they are summarized below.

Credit Risk

The nature of the business exposes the Group to potential risk from difficulties in recovering transaction money from foreign partners. Receivables from foreign offices and agents arise as a result of its remittance operations in various regions of the globe. In order to address this, the Group has maintained the following credit policies: (a) implement a contract that incorporates a bond and advance payment cover such that the full amount of the transaction will be credited to the Group prior to their delivery to the beneficiaries which applies generally to all new agents of the Group and in certain cases to old agents, the advance funding equivalent to their average daily remittance transactions, to fulfill or deliver their remittance transactions; (b) all foreign offices and agents must settle their accounts following the next banking day settlement policy, otherwise, the fulfillment or delivery of their remittance transactions will be put on hold; (c) evaluation of individual potential partners and preferred associates' credit worthiness, as well as a close look into the other pertinent aspects of their partners' businesses which assures the Group of the financial soundness of their partner firms; and (d) receivable balances are monitored daily by the regional managers with the result that the Group's exposure to bad debts is not significant.

The Group's accounts receivables from agents are highly collectible which has turnover ranging from 1 to 5 days. The other receivable which includes advances to related parties is also highly collectible which is due in less than one year.

The receivable from couriers and agents, and banks are advances made to fund the remittance transactions to beneficiaries but not all were paid out due to invalid and/or cancellations. These were all credited and liquidated once they were recognized by couriers and banks.

The table below shows the maximum credit exposure (excludes cash on hand) of the Group per geographical classification as of September 30, 2009 and December 31, 2008:

	<u>Sept. 30, 2009</u>	<u>Dec. 31, 2008</u>
Asia Pacific	₱ 1,765,987,686	₱1,328,319,178
Europe	75,679,896	141,162,105
North America	92,633,075	255,634,263
Total	₱ 1,934,300,657	₱1,725,115,546

The table below shows the maximum credit exposure of the Group per account classification as of September 30, 2009 and December 31, 2008:

	<u>Sept. 30, 2009</u>	<u>Dec. 31, 2008</u>
Cash in banks	₱ 584,959,347	₱780,628,699
Receivables	1,349,341,310	944,486,847
Total	₱ 1,934,300,657	₱1,725,115,546

There are no past due receivables as of September 30, 2009 and December 31, 2008. The Group classifies its receivables as high grade. High grade consists of ratings such as excellent, strong, good, and satisfactory, wherein the borrower has low probability of default and could withstand normal business cycle.

Foreign Currency Risk

It is the Group's policy that all daily foreign currencies, which arise as a result of its remittance transactions, must be traded daily with bank partners only at prevailing foreign exchange rates in the market. The daily closing foreign exchange rates shall be the guiding rate in providing wholesale rates and retail rates to foreign offices and agents, respectively. The trading proceeds will be used to pay out bank loans and other obligation of the Group.

The following table sets forth for the period indicated, the impact of changes in exchange rates on the Group's income after tax as of September 30, 2009 and December 31, 2008.

September 30, 2009				
Currency	Change in nominal foreign currency exchange rate	Effect on pretax income	Change in nominal foreign currency exchange rate	Effect on pretax income
USD	1.62	3,190,086.85	-0.24	-472,605.46
GBP	5.18	76,157.96	-0.86	-12,638.86
EURO	1.94	20,700.63	-0.10	-1,113.12
SGD	0.67	6,722.15	-0.17	-1,685.34

December 31, 2008				
Currency	Change in nominal foreign currency exchange rate	Effect on pretax income	Change in nominal foreign currency exchange rate	Effect on pretax income
CAD	3.78	21,768,098	-1.89	-10,842,638
AUD	6.65	19,944,632	-2.75	-8,261,248
USD	2.48	7,124,537	-2.3	-6,607,433
GBP	5.99	4,935,909	-6.14	-5,058,712
HKD	0.78	2,064,084	-0.97	-2,577,814
Others	1.73	11,615,529	-4.08	-36,585,422

There is no other impact on the Group's equity other than those already affecting the profit or loss.

Cash Flow Interest Rate Risk

The Group's exposure to cash flow interest rate risk is minimal. The Group's policy is to manage its interest cost by entering into a fixed rate short-term loans from banks.

Liquidity Risk

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of short-term debts and advances from stockholders. In addition, the Group maintains credit facility with local banks.

The table below summarizes the maturity profile of the financial liabilities of the Group based on contractual undiscounted payments.

	September 30, 2009			Total
	Less than 5 days	5 to 30 days	30 to 60 days	
Interest-bearing loans	₱-	₱100,000,000	₱630,000,000	₱730,000,000
Beneficiaries	102,511,845	-	-	102,511,845
Agents, couriers and trading clients	77,373,680	-	-	77,373,680
Accrued interest payable	-	-	3,593,863	3,593,863
Advances from related parties	-	-	6,109,834	6,109,834
	₱179,885,525	₱100,000,000	₱ 639,703,697	₱ 919,589,222

	December 31, 2008			Total
	Less than 5 days	5 to 30 days	30 to 60 days	
Interest-bearing loans	₱-	₱291,099,236	₱293,462,014	₱584,561,250
Beneficiaries	115,088,386	-	-	115,088,386
Agents, couriers and trading clients	77,685,038	-	-	77,685,038
Accrued interest payable	-	-	12,130,521	12,130,521
Advances from related parties	-	-	10,030,390	10,030,390
	₱192,773,424	₱291,099,236	₱315,622,925	₱799,495,585

PART II – OTHER INFORMATION

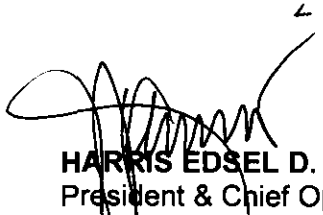
Other Required Disclosures

- A. Accounting Policies and Methods of Computation. The attached interim financial reports were prepared in accordance with the Philippine Accounting Standards. The accounting policies and methods of computation followed in these interim financial statements are the same compared with the audited financial statements for the period ended December 31, 2008.
- B. Unusual Items Affecting Assets, Liabilities, equity, net Income or Cash Flow. Except as reported in the Management's Discussion and Analysis of Financial Condition and Results of Operations ("MD&A"), there were no unusual items affecting assets, liabilities, equity, net income or cash flows for the interim period.
- C. Changes in Estimates of Amounts Reported. There were no material changes in estimates of amounts reported in prior periods that have material effects in the current interim period.
- D. Issuances, Repurchases and Repayments of Debt and Equity Securities. Except as disclosed in the MD&A, there were no other issuances, repurchases and repayments of debt and equity securities.
- E. Material Events Subsequent to the End of the Interim Period Not Reflected in the Financial Statements. There were no material events that happened subsequent to September 30, 2009 up to the date of this report that needs disclosure herein.
- F. Changes in Composition of the Issuer During the Interim Period. There were no changes in the composition of the Company during the interim period such as business combination, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.
- G. Changes in Contingent Liabilities or Contingent Assets. There were no changes in contingent liabilities or contingent assets since December 31, 2008.
- H. Material Contingencies and Any Other Events or Transactions. There exist no material contingencies and other material events or transactions affecting the current interim period except as disclosed in the MD&A.


SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the Issuer has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized, in the City of Pasig on November 13, 2009.

By:



HARRIS EDSSEL D. JACILDO
President & Chief Operating Officer



BERNADETTE CINDY C. TIW
First Vice President & Chief Financial Officer

NOVEMBER 13, 2009