

SEC Number 37535
File Number _____

ATN HOLDINGS, INC.

(Company)

**9th Floor, Summit One Tower,
530 Shaw Blvd., Mandaluyong**

(Address)

717-0523

(Telephone Number)

March 31

(Fiscal Year Ending)
(month & day)

SEC 17Q

(Form Type)

Amendment Designation (if applicable)

June 30, 2024

(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 June 30, 2024
2. Commission identification no. 37535 3.BIR Tax Identification No. 005-056-869
4. ATN Holdings, Inc. (the "Company")
5. Philippines
6. Industry Classification Code:
7. 9th Floor, Summit One Tower, 530 Shaw Blvd., 1550 Mandaluyong City
8. Telephone No.7717-0523
9. The Company did not change its name, address or fiscal year during the period covered by this report.
10. Securities registered pursuant to Sections 4 and 8 of the RSA

Title of each Class	Number of shares of common stock outstanding and amount of debt outstanding
Common Stock, P.01	
Class "A"	4,025,055,429
Class "B"	2,800,000,000

11. These securities are not all listed on the Philippine Stock Exchange.
 - (a) The company has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA 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 the registrant was required to file such reports)
 - (b) The company has been subject to such filing requirements for the past ninety (90) days.

I. Financial Statements.

ATN HOLDINGS, INC. and Subsidiaries**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

		(Unaudited) June 30	Audited March 31
	Notes	2024	2024
ASSETS			
Current Assets			
Cash	7	P3,075,340	P2,285,843
Trade receivables	8	-	16,550
Inventories	9	68,102,889	54,836,452
Other current assets	10	15,502,140	14,236,557
		86,680,369	71,375,402
Noncurrent Assets			
Investments in:			
Financial assets - Fair value through other comprehensive income (FVOCI)	11	18,850,000	18,850,000
Associates - net	12	851,254,279	851,254,279
Investment in properties	13	349,667,279	349,667,279
Property and equipment - net	14	2,437,199,385	2,434,561,455
Due from related parties, net	22	88,347,407	72,456,277
Trust funds	15	4,756,971	4,756,971
		3,750,075,321	3,731,546,261
TOTAL ASSETS		P3,836,755,691	P3,802,921,663
LIABILITIES AND EQUITY			
LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	16	P7,936,928	P7,538,407
Short-term loans payable	17	41,303,000	41,303,000
		49,239,928	48,841,407
Noncurrent Liabilities			
Deposits	18	17,022,928	16,322,746
Due to related parties	22	496,167,485	460,031,265
Pension liability		554,989	554,989
Deferred tax liabilities - net		711,332,130	711,332,130
		1,225,077,532	1,188,241,130
Total Liabilities		1,274,317,460	1,237,082,537
EQUITY			
Share capital	19	682,505,543	682,505,543
Additional paid-in capital		256,319,963	256,319,963
Unrealized loss on:			
Financial assets at fair value through OCI-net of tax		(3,390,061)	(3,390,061)
Retained earnings - March 31		1,627,002,785	1,630,403,681
TOTAL EQUITY		2,562,438,230	2,565,839,126
TOTAL LIABILITIES AND EQUITY		P3,836,755,690	P3,802,921,663

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. and Subsidiaries
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Note	First Quarter Ending	
		June 30, 2024	June 30, 2023
REVENUES			
Sale of aggregates		P841,415	P5,993,130
Rental income		1,672,502	2,290,036
		2,513,918	8,283,166
COSTS OF SALES AND SERVICES	20	1,110,840	5,511,874
GROSS PROFIT		1,403,078	2,771,292
ADMINISTRATIVE EXPENSES	21	3,733,309	4,466,748
INCOME (LOSS) FROM OPERATION		(2,330,231)	(1,695,456)
OTHER INCOME (CHARGES)			
Interest income		1,217	1,997
Finance cost		(1,043,820)	(656,138)
		(1,042,603)	(654,141)
INCOME (LOSS) BEFORE INCOME TAX		(3,372,834)	(2,349,597)
INCOME TAX EXPENSE		28,062	55,426
INCOME (LOSS) FOR THE PERIOD		(P3,400,896)	(P2,405,023)
OTHER COMPREHENSIVE INCOME (LOSS)			
Fair value changes in Available-for-sale through other comprehensive income (OIC)		-	-
		(P3,400,896)	(P2,405,023)
EARNINGS PER SHARE	23	(0.000)	(0.001)

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. and Subsidiaries**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	1st Qtr. Ending	
	June 30, 2024	June 30, 2023
SHARE CAPITAL	P682,505,543	P682,505,543
ADDITIONAL PAID-IN CAPITAL	256,319,963	256,319,963
UNREALIZED GAIN (LOSS) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH OCI, NET OF DEFERRED TAX	(3,390,061)	5,189,939
RETAINED EARNINGS		
Balance at beginning of fiscal year	1,630,403,681	1,637,649,891
Net loss	(3,400,896)	(2,405,023)
	1,627,002,785	1,635,244,868
	P2,562,438,230	P2,579,260,313

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. and Subsidiaries
CONSOLIDATED STATEMENTS OF CASH FLOWS

	First Quarter Ending	
	June 30, 2024	June 30, 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit (loss) before tax	(P3,372,834)	(P2,349,597)
Adjustments to reconcile net income to cash		
Depreciation and amortization	2,337,866	1,978,490
Interest income	(1,217)	(1,997)
Interest expense	(1,043,820)	656,138
Operating income before working capital changes	(2,080,006)	283,034
Decrease (increase) in current assets		
Trade receivables	16,550	4,825,396
Inventories	(13,266,437)	(5,969,050)
Other current assets	(1,265,583)	(120,798)
Increase (decrease) in current liabilities		
Accounts payable and accrued expenses	370,460	(586,334)
Cash (used in) provided by operations	(16,225,016)	(1,567,752)
Interest income	1,217	1,997
Cash flows from Operating Activities	(16,223,798)	(1,565,755)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(4,975,796)	(6,833,374)
(Increased) decreased in :		
Due from related parties	(15,891,130)	436,978
Increased (decreased) in deposits	700,182	66,201
	(20,166,744)	(6,330,195)
CASH FLOWS FROM FINANCING ACTIVITIES		
Due to related parties	36,136,220	5,411,989
Payment of interest bearing loans:		
Principal	-	(50,000)
Interest	1,043,820	(656,138)
	37,180,040	4,705,851
NET INCREASE/(DECREASE) IN CASH	789,498	(3,190,099)
CASH AT BEGINNING OF PERIOD	2,285,843	5,190,128
CASH AT END OF PERIOD	P3,075,341	P2,000,029

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2024 and FY MARCH 31, 2024

1. Corporate Information

ATN Holdings, Inc. (*ATN, the Parent or the Group*) was registered with the Securities and Exchange Commission (SEC) on February 12, 1969 under the name Jabpract Mining and Industrial Corporation. On March 14, 1996, Jabpract Mining and Industrial Corporation changed its corporate name to ATN Holdings, Inc. and its primary and secondary purposes were amended to enable it to perform the acts of a holding Group. On November 10, 2016, the Group's articles of incorporation was amended extending its corporate life for another fifty (50) years from February 12, 2019. The amendment was approved by the SEC on November 21, 2016.

The common shares of ATN are listed and traded on the Philippine Stock Exchange. The registered office address of ATN is 9th Floor Summit One Tower Bldg., 530 Shaw Blvd., Mandaluyong City. ATN Holdings, Inc. has no ultimate Parent Company.

2. Statement of Compliance and Basis of Preparation and Presentation

Statement of Compliance

The consolidated financial statements have been prepared in compliance with Philippine Financial Reporting Standards (PFRS) issued by the Philippine Financial Reporting Standards Council including SEC pronouncements.

Basis of Financial Statement Preparation and Presentation

The accompanying consolidated financial statements of the Parent Company and Subsidiaries (*the Group*) have been prepared in accordance with Philippine Financial Reporting Standards on a historical cost basis, except for financial assets at fair value through other comprehensive income (FVOCI) and investment properties that have been measured at fair values.

The consolidated financial statements are presented in Philippine Peso, which is the Group's functional currency. All values represent absolute amounts except when otherwise indicated.

Principle for Consolidation

The consolidated financial statements comprise the financial statements of the Parent Company and those of the subsidiaries. The reporting dates of the subsidiaries are December 31. A parent controls a subsidiary when it is exposed, or has rights, to variable returns from its involvement with a subsidiary and has the ability to affect those returns through its power over the subsidiary. Specifically, control is achieved if and only if the Parent Company has the following;

- (i) Power over the investee;
- (ii) Exposure rights, to variable returns from its involvement with the subsidiary; and
- (iii) The ability to use its power over the investee to affect the amount of the Parent Company's returns.

The parent reassesses whether or not it controls a subsidiary if facts and circumstances indicates that there are changes to one or more of the three elements of control.

As of June 30, 2024 and FY March 31, 2024, the consolidated subsidiaries are as follows:

Subsidiary	Principal place of business	Principal Activity	% of Ownership
Palladian Land Development, Inc. (PLDI)	Marbella Bldg. Roxas Blvd, Pasay	Real Property Developer	100%
Advanced Home Concept Development Corporation (AHCDC)	Summit One Tower, Mandaluyong	Real Property Developer	100%
Managed Care Philippines, Inc. (MCPI)	Summit One Tower, Mandaluyong	Health and Wellness Provider	100%

PLDI holds real estate properties that are either for lease or for development.

AHCDC are companies engaged in the development of residential real estate projects. MCPI is an out-patient ambulatory surgical center. These companies have ceased to operate actively. Management is contemplating on the most advantageous business strategy to spin off its operations.

Subsidiaries are consolidated from the date when control is transferred to the ATN Group and cease to be consolidated when control is transferred out of the ATN Group.

For consolidation purposes, the financial statements of the subsidiaries with calendar period ending December 31, are consolidated in the Parent Company's financial statements as of March 31 which is allowed by the existing standard if the difference is not more than three months. Adjustments and disclosures are made for the effects of significant transactions or events that occurred between the date of subsidiaries' financial statements and the date of the consolidated financial statements.

3. Summary of Significant Accounting Policies

New Standards, Interpretations and Amendments adopted by the Group

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the fiscal year ended March 31, 2024 except for the adoption of new standards effective as at April 1, 2024.

4. Summary of Significant Accounting Judgments and Estimates

The preparation of the consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts in the financial statements and related notes at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the affected asset or liability in the future.

There were no significant changes in the significant accounting judgments, estimates, and assumptions used by the Group.

5. Fair Value Measurement

Financial Instruments

The fair value of financial instruments traded in active market at the reporting date is based on their quoted market price. For all other financial instruments not listed in an active market, the fair value is determined by using appropriate techniques or comparison to similar instruments for which market observable price exists.

Where the transaction price in a non-active market is different from the fair value of other observable current market transactions in the same instruments or based on a valuation technique, the Group recognizes the difference between the transaction price and the fair value in the consolidated statements of income unless it qualifies for recognition as some other type of asset.

Set out below is the comparison of fair value and carrying value by category of financial assets and liabilities at the end of the reporting period.

	Quarter ending June 30, 2024		FY ending March 31, 2024	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Cash	P 3,075,340	P 3,075,340	P 2,285,843	P 2,285,843
Trade receivables	-	-	16,550	16,550
Financial asset at FVOCI	18,850,000	18,850,000	18,850,000	18,850,000
Deposits	992,676	992,676	1,515,639	1,515,639
Due from related parties	88,347,407	88,347,407	72,456,277	72,456,277
Trust funds	4,756,971	4,756,971	4,756,971	4,756,971
Other financial liabilities				
Accounts payable and accrued expenses	7,936,928	7,936,928	7,538,407	7,538,407
Short-term loans	41,303,000	41,303,000	41,303,000	41,303,000
Deposits	17,022,928	17,022,928	16,322,746	16,322,746
Due to related parties	496,167,485	496,167,485	460,031,265	460,031,265

Fair values were determined as follows:

- *Cash, trade receivables and accounts payable and accrued expenses*– The fair values are approximately the carrying amounts at initial recognition due to their short-term nature.
- *Financial asset at fair value through other comprehensive income* – The fair value of investments that are actively traded in organized markets is determined by reference to quoted market bid prices at the close of business on reporting date.
- *Bank loans* – The fair value of the loans payable is determined by discounting the principal using the market rate of 6.5%.
- *Deposits* - The fair value of deposits approximates the carrying value as at year end.

Fair value hierarchy

The following table presents the summary of the Group's assets and liabilities measured or disclosed at fair value on a recurring or non-recurring basis recognized in the Consolidated Statements of Financial Position as of June 30, 2024 and FY March 31, 2024.

	June 30, 2024						FY March 31, 2024					
	Fair Value hierarchy						Fair Value hierarchy					
	Level 1		Level 2		Level 3		Level 1		Level 2		Level 3	
Assets												
Cash in bank	P	-	P	3,075,340	P	-	P	-	P	2,285,843	P	-
Trade receivables		-		-		-		-		16,550		-
Financial assets at fair value - OCI		18,850,000		-		-		18,850,000		-		-
Deposits		-		992,676		-		-		1,515,639		-
Due from related parties		-		88,347,407		-		-		72,456,277		-
Trust funds		-		4,756,971		-		-		4,756,971		-
		P 18,850,000		P 97,172,394		P -		P 18,850,000		P 81,031,280		P -
Liabilities												
Accounts payable and accrued expenses	P	-	P	7,936,928	P	-	P	-	P	7,538,407	P	-
Short-term loans payable		-		41,303,000		-		-		41,303,000		-
Deposits		-		17,022,928		-		-		16,322,746		-
Due to related parties		-		496,167,485		-		-		460,031,265		-
		P -		P 562,430,341		P -		P -		P 525,195,418		P -

6. Financial Instruments, Risk Management Objectives and Policies

The main risks arising from the Group's financial instruments are liquidity risk, credit risk, and market risk. Risk management policies are summarized below.

Liquidity Risk

Liquidity or funding risk is the risk that an entity will encounter 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 a contractual obligation; or inability to generate cash inflows as anticipated.

Liquidity risk is a risk due to uncertain liquidity. An institution may suffer liquidity problem when its credit rating falls. The Group is also exposed to liquidity risk if markets on which it depends on are subject to loss of liquidity.

The Group manages its liquidity profile to: a) ensure that adequate funding is available at all times; b) meet commitments as they arise without incurring unnecessary costs; c) be able to access funding when needed at the least possible cost, and d) maintain an adequate time spread of financial maturities.

The table below summarizes the maturity profile of the Group's financial liabilities at June 30, 2024 and FY March 31, 2024 based on contractual undiscounted payments:

June 30, 2024	On demand	Not later than one month	Later than 1 month & not later than 1 3 months	Later than 3 month & not later than 1 1 year	No fixed payment period	Total
Accounts payable and accrued expenses	7,936,928	-	-	-	-	P 7,936,928
Short-term loan payable	-	-	-	41,303,000	-	41,303,000
Deposits	-	-	-	-	17,022,928	17,022,928
Due to related parties	-	-	-	-	496,167,485	496,167,485
	P 7,936,928	-	-	P 41,303,000	P 513,190,413	P 562,430,341

FY March 31, 2024	On demand	Not later than one month	Later than 1 month & not later than 1 3 months	Later than 3 month & not later than 1 1 year	No fixed payment period	Total
Accounts payable and accrued expenses	P 7,538,407	-	-	-	-	P 7,538,407
Short-term loan payable	-	-	-	41,303,000	-	41,303,000
Deposits	-	-	-	-	16,322,746	16,322,746
Due to related parties	-	-	-	-	460,031,265	460,031,265
	P 7,538,407	-	-	P 41,303,000	P 476,354,011	P 525,195,418

Credit Risk

Credit risk is risk due to uncertainty in a counterparty's (also called an obligor) ability to meet its obligation.

Generally, the maximum credit risk exposure of financial assets is the carrying amount of the financial assets as shown on the face of the consolidated statements of financial position (or in the detailed analysis provided in the notes to consolidated financial statements). Credit risk, therefore, is only disclosed in circumstances where the maximum potential loss differs significantly from the financial asset's carrying amount.

The table below shows the gross maximum exposure to credit risk of the Group as of June 30, 2024 and FY March 31, 2024. Net maximum exposure is the effect after considering collaterals and other credit enhancements.

	Gross maximum exposure			
	June 30, 2024		FY March 2024	
Cash in bank	P	3,075,340	P	2,285,843
Trade receivables		-		16,550
Financial assets at FV through OCI		18,850,000		18,850,000
Deposits		992,675		1,515,639
Due from related parties		88,347,407		79,906,277
Trust funds		4,756,971		4,756,971
	P	116,022,393	P	107,331,280

The credit quality of the Group's assets as of June 30, 2024 and FY March 31, 2024 is as follows:

June 30, 2024	Stage 1 12-months ECL		Stage Lifetime ECL		Stage 3 Credit impaired		Total
	P		P		P		
Cash in bank	P	3,075,340	P	-	P	-	3,075,340
Trade receivables		-		-		-	-
Financial assets at FV-OCI		18,850,000		-		-	18,850,000
Deposits		992,675		-		-	992,675
Due from related parties		-		88,347,407		7,450,000	95,797,407
Trust funds		-		4,756,971		-	4,756,971
		22,918,015		93,104,378		7,450,000	123,472,393
ECL		-		-		(7,450,000)	(7,450,000)
	P	22,918,015	P	93,104,378	P	-	116,022,393

FY March 31, 2024	Stage 1 12-months ECL		Stage Lifetime ECL		Stage 3 Credit impaired		Total
	P		P		P		
Cash in bank	P	2,285,843	P	-	P	-	2,285,843
Trade receivables		16,550		-		-	16,550
Financial assets at FV-OCI		18,850,000		-		-	18,850,000
Deposits		1,515,639		-		-	1,515,639
Due from related parties		-		72,456,277		7,450,000	79,906,277
Trust funds		-		4,756,971		-	4,756,971
		22,668,032		77,213,248		7,450,000	107,331,280
ECL		-		-		(7,450,000)	(7,450,000)
	P	22,668,032	P	77,213,248	P	-	99,881,280

High grade cash accounts are deposited in banks belonging to the top banks in the Philippines in terms of resources and profitability.

Standard grade accounts are active accounts with propensity of deteriorating to mid-range age buckets. These accounts are typically not impaired as the counterparties generally respond to credit actions and update their payments accordingly.

Market Risk

Market risk is the risk of change in fair value of financial instrument from fluctuation in foreign exchange rates (currency risk), market interest rates (interest rate risk) and market prices (price risk), whether such change in price is caused by factors specific to the individual instrument or its issuer or factors affecting all instruments traded in the market.

Market risk represents what the Group would lose from price volatilities. Market risk can be measured as the potential gain or loss in a position or portfolio that is associated with a price movement of a given probability over a specified time horizon.

The Group manages market risk by evenly distributing capital among investment instruments in different financial institution.

Price Risk

The Group's price risk exposure at year-end relates to financial asset whose value fluctuates as a result of changes in market price, principally, Investment in financial assets at FVOCI. The impact on the Group's equity excludes the impact of transactions affecting profit or loss since financial instrument carried at fair value are classified as Investment in financial asset at fair value through OCI.

Capital Management

The Group manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance.

The Group sets the amount of capital in proportion to risk. The Group manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the dividends paid to shareholders or issue new shares.

The capital structure of the Group consists of issued share capital and additional paid-in capital. The financial ratio at the year end, which is within the acceptable range of the Group, is as follows:

	June 30, 2024	FY March 31, 2024
Equity	P 2,562,438,230	P 2,565,839,126
Total assets	3,836,755,691	3,802,921,663
Ratio	0.67	0.67

7. Cash in banks

Cash in banks generally earns interest based on prevailing bank deposit rates. Cash in banks amounted to P3,075,340 and P2,285,843 as of June 30, 2024 and FY March 31, 2024, respectively.

Interest earned from these deposits amounted to P1,217 and P5,607 for period ended June 30, 2024 and FY March 31, 2024, respectively.

8. Trade receivables

Trade receivables represent receivable from sale of aggregates and rental of properties amounting to NIL and P16,550 as at June 30, 2024 and FY March 31, 2024, respectively. These are non-interest bearing and are generally collectible within two (2) months.

The aging of trade receivables is as follows:

FY March 31, 2024		Current	31-60 days	61-90 days	Total
Trade receivables	P	16,550	-	-	P 16,550

9. Inventories

The Group's aggregates inventories as at June 30, 2024 and March 31, 2024 are as follows:

		June 2024	FY March 2024
Armor rocks	P	50,378,583	40,564,839
Crushed basalt aggregates		17,724,306	14,271,613
	P	68,102,889	P 54,836,452

As at June 30, 2024 and FY March 31, 2024, inventories are carried at cost. Due to a relatively high demand, the NRV approximates the carrying value.

10. Other Current Assets

The composition of this account is as follows:

		June 2024		FY March 2024
Input taxes	P	7,503,618	P	5,796,574
Deposits		992,676		1,515,639
Prepaid taxes		7,005,846		6,924,344
	P	15,502,140	P	14,236,557

- Input taxes represent the 12% tax on domestic purchases of goods and services from VAT registered entities. Input tax is applied against output taxes in the succeeding month.
- Deposits are advance payment of rental that are expected to be applied within the next 12 months.
- Prepaid taxes represent 5% tax withheld on rental. The same may be applied against future income tax liabilities. As of June 30, 2024 and FY March 31, 2024, creditable withholding taxes are considered recoverable in full and no impairment loss is necessary.

11. Financial Asset at Fair Value through Other Comprehensive Income

This account represents 132,100,000 listed shares of Transpacific Broadband Group International, Inc. (TBGI), a publicly listed company in the Philippine Stock Exchange. Fair value was determined through reference to published price quotations.

The reconciliation of the carrying amounts of this account at the beginning and end of the fiscal year is as follows:

		June 2024		FY March 2024
Balance at the beginning of fiscal year	P	18,850,000	P	27,430,000
Changes in fair value		-		(8,580,000)
	P	18,850,000	P	18,850,000

Changes in fair value are reported separately in the consolidated statements of comprehensive income as "Fair value changes in financial asset at fair value through other comprehensive income – net of tax".

12. Investments in Associates - net

This account consists of the following:

		June 2024		FY March 2024
Cost				
Beginning of the year				
ATN Phils Solar Energy Group	P	865,080,120	P	865,080,120
Mariestad Mining Corp.		11,306,000		11,306,000
		876,386,120		876,386,120
Equity in net losses				
Beginning of the year		(13,825,841)		(13,487,053)
Current year		-		(338,788)
		(13,825,841)		(13,825,841)
Total		862,560,279		862,560,279
Allowance for impairment		(11,306,000)		(11,306,000)
	P	851,254,279	P	851,254,279

ATN Solar

ATN Solar is a grantee of Solar Energy Service Contract with the Philippine Government through the Department of Energy to develop, own and operate a 30MW solar power plant in Rodriguez, Rizal.

In 2023, ATN Solar has commenced discussion with Engineering Procurement Construction (EPC) groups for the construction of the plant. Construction phases are (1) 250kW pilot plant to test possible technical issues and improve construction efficiency of commercial scale plant to reduce construction timelines. (2) 250kW pilot plant to be expanded to 2MW for the complete modular assembly of DC/AC system.

The Company has awarded in principle the construction of the 250kW plant. Initial output power will be utilized by its parent company ATN Holding, Inc. for internal use, with no export to the grid. Completion in project phases will allow ATN Solar to finalized supply agreements with a Retail Electricity Supplier (RES) and/or the Meralco group.

After successful construction of the pilot plant, the Company will decide on the award of construction of modular 3 x 10MW Solar PV plant to the EPC or other EPC to complete the three modules.

The project site of 15 hectares for 30 MW have been leveled and cleared. With the advances in solar panel capacity from to 210Wp to 630Wp per panel, a 15-hectare land area will be allocated for the 30 MW project. The Company needs to install the DC components of the project since the 3 x 10MW sub-distribution lines connected to Meralco have been installed in place. All temporary and ancillary facilities including but not limited to water supply facility, personnel housing, heavy equipment for construction, power supply for construction are ready for the implementation off the 30 MW project, pending the result of the pilot project.

MMC

In 2007, the Group entered into an investment agreement with MMC to participate in the extraction of manganese ores in the former's mining site. The Group's participation is in the form of providing financial resources to undertake the mining operations. The Group has financed a total of P11,306,000 million in MMC. Due to the non-commencement of mining operation, the Group provided a full impairment loss on its investment in MMC. Furthermore, there was no recent financial information available for MMC.

13. Investment Properties

The composition of this account as of June 30, 2024 and FY March 31 is as follows:

Land	P	15,810,000
Condominium units		284,554,276
Parking slots		26,350,000
Townhouses		22,953,001
	P	349,667,277

14. Property and Equipment

Property and equipment consists of:

June 30, 2024	Land and mine site improvements	Machineries & equipment	Office Furniture & improvements	Transportation Equipment	Total
Cost					
At April 1, 2024	2,358,943,606	84,514,368	6,551,778	7,879,464	2,457,889,216
Addition	2,821,548	2,154,247	-	-	4,975,795
At June 30, 2024	2,361,765,154	86,668,615	6,551,778	7,879,464	2,462,865,011
Accumulated depreciation					
At April 1, 2024	174,472	10,264,767	6,233,167	6,655,354	23,327,760
Provisions	26,842	1,931,587	17,899	361,538	2,337,866
At June 30, 2024	201,314	12,196,354	6,251,066	7,016,892	25,665,626
Carrying value					
At June 30, 2024	P 2,361,563,840	P 74,472,261	P 300,712	P 862,572	P 2,437,199,385

March 31, 2024	Land and mine site improvements	Machineries & equipment	Office Furniture & improvements	Transportation Equipment	Total
Cost					
At April 1, 2023	2,358,943,606	70,329,329	6,331,055	7,879,464	2,443,483,454
Addition	-	14,185,039	220,723	-	14,405,762
At March 31, 2024	2,358,943,606	84,514,368	6,551,778	7,879,464	2,457,889,216
Accumulated depreciation					
At April 1, 2023	120,789	5,344,673	6,197,363	5,932,289	17,595,114
Provisions	53,683	4,920,094	35,804	723,065	5,732,646
At March 31, 2024	174,472	10,264,767	6,233,167	6,655,354	23,327,760
Carrying value					
At March 31, 2024	P 2,358,769,134	P 74,249,601	P 318,611	P 1,224,110	P 2,434,561,456

Machinery and equipment include crushing plant, transport equipment for aggregates and rock drilling machine. In October 2023, certain machinery was acquired for P5.85 million payable within ten (10) months from November 2024 to October 2024. The balance as March 30, 2024 is presented as part of Accounts payable amounting to P2.87 million.

Land and improvements with carrying value of P2.3 billion was reclassified from Investment property in 2021. This was measured using the fair value model prior to the reclassification. The increase in carrying value arising from fair value adjustment as of the latest appraisal amounted to P230.5 million was credited to Fair value gains in investment properties reported in the consolidated statements of income for the year ended March 31, 2018. As allowed under PAS 40 on the transfer from investment property carried at fair value to property and equipment, the fair value at the time of change in use is the cost of property under its new classification. The reclassification was made in view of the owner-occupation (quarry activities).

To prepare the site for quarry operation, the Group incurs stripping costs. These costs are incurred in the development phase which are capitalized as part of constructing the quarry site and subsequently amortized over its useful life using the unit-of-production method. The capitalization of stripping costs ceases when the quarry site is ready for production.

15. Trust funds

In accordance with MPSA and ECC, the Group is required by the DENR-MGB to set up the following funds:

- Environment Trust Fund (ETF) – fund set aside to address the environmental impacts and safety concerns in the implementation, operation and abandonment/decommissioning and rehabilitation of mining projects.
- Monitoring Trust Fund (MTF) – fund to cover maintenance and other operating budget for the transportation and travel expenses, cost of laboratory analysis, cost of supplies and materials, cost of communication services, cost of consultancy work and other reasonable expenses incurred by the monitoring team of the MRF Committee.
- Rehabilitation Cash Fund (RCF) - fund to ensure compliance with the approved rehabilitation activities and schedules, including research programs, as defined in the EPEP.
- Final Mine Rehabilitation and Decommissioning Fund (FMRDF) – fund to be established and maintained through cash deposits to cover the Group’s rehabilitation liability upon the closure of the mine and to ensure payment of compensable damages that may be caused by mine wastes.

Trust funds amounted to P4,756,971 as of June 30, 2024 and FY March 31, 2024.

16. Accounts Payable and Accrued Expenses

This account consists of the following:

		June 2024		FY March 2024
Capital gains tax payable	P	2,985,000	P	2,985,000
Accounts payable		4,951,928		3,327,730
Accrued expenses		-		1,171,188
Taxes payable		-		54,489
	P	7,936,928	P	7,538,407

Terms and conditions of the above financial liabilities are as follows:

- Trade payables are non-interest bearing and are normally settled on a 90-day term;
- Taxes payable are settled in the following month.

The fair values of accounts payable and accrued expenses have not been disclosed due to their short duration. Management considers the carrying amounts recognized in the statement of financial position to be a reasonable approximation of their fair values.

17. Short-term Loans Payable

The Group has an omnibus line with China Banking Corporation for a maximum amount of P50 million. Interest is charged every month on the outstanding loan balance at 6.50% per annum in 2024 and 5.75% per annum in 2023. The loan has a term of 360 days and is collateralized by condominium units in Summit One Tower. As of June 30, 2024 and March 31, 2024 the balance of the loan amounted to P41.3. Proceeds of the loan are used for working capital requirements.

Interest expense related to this loan amounted to P1.043 million as of June 30, 2024 and P2.948 million for fiscal years ended March 31, 2024.

18. Deposits

This account represents deposit on operating leases which is made in compliance with the existing leasing agreement with the lessee. The amount is refundable at the expiration of lease contracts.

As of June 30, 2024 and FY March 31, 2024, deposits on operating leases amounted to P17,022,928 and P16,322.746, respectively.

19. Equity

Share capital

Component of share capital is as follows:

Title of Issue	Authorized share capital		Subscribed and paid	
	Number of shares	Amount	Number of shares	Amount
Common				
Class A	4,200,000,000	P 420,000,000	4,025,055,429	P 402,505,543
Class B	2,800,000,000	280,000,000	2,800,000,000	280,000,000
Preferred	5,000,000,000	500,000,000	-	
	12,000,000,000	P 1,200,000,000	6,825,055,429	P 682,505,543

In accordance with the Articles of Incorporation, certain restrictions have been imposed regarding issuance and transfer of share capital as follows:

- Class “A” common shares are to be issued only to citizens of the Philippines or to partnership, association or corporation organized under the laws of the Philippines.
- Class “B” common shares are to be issued to any person subject to the required foreign ownership limitation under the laws of the Philippines.
- Preferred shares are cumulative, non-participating, non-voting shares that are entitled for mandatory redemption on the 5th, 7th and 10th year anniversary of issue.

During the annual stockholders meeting held on November 14, 2019, the stockholders approved the increase in authorized capital from 12 billion shares to 24 billion shares both with par value of P0.10. The required subscription will be satisfied through conversion of advances from stockholders at a pre-determined subscription price. As of July 11, 2022 the application for increase in capital is due for filing with the Securities and Exchange Commission.

20. Cost of Sales and Services

The breakdown of this account is as follows:

		June 2024		June 2023
Cost of aggregates sold	P	631,061	P	4,992,277
Direct cost on real estate leasing		479,779		519,597
	P	1,110,840	P	5,511,874

21. Administrative Expenses

The breakdown of this account is as follows:

		June 2024		June 2023
Communication and association dues	P	1,860,598	P	1,941,897
Salaries, wages and benefits		566,298		811,858
Depreciation and amortization		406,277		406,277
Transportation and travel		25,294		306,543
Professional fees		205,210		218,036
Rent		141,711		177,139
Taxes, licenses and permits		184,207		153,647
Insurance		31,958		111,476
Office supplies and printing		15,598		99,977
Security services		74,463		98,518
Repairs and maintenance		193,239		96,873
Miscellaneous		28,456		44,538
	P	3,733,309	P	4,466,779

Salaries and other employee benefits account include salaries, wages and retirement benefits of the employees.

22. Related Party Transactions

Transactions, year-end balances and terms and conditions with related parties are as follows:

Related Parties	June 30, 2024			
	Beginning balance	Availment	Collection	Ending balance
Associates				
ATN Phils. Solar Energy Group Inc.	P 54,075,464	15,891,130.00		69,966,594
Companies under common control				
Transpacific Broadband Group Int;l Inc.	18,380,813	(7,371,045)	-	11,009,768
Sierra Madre Consolidated Mines	7,450,000	-	-	7,450,000
Unipage Management Inc.	(90,885,899)	-	-	(90,885,899)
Stockholders	(363,707,481)	(34,203,061)		(397,910,542)
	(374,687,103)	(25,682,976)	-	(400,370,079)
Allowance for ECL	7,450,000	-	-	7,450,000
	P (382,137,103)	P (25,682,976)	P -	P (407,820,079)

Related Parties	FY March 31, 2024			
	Beginning balance	Availment	Collection	Ending balance
Associates				
ATN Phils. Solar Energy Group Inc.	P 45,140,894	P 8,934,570	-	P 54,075,464
Companies under common control				
Transpacific Broadband Group Int;l Inc.	16,380,813	2,000,000	-	18,380,813
Sierra Madre Consolidated Mines	7,450,000	-	-	7,450,000
Unipage Management Inc.	(78,585,899)	(12,300,000)	-	(90,885,899)
Stockholders	(321,529,063)	(42,178,418)	-	(363,707,481)
	(331,143,255)	(43,543,848)	-	(374,687,103)
Allowance for ECL	7,450,000	-	-	7,450,000
	P (338,593,255)	P (43,543,848)	P -	P (382,137,103)

Significant transactions with related parties are as follows:

1. UMI and certain stockholders provide financing for the Group. Eventually, these funds are transferred and used to support the pre-operations and other expenses of ATN Solar.

2. The Group and TBGI are parties to a Teaming Agreement executed in January 2013. Pursuant thereto, sharing of cost and expenses incurred within Summit One Condominium. Expenses related to technical operations is to be advanced by either of the parties and to be reimbursed from the other parties proportionately or by actual usage as the case maybe.
3. In prior years, the Group provided cash advances to SMCM to fund its mining activities. Such advances will be converted into equity interest in SMCM when mining operations commence. Due to unforeseen circumstances, SMCM encountered financial difficulties and was unable to operate and generate revenues and cash flows. Accordingly, the Group provided a full impairment loss on its advances to SMCM in 2014 amounting to P7.45 million.
4. On April 5, 2022, a Deed of Assignment was executed wherein the advances provided by a certain stockholder to the Company amounting to P210 million were assigned to UMI. On the same date, a Subscription Agreement was executed wherein the Company issued 2,325,055,429 shares to UMI in exchange for the latter's advances to the Parent Company amounting to P466,451,550.
5. The details of subsidiaries' accounts that were eliminated in the process of consolidation are as follows:

		June 2024	FY March 2024
AHCDC	P	11,777,392	P 10,938,677
PLDI		20,857,145	23,529,860
MCPI		8,642,328	8,642,328
	P	41,276,865	P 43,110,865

6. The Group did not recognize any key management compensation nor provided any stock options and bonuses for the fiscal years ended March 31, 2024.
7. There were no provisions for ECL during 2024, 2023 and 2022, covering Advances to related parties.

23. Earnings (Loss) per Share

Earnings per share is computed by dividing the income for the period by the weighted average number of common shares as follows:

		June 2024	June 2023
Earnings	P	(3,400,896)	P (2,405,023)
Divided by :			
Weighted Average Shares		6,825,055,430	6,825,055,430
Earning per share		(0.000)	(0.000)

24. Segment Information

For management reporting purposes, the Group is divided into two (2) reportable segments consisting of the (i) Real estate leasing and (ii) Aggregates which is involve in the production and selling of rock aggregates. The latter being introduced only in 2021.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects is measured differently from operating profit or loss in the consolidated financial statements.

Segment information for the reportable segment is shown in the following table:

As of June 2024				
	Real estate leasing	Aggregates	Non-segment items	Total
Revenues	1,672,502	841,415	1,217	2,515,134
Cost and expenses	3,062,592	1,742,599	-	4,805,191
Segment results	(2,631,304)	(769,592)		(3,400,896)
Reportable segment assets	2,450,184,957	1,386,570,733		3,836,755,690
Reportable segment liabilities	745,225,930	354,232,222		1,099,458,152
Non-cash expenses				-
Depreciation	406,276	1,931,587		2,337,863
As of June 2023				
	Real estate leasing	Sale of Aggregates	Non-segment items	Total
Revenues	2,290,036	5,993,130	1,997	8,285,163
Cost and expenses	519,597	4,992,277	-	5,511,874
Segment results	(2,247,127)	(157,895)	-	(2,405,022)
Reportable segment assets	2,440,657,335	1,317,000,513		3,757,657,848
Reportable segment liabilities	786,772,316	390,991,101		1,177,763,417
Non-cash expenses				-
Depreciation	406,277	1,572,212	-	1,978,489

25. Other SEC requirements

Disclosures on the issuer's interim financial report, in compliance with Philippine Financial Reporting Standards:

1. There is no seasonality or cyclicity of interim operations.
2. There is no item that has unusual effect on asset, liabilities, equity, net income and cash flows.
3. There is no change in the nature and amounts reported in prior interim periods of the current financial year or prior financial year.
4. There is no issuance, repurchase nor repayment of debt and equity securities during the interim period.
5. There is no dividend paid for ordinary or other shares.
6. There is no material event subsequent to the end of the interim period that has not been reflected in the financial statements.
7. There is no change in the composition of the issuer such as business combination, acquisition, disposal of subsidiary and long-term investment, and restructuring during the interim period.
8. There is no change in contingent assets or contingent liabilities since the last annual balance sheet date.
9. There is no seasonal effect that had material effect on financial condition or result of operation.

Item 2. Management's Discussion and Analysis of Operation

(B) Interim Periods

The company and its three majority-owned subsidiaries use current ratio and debt to equity ratio to measure liquidity, and gross profit margin and net income to sales ratio as key performance indicators. Current ratio is calculated using current accounts cash, marketable securities, receivables, accounts payable, income tax payable and other liabilities maturing in one year. Debt to equity ratio is derived from division of total debt by total amount of stockholders' equity. Profit margin is computed based on ratio of income from operation (before financing charges and other income/loss) to total revenues.

The company uses past year performance as basis for expected results in current year. With the bulk of its business in real estate, the company has no productivity program. It adopts a prudent policy of matching expenditures with revenues to keep current accounts position in balance

The following are 7 (seven) key performance and financial soundness indicators of the company:

Current Ratio	Calculated ratio of current assets into current liabilities. Indicates the ability of the company to finance current operations without need for long term capital
Debt-to Equity Ratio	Calculated ratio of total debt into total equity. Indicates the level of indebtedness of the company in relation to buffer funds provided by equity against any operating losses. Also indicates the capacity of the company to absorb or take in more debt.
Asset-to-Equity Ratio	Calculated ratio of total asset into total equity. Indicates the long-term or future solvency position or general financial strength of the company.
Interest Rate Coverage Ratio	Calculated ratio of earnings before interest and taxes into interest expenses. Indicates the ability to meet its interest payments.
Gross profit Margin	Calculated ratio expressed in percentage of the gross margin into total revenues. Indicates the ability of the company to generate margin sufficient to cover administrative charges, financing charges and provide income for the stockholders.
EBITDA	Calculated earnings before income tax, and non-cash charges. Indicates the efficiency of the company in generating revenues in excess of cash operating expenses.
Net Income to Sales Ratio, and Earnings per Share	Calculated ratio of net income into total revenues. Indicates the efficiency of the company in generating revenues in excess of cash operating expenses and non-cash charges, and the ability of the company to declare dividends for stockholders.

	ATN Holdings (Consolidated)		Palladian Land		Advanced Home	
	June 2024	June 2023	June 2024	June 2023	June 2024	June 2023
Current Ratio	1.76	0.89	21	59	-	-
Debt to Equity Ratio	0.50	0.46	0.48	0.48	2.29	2.23
Asset to Equity Ratio	1.50	1.46	1.48	1.48	3.29	3.23
Interest Rate Coverage Ratio	-0.22	-2.58	-	-	-	-
Gross Profit Margin	56%	33%	47%	-100%	-	-
EBITDA	Php7,635	-Php1,287,182	-Php2,209,527	-Php1,803,696	-Php15,500	-Php37,154
Net Income to Sales Ratio	-13528%	-29%	-	-	-	-
Net Income (loss)	-Php3,400,896	-Php2,405,023	-Php2,615,804	-Php2,209,973	-Php15,500	-Php37,154

On a consolidated basis, ATN accounts that changed by more than 5% compared to quarter ending June 40, 2024 financial statements are as follows:

1. Cash and cash equivalent increased to Php3.075 million from Php2.285 million (5%) due to advances made from related parties.
2. Trade receivables decreased to NIL from Php16,550 (100%) due to collection.
3. Inventories increased to Php68 million from Php54 million (24%) increase in production.

4. Other current assets increases to Php15.5 million from Php14.2 million (9%) due to increase in prepaid taxes.
5. Due from related parties increased to Php72 million from Php88 million (22%) due to advances.
6. Accounts payable and accrued expenses increased to Php7.9 million from Php7.5 million (5%) due to slower in payment.
7. Due to related parties increased to Php496 million from Php460 million (8%) due to availment of advances
8. Total revenue decreased to Php2.5 million as of quarter ending June 30, 2024 compared to Php8.283 million as of June 30, 2023 (-70%) due to decrease in aggregates sale and lesser rental income.
9. Cost of sales and services also decreased as of June 20, 2024 to Php1.1 million compared to Php5.5 million as of June 30, 2023 due to decrease in revenue (-80%)
10. Administrative expenses decreased to Php3.7 million in June 30, 2024 compared to Php4.466 million in June 30, 2023 (-16%). The following are the accounts with more than 5% change:
 - a. Decreased in salaries and wages by Php245 thousand (-30%) due to lesser overtime pay.
 - b. Decreased in professional fees by Php12 thousand (-5.88%) due to lesser consultations.
 - c. Decreased in repairs and maintenance by Php96 thousand (99%) due to lesser repairs
 - d. Decrease in taxes and licenses by Php30 thousand (-19.89%)
 - e. Decrease in rent expense by Php35 thousand (-20%) due to adjustments.
 - f. Decrease in security services by Php24 thousand (-24%) due to rate adjustments.
 - g. Decreased in insurance by Php79 thousand (-71%) due to rate adjustments.
 - h. Decrease in transportation and travel by Php281 thousand (-91%) due to lesser errands.
 - i. Decreased in office supplies and printing by Php84 thousand (-84%) due to cost cutting.
 - j. Decreased in miscellaneous expenses by Php16 thousand (-36%)

Corporate Development

The ATN Group subscribed 690 million shares and paid-up of 650 million shares in ATN Solar Energy Group, Inc., (ATN Solar). ATN Solar is engaged in renewable energy generation and trade distribution of renewal energy equipment and accessories. ATN Solar secured a service contract from the Department of Energy for its 30-MW Rodriguez Solar Power Project on May 12, 2011 and a Certificate of Registration from the BOI for income tax holiday, which can be availed in the first seven years of operation.

With the company's sound financial condition, its low debt to equity ratio, and the low cash burn rate that had been deliberately structured to survive financial market stress. Hence there is no foreseeable event, which may have a material impact on its short-term liquidity, and no seasonal aspect had material effect on the financial condition of the Company's operation.

Improvements of real estate assets can be funded by borrowings and augmented by internally generated funds because of its large capacity to absorb debt relative to the value of its hard assets. To the best knowledge of Management there are no unusual or non-recurrent accounts that adversely affect the financial condition of the company five years going forward.


MCPI has ceased its healthcare operation in 2019 and sold a significant portion of its medical equipment. AHCDC and PLDI likewise ceased to actively sell its remaining real estate properties and were classified to investment properties as a result of change in recognition. The financial statements do not include any adjustment that might result from this uncertainty.


The company expects to continue its focus on its existing principal activities and actively pursue opportunities for investment in the construction materials supply business and renewable energy sectors in the Philippines.

SIGNATURES

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

Company : **ATN HOLDINGS, INC.**

Signature and Title : 
PAUL B. SARIA
Principal Financial Officer
August 16, 2024


CELINIA FAELMOCA
Principal Accounting Officer
August 16, 2024