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)

December 31, 2022

(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 December 31, 2022

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 FINANCIAL POSITIONS

	Notes		31-Dec 2022		Audited 31-Mar 2022
ASSETS					
Current Assets					
Cash	7	**P**	**5,697,495**	P	16,099,477
Trade receivables	8		**6,567,080**		2,808,880
Inventories	9		**12,080,265**		5,844,042
Other current assets	10		**9,942,839**		8,768,859
			34,287,678		33,521,258
Noncurrent assets					
Investments in:					
Financial assets at fair value through other comprehensive income (FVOIC)	11		**46,235,000**		46,235,000
Associates-Net	12		**851,947,294**		851,947,294
Investment properties	13		**349,667,279**		349,667,279
Property and equipment - net	14		**2,422,187,527**		2,406,390,705
Due from related parties	21		**65,484,295**		70,219,984
			3,735,521,395		3,724,460,262
		P	**3,769,809,073**	P	3,757,981,520
LIABILITIES AND EQUITY					
LIABILITIES					
Current Liabilities					
Accounts payable and accrued expenses	15	**P**	**3,131,693**	P	4,766,937
Short-term interest bearing loans	16		**44,353,000**		47,000,000
			47,484,693		51,766,937
Noncurrent Liabilities					
Deposits	17		**16,091,419**		19,704,472
Due to related parties	21		**394,018,035**		837,567,210
Pension liability			**413,345**		413,345
Deferred tax liabilities			**711,364,390**		711,364,390
			1,121,887,189		1,569,049,417
TOTAL LIABILITIES			**1,169,371,882**		1,620,816,354
EQUITY					
Share capital	18		**682,505,543**		450,000,000
Share premiums			**254,879,499**		22,373,956
Unrealized loss on financial assets at fair value through OCI-net of tax			**23,994,939**		23,994,939
Retained Earnings /(Deficit)			**1,639,057,211**		1,640,796,271
			2,600,437,192		2,137,165,166
		P	**3,769,809,073**	P	3,757,981,520

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. and Subsidiaries

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ending		**Nine (9) Months Ending**	
	31-Dec-22	31-Dec-21	**31-Dec-22**	31-Dec-21
REVENUE				
Sale of aggregates	P12,210,318	P5,686,894	**P28,160,934**	P11,426,588
Lease of properties	1,378,380	1,489,581	**5,320,251**	8,171,267
Other Income:				
Interest income	2,372	4,060	**8,986**	12,761
	13,591,070	7,180,535	33,490,171	19,610,616
COST AND EXPENSES				
Cost of sales and services	10,672,652	6,368,953	**22,609,736**	12,064,447
Administrative expenses (Note 23)	1,108,086	1,147,123	**10,369,460**	8,797,530
Finance cost	551,332	476,487	**1,908,166**	1,773,458
Impairment losses	-	-	**-**	-
Equity in net loss of an associate	-	-	**-**	411,427
	12,332,070	7,992,563	**34,887,362**	23,046,862
INCOME (LOSS) BEFORE INCOME TAX	1,258,999	(812,028)	**(1,397,192)**	(3,436,246)
INCOME TAX EXPENSE	238,830	(41,280)	**341,868**	75,334
Net Income (Loss) after Income Tax	1,020,169	(770,748)	**(1,739,060)**	(3,511,580)
OTHER COMPREHENSIVE INCOME	-	-	**-**	
TOTAL COMPREHENSIVE INCOME	P1,020,169	(P770,748)	**(P1,739,060)**	(P3,511,580)
EARNINGS PER SHARE			**(0.000)**	(0.001)

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. and Subsidiaries

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Nine (9) Months Ending	
	31-Dec-22	31-Dec-21
Share Capital		
Balance at beginning of fiscal year	**P682,505,543**	P450,000,000
Issuance during the fiscal year	**-**	-
Balance at end of fiscal year	**P682,505,543**	P450,000,000
Share Premiums	**254,879,499**	22,373,956
Unrealized gain on available-for sale financial asset - net of tax		
Balance at beginning of fiscal year	**23,994,939**	32,617,516
Changes in fair value of available -for-sale financial assets	**-**	-
Balance at end of fiscal year	**23,994,939**	32,617,516
Retained earnings (deficit)		
Balance at beginning of fiscal year	**1,640,796,271**	1,638,218,348
Net income (loss) for the period	**(1,739,060)**	(3,511,581)
Balance at end of the year	**1,639,057,211**	1,634,706,767
	P2,600,437,192	P2,139,698,239

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. and Subsidiaries

STATEMENT OF CASH FLOWS

	Quarter Ending		**Nine (9) Months Ending**	
	31-Dec-22	31-Dec-21	**31-Dec-22**	31-Dec-21
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Income (Loss)	P917,131	(P770,749)	**(P1,739,060)**	(P3,511,581)
Adjustments for:				
Depreciation and amortization	738,129	686,817	**3,316,353**	2,693,585
Equity in net loss of an associate	-	-	**-**	411,427
Interest income	(2,372)	(4,060)	**(8,986)**	(12,761)
Interest expense	551,332	476,487	**1,908,166**	1,773,458
Operating income before working capital chang	2,204,221	388,495	**3,476,474**	1,354,128
Decrease (increase) in current assets				
Trade receivables	(5,123,164)	(1,289,045)	**(3,758,200)**	3,616,677
Inventories	(2,032,804)	626,189	**(6,236,223)**	(435,136)
Other current assets	(777,259)	(1,033,532)	**(1,173,980)**	(197,686)
Increase (decrease) in current liabilities				
Accounts payable and accrued expense	(983)	(354,732)	**(1,635,244)**	(209,150)
Interest received	2,372	(8,701)	**8,986**	12,761
Net cash Provided by Operating Activities	(5,727,617)	(1,671,326)	**(9,318,187)**	4,141,594
CASH FLOWS FROM INVESTING ACTIVITIES				
Decrease (increase in)				
Advances to related parties	(3,125,958)	(4,270,599)	**4,735,689**	(21,244,132)
Acquisition of:				
Property and equipment	(7,952,461)	-	**(19,113,175)**	-
Increase (decrease)				
Payable to related parties	12,427,257	6,294,082	**(443,549,175)**	27,768,710
Deposits	(2,270,248)	(1,120,777)	**(3,613,053)**	(1,677,657)
	(921,410)	902,706	**(461,539,714)**	4,846,921
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from stock subscription	-	-	**465,011,086**	-
Payment of:				
Principal	-	-	**(2,647,000)**	(3,000,000)
Interest	(551,332)	(476,487)	**(1,908,166)**	(1,773,458)
Lease liability	-	-	**-**	(748,070)
	(551,332)	(476,487)	**460,455,919**	(5,521,528)
NET INCREASE/(DECREASE) IN CASH	(P7,200,360)	(P1,245,107)	**(10,401,982)**	3,466,987
CASH AT BEGINNING OF PERIOD			**16,099,477**	11,259,058
CASH AT END OF PERIOD			**P5,697,495**	P14,726,045

See accompanying Notes to Financial Statements.

ATN HOLDINGS, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2022 and FY MARCH 31, 2022

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 December 31 30, 2022 and FY March 31, 2022, 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 and AHCDC are companies engaged in the development of residential real estate projects.

MCPI is an out-patient ambulatory surgical center. For the year ended December 31, 2021, MCPI has not commenced its healthcare operations since shutting down in 2018 and accordingly sold a significant portion of its medical equipment during 2020. AHCDC and PLDI have likewise ceased to actively sell its remaining real estate properties. Unsold inventories of real properties were reclassified to investment properties as result of change in recognition. The Parent Company and PLDI is now focused on leasing its investment properties to third parties.

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, 2022 except for the adoption of new standards effective as at April 1, 2022.

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 Dec. 31, 2022		FY ending March 31, 2022	
	Carrying Value	**Fair Value**	Carrying Value	Fair Value
Loans and receivables				
Cash	**5,697,495**	**5,697,495**	16,099,477	16,099,477
Trade receivables	**6,567,080**	**6,567,080**	2,808,880	2,808,880
Financial assets at FVOCI	**46,235,000**	**46,235,000**	46,235,000	46,235,000
Other financial liabilities				
Accounts payable and accrued expenses	**3,131,693**	**3,131,693**	4,766,937	4,766,937
Bank loans	**44,353,000**	**44,353,000**	47,000,000	47,000,000
Deposits	**16,091,419**	**16,091,419**	19,704,472	19,704,472
Due to related parties	**394,018,035**	**394,018,035**	837,567,210	837,567,210

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 5.5%.
- *Deposits* - The fair value of deposits approximates the carrying value as at year end.

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 December 31, 2022 and FY March 31, 2022 based on contractual undiscounted payments:

December 31, 2022	**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 l year**	No fixed payment period	**Total**
Accounts payable and accrued expenses	**3,131,693**	**-**	**-**	**-**	**-**	**P 3,131,693**
Bank loans	**-**	**-**	**-**	**44,353,000**	**-**	**44,353,000**
Due to related parties	**-**	**-**	**-**	**-**	**394,018,035**	**394,018,035**
	P 3,131,693	**-**	**-**	**P 44,353,000**	**P 394,018,035**	**P 441,502,728**

FY March 31, 2022	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 l year	No fixed payment period	Total
Accounts payable and accrued expenses	P 4,766,937	-	-	-	-	P 4,766,937
Bank loans	-	-	-	47,000,000	-	47,000,000
Deposits	-	-	-	-	19,704,472	19,704,472
Due to related parties	-	-	-	-	837,567,210	837,567,210
	P 4,766,937	-	-	P 47,000,000	P 857,271,682	P 909,038,619

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 December 31, 2022 and FY March 31, 2022. Net maximum exposure is the effect after considering collaterals and other credit enhancements.

	Gross maximum exposure	
	Dec. 31, 2022	FY March 2022
Cash and cash equivalents	P 5,697,495	P 16,099,477
Trade receivables	6,567,080	2,808,880
Financial asset at fairvalue through FVOCI	46,235,000	46,235,000
Advances to related parties	65,484,295	70,219,984
	P 123,983,870	P 135,363,341

The credit quality of the Group's assets as of December 31, 2022 and FY March 31, 2022 is as follows:

	Neither past due nor impaired				
Dec. 31, 2022	**High grade**	**Standard grade**	**Past due but not impaired**	**Past due and impaired**	**Total**
Cash and cash equivalents	**5,697,495**	**-**	**-**	**-**	**P 5,697,495**
Trade receivables		**5,657,080**			**6,567,080**
Financial asset at FVOIC	**-**	**46,203,460**	**-**	**31,540**	**46,235,000**
Advances to related parties	**-**	**65,484,295**	**-**	**-**	**65,484,295**
	P 5,697,495	**P 117,344,835**	**-**	**31,540.00**	**P 123,983,870**

FY March 31, 2022	Neither past due nor impaired		Past due but not impaired	Past due and impaired	Total
	High grade	Standard grade			
Cash and cash equivalents	16,099,477	-	-	-	P 16,099,477
Trade receivables		2,808,880			2,808,880
FVOCI financial assets	-	46,235,000	-	-	46,235,000
	P 16,099,477	P 49,043,880	P -	P -	P 65,143,357

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:

	Dec. 31, 2022	FY March 31, 2022
Equity	P 2,600,437,192	P 2,137,165,166
Total assets	3,769,809,073	3,757,981,520
Ratio	0.69	0.57

7. Cash in banks

Cash in banks generally earns interest based on prevailing bank deposit rates. Cash in banks amounted to P5,697,495 and P16,099,477 as of December 31, 2022 and FY March 31, 2022, respectively.

Interest earned from these deposits amounted to P8,986 and P15,212 for period ended December 31, 2022 and FY March 31, 2022, respectively.

8. Trade receivables

Trade receivables represent receivable from sale of aggregates and rental of properties amounting to P6,567,080 and P2,808,880 as at December 31, 2022 and FY March 31, 2022, respectively. These are non-interest bearing and are generally collectible within one (2) month.

9. Inventories

The composition of this account is as follows:

		Dec. 2022		FY March 2022
Stockpile inventory	P	**10,147,423**	P	5,454,330
Unused production supplies		**1,932,842**		389,712
	P	**12,080,265**	P	5,844,042

As of December 31, 2022 and FY March 31, 2022 inventories are carried at cost which approximates its net realizable value.

As discussed in Note 2, the Group has ceased to actively sell its real estate properties. Unsold inventories of real properties amounting to P7.6 million were reclassified to investment properties as a result of change in recognition. The Group is now focused on leasing its investment properties to third parties.

10. Other Current Assets

The composition of this account is as follows:

		Dec. 2022		FY March 2022
Input taxes	**P**	**1,857,259**	P	525,093
Prepaid expenses		**1,543,204**		1,633,362
Prepaid taxes		**6,542,376**		6,610,404
	P	**9,942,839**	P	8,768,859

- 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 December 31, 2022 and FY March 31, 2022, 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:

		Dec. 2022		FY March 2022
Balance at the beginning of fiscal year	**P**	**46,235,000**	**P**	**57,233,000**
Changes in fair value		**-**		**(10,998,000)**
	P	**46,235,000**	**P**	**46,235,000**

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:

		Dec. 2022		FY March 2022
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		**(13,132,826)**		(13,221,345)
Current year		**-**		88,519
		(13,132,826)		(13,132,826)
Total		**863,253,294**		863,253,294
Allowance for impairment		**(11,306,000)**		(11,306,000)
	P	**851,947,294**	P	851,947,294

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.

As of February 10 2022, 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 ATN Holdings, 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 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.

On May 20, 2020, the Company was granted the Mineral Processing Permit and Permit to Dispose rock aggregates. Revenue generated by the Group from sale of these aggregates amounted to P25.6 million and P6.8 million for the fiscal years ended March 31, 2022 and 2021, respectively.

As of March 31, 2022, the Group owns 48.8% of ATN Solar and it exercises significant influence over the financial and operating matters of the associate.

The latest financial information of ATN Solar is as follows:

	December 31,			
		2021		2020
Current assets	**P**	**13,436,018**	P	20,874,619
Non-current assets		**1,822,156,259**		1,791,339,263
Current liabilities		**48,281,037**		70,065,587
Non-current liabilities		**1,117,680,108**		1,069,479,810
Equity	**P**	**669,631,132**	P	672,668,485

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 December 31, 2022 and FY March 31 is as follows:

Land	**P**	**15,810,000**
Condominium units		**284,554,278**
Parking slots		**26,350,000**
Townhouses		**22,953,001**
	P	**349,667,279**

Rental income on investment properties amounted to P3,941,871 in September 30, 2022 and P9,014,450 in FY March 2022. Direct operating cost incurred on these properties amounted to P771,653 in Sept 2022 and P1,028,870 in FT March 2022.

Certain investment properties were mortgaged to the bank to secure the Group's financing requirements. (see Note 16).

14. Property and Equipment

Property and equipment consists of:

December 31, 2022		**Land and mine site improvements**		**Machineries & equipment**		**Office Furniture & improvements**		**Transportation Equipment**		**Total**
Cost										
At FY March 21, 2022		**2,358,943,606**		**47,025,758**		**6,331,055**		**7,879,464**		**2,420,179,883**
Addition		**1,881,032**		**17,232,143**						**19,113,175**
		2,360,824,638		**64,257,901**		**6,331,055**		**7,879,464**		**2,439,293,058**
Accumulated depreciation										
At FY March 21, 2022		**67,105**		**2,351,290**		**6,161,559**		**5,209,224**		**13,789,178**
Provisions		**53,684**		**2,503,800**		**35,801**		**723,068**		**3,316,353**
		120,789		**4,855,090**		**6,197,360**		**5,932,292**		**17,105,531**
Carrying value										
December 31, 2022	**P**	**2,360,703,849**	**P**	**59,402,811**	**P**	**133,695**	**P**	**1,947,172**	**P**	**2,422,187,527**

FY March 31, 2022		Land and mine site improvements		Machineries & equioment		Office Furniture & improvements		Transportation Equipment		Total
Cost										
At FY March 21, 2022		2,358,943,606		47,025,758		6,331,055		7,879,464		2,420,179,883
Accumulated depreciation										
At April 1, 2021		13,421		470,258		6,125,755		4,486,159		11,095,593
Provisions		53,684		1,881,032		35,804		723,065		2,693,585
At FY March 21, 2022		67,105		2,351,290		6,161,559		5,209,224		13,789,178
Carrying value										
At FY March 21, 2022	P	2,358,876,501	P	44,674,468	P	169,496	P	2,670,240	P	2,406,390,705

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. Stripping cost is included as part of Land and mine site improvements totaling P85.3 million in 2021.

Machineries and equipment represent the purchase price including freight and insurance charges for the acquisition of stone and hydraulic cone crusher totaling P47 million. This machinery is used for the production of rock aggregates.

15. Accounts Payable and Accrued Expenses

This account consists of the following:

		Dec. 2022		FY March 2022
Taxes payable	**P**	**2,985,000**	P	2,985,000
Trade		**146,693**		1,599,996
Other current liabilities		**-**		181,941
	P	**3,131,693**	P	4,766,937

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.

16. Short-term Loans Payable

The Parent company has an omnibus line with China Banking Corporation (CBC) for a maximum amount of P50 million. Short-term loans are availed for working capital requirements. The loan is subject to an interest rate of 4.25% payable monthly and is collateralized by a condominium unit in Summit One Tower.

As of December 31, 2022 and March 31, 2022 the balance of the Parent company's loan amounted to P44.353 million and P47 million respectively.

Interest expense related to this loan amounted to P1.908 million as of December 31, 2022 and P2.220 million for fiscal years ended March 31, 2022.

17. 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 December 31, 2022 and FY March 31, 2022, deposits on operating leases amounted to P16,091,419 and P19,704,472, respectively.

18. Equity

Share capital
Component of share capital is as follows:

	Authorized share capital			Subscribed and paid		
Title of Issue	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 filling with the Securities and Exchange Commission.

19. Cost of Sales and Services

The breakdown of this account is as follows:

		Dec. 2022		Dec. 2021
Cost of aggregates sold	P	**21,544,201**	P	**11,035,577**
Direct cost of real estate leasing		**1,065,535**		**1,028,870**
	P	**22,609,736**	P	12,064,447

20. Administrative Expenses

The breakdown of this account is as follows:

		Dec. 2022		Dec. 2021
Communication and association dues		**1,742,123**		3,135,977
Salaries, wages and benefits		**2,769,877**		2,472,611
Professional fees		**1,215,658**		814,000
Depreciation and amortization		**812,553**		758,869
Miscellaneous		**31,201**		148,153
Rent		**425,133**		425,133
Security services		**287,268**		284,352
Transportation and travel		**246,801**		298,404
Office supplies and printing		**184,784**		234,978
Taxes, licenses and permits		**2,499,739**		101,956
Repairs and maintenance		**30,499**		49,567
Insurance		**123,824**		75,530
	P	**10,369,460**	P	8,799,530

Pursuant to a *Teaming Agreement* executed in January 2013, a 75%-25% cost sharing of cost/expenses related to technical operations was implemented. All other cost including, but not limited to salaries and utilities shall be borne solely by Palladian Land Development, Inc.

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

21. Related Party Transactions

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

Related parties		Beginning balance		Availment		Collection/ Payment		Ending balance
Associates								
ATN Phils. Solar Energy Group Inc.	₱	**54,119,984**	₱	**207,856**			₱	**54,327,840**
Companies under common control								
Transpacific Broadband Group Int;l Inc.		**16,100,000**		**-**		**(4,643,545)**		**11,456,455**
Sierra Madre Consolidated Mines		**7,450,000**		**-**		**-**		**7,450,000**
Unipage Management Inc.		**(270,493,453)**				**(193,467,091)**		**(77,026,362)**
Stockholders		**(567,073,757)**		**-**		**(250,082,085)**		**(316,991,672)**
		(759,897,226)		**207,856**		**(448,192,721)**		**(320,783,739)**
Allowance for ECL		**(7,450,000)**		**-**		**-**		**(7,450,000)**
	P	**(752,447,226)**	P	**207,856**	P	**(448,192,721)**	P	**(313,333,739)**

	FY March 31, 2022			
Related Parties	Beginning balance	Availment	Collection	Ending balance
Associates				
ATN Phils. Solar Energy Group Inc.	P 27,718,636	P 26,401,348	-	P 54,119,984
Companies under common control				
Transpacific Broadband Group Int;l Inc.	16,100,000	-	-	16,100,000
Sierra Madre Consolidated Mines	7,450,000	-	-	7,450,000
Unipage Management Inc.	(236,794,597)	(33,698,856)	-	(270,493,453)
Stockholders	(565,666,379)	(1,407,378)		(567,073,757)
	(751,192,340)	(8,704,886)	-	(759,897,226)
Allowance for ECL	7,450,000	-	-	7,450,000
	P (758,642,340)	P (8,704,886)	P -	P (767,347,226)

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. The details of subsidiaries' accounts that were eliminated in the process of consolidation are as follows:

	Dec. 2022	Dec. 2021
AHCDC	**P 10,818,677**	P 10,768,677
MCPI	**-**	8,642,328
PLDI	**25,624,620**	28,919,160
	36,443,297	48,330,165

5. The Group did not recognize any key management compensation nor provided any stock options and bonuses for the fiscal years ended March 31, 2022, 2021 and 2020.

6. There were no provisions for ECL during 2022, 2021 and 2020 covering Advances to related parties.

22. 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:

	Dec. 2022	Dec. 2021
Earnings	**(1,739,060)**	(3,511,580)
Divided by :		
Weighted Average Shares	**6,825,055,430**	4,500,000,000
Earning per share	**(0.0003)**	**(0.0008)**

23. 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 December 31, 2022

	Real estate	**Aggregates**	**Non-segment items**	**Total**
Revenues	**5,320,251**	**28,160,934**	**8,986**	**33,490,171**
Cost and expenses	**1,065,535**	**21,544,201**	**-**	**22,609,736**
Segment results	**950,423**	**(2,689,484)**		**(1,739,061)**
Segment assets	**2,434,229,400**	**1,335,579,673**		**3,769,809,073**
Segment liabilities	**779,357,948**	**390,013,934**		**1,169,371,882**
Non-cash expenses				**-**
Depreciation	**854,638**	**483,679**		**1,338,317**

As of December 31, 2021

	Real estate leasing	Aggregates	Non-segment items	Total
Revenues	8,171,267	11,426,588	12,760	19,610,615
Cost and expenses	1,028,870	11,035,577	-	12,064,447
Segment results	(2,671,225)	(637,325)	(203,030)	(3,511,580)
Segment assets	1,315,184,586	2,440,552,078		3,755,736,664
Segment liabilities	829,530,016	786,508,408	-	1,616,038,424
Non-cash expenses				-
Depreciation	758,869	1,934,704	-	2,693,573

24. Other Matters

Effects of COVID-19 Pandemic

On March 11, 2020, the World Health Organization declared a global pandemic as a result of the increasing number of COVID-19 cases worldwide. This was followed by the issuance of Presidential Proclamation Order No. 929 declaring a State of Calamity in the Country from the COVID-1 outbreak.

Different quarantine classifications were imposed nationwide which resulted to disruptions in business and economic activities and their impact on business continue to evolve. Internally, the Group continues to adapt to these including implementation of the following:

- Work-from-home arrangement for certain office personnel;
- Online meetings and discussions with officers and employees;
- Use of mobile banking and online platforms for certain financial transactions;

Considering the evolving nature of this outbreak, the Group continues to monitor the situation and will take further actions as necessary and appropriate in response to these economic disruptions and other consequences.

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 cyclicality 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	
	Dec. 2022	Dec. 2021	Dec. 2022	Dec. 2021	Dec. 2022	Dec. 2021
Current Ratio	0.72	4.02	77.87	15.50	-	-
Debt to Equity Ratio	0.45	0.74	0.40	0.47	3.46	2.70
Asset to Equity Ratio	1.45	1.74	1.70	1.47	4.46	4.26
Interest Rate Coverage Ratio	0.27	(2.87)	-	(22.80)	-	-
Gross Profit Margin		38%	71%	10%	-	-
EBITDA	Php (584,639)	Php (2,265,951)	Php (1,783,087)	Php 177,814	Php (67,540)	-
Net Income to Sales Ratio	-8%	-18%	-70.94%	10.00%		-
Net Income (loss)	-PhP1,739,060	-PhP3,511,581	-PhP2,621,944	-PhP637,326	-PhP67,540	-PhP101,450

On a consolidated basis, ATN accounts that changed by more than 5% compared to quarter ending December 31, 2022 financial statements are as follows:

1. Cash and cash equivalent decreased to Php5.697 million from Php16.099 million (-65%).
2. Trade receivables increased to Php6.567 million from Php2.808 million (133%)
3. Inventories increased to Php12 million from Php5.844 million (106%)
4. Other current assets increased to Php9.943 million from Php8.769 million (13%)
5. Due from related parties decreased to Php65 million from Php70.219 million (-7%)
6. Accounts payable and accrued expenses decreased to Php3.1 million from Php4.766 million (-34%)
7. Short-term interest bearing loans decreased to P44.353 million from P47 million (-5%)
8. Deposits decreased to Php16.091 million from Php19.704 million (-18%)

9. Due to related parties decreased to Php394 million from Php837.567 (-53%).
10. Share capital increased to Php682 million from Php450 million (51%).
11. Additional paid-in capital increased to P255 million from P23 million (1039%)
12. Total revenue increased to Php33.490 million as of quarter ending December 30, 2022 compared to Php19.610 million as of December 31, 2021 (71%).
13. Cost of sales and services increased as of December 31, 2022 to Php22.609 million compared to Php12.064 million as of December 31, 2021 due to increase in revenue(87%)
14. Administrative expenses increased from Php8.797 million in December 31 2021 compared to Php10.369 million in December 30, 2022. The following are the accounts with more than 5% change:
    a. Increased in salaries and wages by Php297 thousand (12%)
    b. Increase in taxes and licenses by Php2.4 million (2351%)
    c. Decreased in communication and dues by Php1.3 million (-44%)
    d. Increased in professional fees by Php401 thousand (49%).
    e. Increased in depreciation and amortization by Php53 thousand (7%)
    f. Decreased in transportation and travel by Php51 thousand (-17%)
    g. Decreased in office supplies and printing by Php50 thousand (-21%)
    h. Increased in insurance by Php48 thousand (63%)
    i. Decreased in repairs and maintenance by Php19 thousand (-38%)

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, ATN can ride the Corona Virus 19 pandemic, given 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
February 13, 2023

CELINIA FAELMOCA
Principal Accounting Officer
February 13, 2023