



SURIGAO ECONOMIC DEVELOPMENT AND
MICROFINANCE FOUNDATION, INC.



ANNUAL REPORT 2023

*38 years in community service
since 1985*



Message from the President

As we celebrate the 38th year of the Surigao Economic Development Microfinance Foundation, I am filled with immense pride and gratitude. For nearly four decades, SEDMFI has been a beacon of hope, empowering countless individuals and families in our community.

Through our unwavering commitment to community service and microfinance products, we have witnessed the transformative power of financial inclusion. Our programs have not only provided much-needed financial resources but have also fostered entrepreneurship, job creation, and economic growth.

This annual report is a testament to the hardwork, dedication, and innovation of our staff, board members, officers and center volunteers. Together, we have overcome challenges, adapted to changing times, and consistently delivered impactful programs.

I am particularly proud of our achievements in:

- **Microfinance:** Expanding access to credit and savings for marginalized sectors.
- **Community Development :** Implementing sustainable projects that address social and environmental issues.
- **Financial Literacy:** Educating our clients on sound financial practices.

As we look to the future, we shall embark into full digitalization of our operations as we hope to further serve more clients in the years to come. We remain steadfast in our mission to uplift the lives of our fellow Surigaonons and the people of the region as a whole. We will continue to innovate, collaborate, and strive for excellence. Together, we can build a brighter future for our community.

Thank you everyone for your continued support.



ENGR. FERDINAND P. SEMBRANO

President, Surigao Economic Development and Microfinance Foundation, Inc.

38 years in community service since 1985

Motivated with the theme, "Malipayon ug Malahutayong Pag-alagad sa Katawhan nga dunay Pag-amping sa Kinaiyahan", SEDMFI jubilantly celebrated its thirty-eight (38) years of providing dedicated services and support to the community and its partner clients.

The year 2023 started on a positive note as the impact of the COVID-19 had already diminished gradually, SEDMFI was not exempt from the challenges brought about by the rising economic crisis that affected the lives and the livelihood of the communities it served.

With resiliency as weapon, the foundation withstood the challenges faced by both the MEDP and SuReCom operations. SEDMFI continuously strengthened these two programs as catalysts of social and environmental developments with the help and collaborative efforts of the different partners and stakeholders.

SEDMFI remained steadfast, dynamic and adaptive to the changes of the times ensuring that its products and services, both financial and non-financial, appropriately met the needs of the clients. The SEDMFI, ensures best interest of its partner-clients and served communities is always the foremost objective in every endeavor that it undertakes.

This year's achievements marked another milestone of great success of joyful service and were testaments of SEDMFI's continued commitment to becoming the number one CSO in poverty reduction and in initiating environmental protection and conservation programs ensuring resiliency amongst the communities in CARAGA and neighboring regions.

Eastern Mindanao Restoration

“Empowering Communities, Restoring Nature, Sustaining Futures”

Eastern Mindanao Restoration for Growth and Equity (EMERGE) for Watershed Project, stands as a pivotal endeavor funded by USAID under the INSPIRE program led by the Gerry Roxas Foundation (GRF) and executed by the Surigao Economic Development and Microfinance Foundation, Inc. (SEDMFI). Commencing in June 2023 and slated for completion by November 2025, this initiative epitomizes collaborative synergy, drawing together a diverse array of stakeholders, including local government units (LGUs) Claver, Gigaquit, Bacuag, Tagana-an, and Malimono, alongside with DENR, NCIP and Caraga State University.

At its core, EMERGE champions the safeguarding of community watersheds within Surigao del Norte, with a keen focus on its Mainland Hinatuan Passage Development Alliance(HIPADA) area. This noble endeavor is driven by a multi-faceted approach that hinges upon bolstering community engagement, enacting enabling legislation, and fostering mechanisms for sustainable, ecosystem-based livelihoods. By empowering local communities and advocating for environmentally conscious agricultural practices, EMERGE endeavors to mitigate threats to watershed ecosystems, concurrently fortifying biodiversity and resilience in the face of climate change.



Courtesy Calls to recipient LGUs (Bacuag, Gigaquit, Tagana-an & Malimono)

Central to the project's strategy is the establishment of sustainable livelihood opportunities rooted in an ecosystemic ethos. Through targeted education and capacity-building initiatives, as well as comprehensive market analyses and product assessments, communities are poised to diversify their agricultural portfolios, transitioning towards higher-value crops and value-added goods. This transformative shift not only champions eco-friendly farming practices but also augments income streams while diminishing reliance on extractive economic activities that imperil the environment.

for Growth and Equity (EMERGE)

By: Julianne Beth D. Fabular
(EMERGE IEC/Documenter)



Reconnaissance activity conducted by the Green Environment together with the EMERGE Project Team and the Municipal Local Government Unit of Malimono on July 29, 2023 in Brgy. Tinago, Malimono, Surigao del Norte.

Guided by a set of meticulously delineated objectives, EMERGE aims to:

1. Reduce recurring threats through the establishment of the community watershed with strengthened governance and management of natural resources, and supported by local conservation policies.
2. Strengthen community participation through rigorous community awareness campaigns using updated information in social media, traditional cultural activities and other creative presentation of information translated from the science and evidence-based surveys and packaged into concrete community action
3. Establish resilient ecosystem-based and climate resilient livelihood and biodiversity friendly. enterprise in the upland communities
4. Restore the biodiversity of these watersheds through massive reforestation activities affecting a total of 30,000 hectares.

The year 2023 bore witness to significant strides, marked by meticulous coordination with LGUs and pertinent agencies, comprehensive biodiversity assessments, and proactive community engagement endeavors. Notably, LGUs such as Claver and Gigaquit exemplified unwavering commitment by enacting local ordinances aimed at safeguarding critical watersheds, transcending erstwhile conflicts in a concerted pursuit of shared objectives.

As EMERGE forges ahead, its unwavering dedication to effectuating environmental restoration and engendering sustainable development remains resolute. Through sustained community engagement, fortified partnerships, and a steadfast commitment to effectuating tangible change, EMERGE endeavors to script a brighter, more resilient future for Surigao del Norte's watersheds and the communities they sustain.

Adopt A Watershed Project : Six (6) Years of Unrelenting Support to Watersheds



The Bantay Lasang members during the ongoing rehabilitation and tree planting in Can-agtiw Watershed in Malimono on April 18, 20, 21 and 28, 2023.

On the sixth year of engagement with Malimono LGU, the Adopt a Watershed Project continued its unrelenting support to Can-agtiw Watershed. Continuous rehabilitation of watershed denuded area which was devastated by Super Typhoon Odette in 2021 is still being initiated by the Foundation. A total of 1,950 wildlings were planted all over the 25-hectare forest through the efforts of the thirteen(13) Bantay Lasang volunteers. Close monitoring were also conducted via regular patrolling activities in the watershed area by these volunteers. Monthly reports on the status of the watershed were then submitted to SEDMFI through the SuReCom.

Ever-present allocation and payment of the regular monthly honorarium and thirteenth (13th) month honorarium for the Bantay Lasang volunteers for their financial sustainability. Uniforms were also provided to them.

As the most befitting platform to prevent and combat the threats faced by watershed areas, Adopt a Watershed Project aims to expand the program/project by reforestation and adopting more community watersheds. This year 2023, SEDMFI's negotiation and coordination with the Local Government Units of the Municipality of Nasipit and Cabadbaran City are now in the offing which targets to adopt the watershed areas in Agusan del Norte and Agusan del Sur in the future.

Ten (10) Years Endemic Tree Nursery (ETN) Operation



The established Endemic Tree Nursery (ETN) at Tinago, Malimono is now at its 10th year operation. This year, the nursery bagged 5,000 Endemic Wildlings with a 70% survival rate and bagged an additional 70 bamboo seedlings with 100% survival rate.

It has supplied 2,000 wildlings to Can-agtiw Watershed in another rehabilitation and tree planting activity done in the area.

Consequently, the IP communities/families were able to generate an income amounting to Php 16,000 out of wildlings propagation and labor.

The Foundation also provides the monthly honoraria and 13th month pay of the IP Nursery caretaker.

Community Organizing



Cagutsan Orchids Growers Association during the conduct of assessment and drafting of their Association Vision, Mission and Goals on June 22, 2023 at Brgy. Cagutsan, Surigao City.

True to its commitment of improving the lives and livelihood in the communities it served, SEDMFI once again took the initiative in organizing a women's group in Barangay Cagutsan, Surigao City.

During the initial meeting, profiling and assessment conducted by the SuReCom team, it was found out that thirty-five (35) women-housewives of Barangay Cagutsan are suppliers of Dendrobium cut-flower orchids to flower shops in Surigao City. Sales from these orchids provided extra income for the family in addition and support to their husbands' who are mostly fisher folks and small-land tillers. However, typhoon Odette that struck the province in 2021 damaged their orchid plantation and curtailed their additional source of income.

In August of this year, in another meeting facilitated by the SuReCom team, the women-housewives drafted their vision and mission to formally organize their association– the Cagutsan Orchid Growers Association which aimed at fostering mutual help and become the leading supplier of orchid cut-flowers in the province. Registration of the organization with the Securities and Exchange commission and other government agencies shall follow.

As a start off to invigorate their orchid production, the group agreed to avail of the livelihood financial assistance which SEDMFI through the SuReCom is providing to its organized POs and CSOs. The financial assistance shall be in the form of soft loan at a very minimal service fee and affordable term of payment.

Meanwhile, SEDMFI continued its partnership and support to its organized PO in 2021, the Surigao City Flower Growers and Vendors Association (SFGVA). This year, the group requested “Meeting Shade” at the Surigao Integrated Terminal. The “ Meeting Shade” shall be used as venue for their regular meetings and other activities.

3 Puroks in Brgy. Lower Olave: Recipients of Level 2 Water System



SEDMFI President Engr. Ferdinand P. Sembrano and Executive Director Imelda C. Wines together with Brgy Lower Olave BLGU headed by Brgy. Captain Jerry Escobilla during the turned-over and signing of Memorandum of Agreement of Brgy. Lower Olave Expansion of Water Works System Level II Project.

Seeing the necessity of a safe potable water in the lives of every citizen, SEDMFI came to the rescue to the residents of Puroks 3, 5 and 7, Brgy. Lower Olave, Buenavista, Agusan del Norte whose daily potable water needs have still to be fetched in the nearby barangay at a cost of P5.00 per container and transportation expenses of P10.00 per trip.

With the recommendation of Branch Head Julito C. Padilla, negotiations to provide a Level 2 Water System with the LGU of Brgy. Lower Olave were undertaken by the SuReCom team. The project was implemented through a cost-sharing agreement. SEDMFI provided the needed materials amounting to P503,000.00 while labor and transportation expenses in hauling the materials were shouldered by the BLGU at an estimated cost of P60,000.00.

To the delight of the recipient community for the realization of their dreams, the project was inaugurated last June 29, 2023 with the unveiling of the main faucet and turn-over ceremony through the signing of the Memorandum of Agreement. The project benefited 60% of the total households of Brgy. Lower Olave comprised by the three (3) “Puroks”.

The indicative budget of the Level 2 Water System project:

Item No.	Qty	Unit	Description	Unit Price	Cost Sharing		TOTAL
					SEDMFI	BLGU - Lower Olave	
1	50	roll	SDR # 11 x 1 1/2	P 9,350.00	P 467,500.00	-	P 467,500.00
2	50	pcs	PE Coupling # 1 1/2	P 400.00	P 20,000.00	-	P 20,000.00
3	20	meters	SDR # 11 x 1/2	P 28.00	P 560.00	-	P 560.00
4	6	pcs	Shaddle Clamp, 1 1/2	P 295.00	P 1,770.00	-	P 1,770.00
5	6	pcs	GI Nipple # 1/2 x 10	P 125.00	P 750.00	-	P 750.00
6	6	pcs	GI Elbow # 1/2	P 35.00	P 210.00	-	P 210.00
7	6	pcs	Faucet Brass	P 285.00	P 1,710.00	-	P 1,710.00
8	12	sacks	Portlan Cement	P 275.00	P 3,300.00	-	P 3,300.00
9	6	cubic	Mixed sand	P 1,200.00	P 7,200.00	-	P 7,200.00
10			Skilled Men & Laborers	P 50,000.00	-	P 50,000.00	P 50,000.00
11			Material Transportation	P 10,000.00	-	P 10,000.00	P 10,000.00
Total					P 503,000.00	P 60,000.00	P563,000.00

Capacity Building Initiatives (CBI) for POs and MEDP Clients

Another set of Capacity Building trainings/activities was conducted this year to the different micro-entrepreneur clients, Partner Organizations (POs) and staff. SEDMFI continued to empower individuals and organizations by supporting the development of their knowledge, attitude and skills through this program.



Conducted Good Governance , Meeting Management GAD and DRR-CCA Orientation/Training on November 7-8 in Nabunturan, Davao de Oro



SuReCom team conducted Financial Literacy Training in Gingoog Branch on Sept. 6-7, 2023 and Nabunturan Branch on September 13-14, 2023.

This year the SuReCom team successfully conducted the following activities:

- A total of 588 MEDP clients from the newly opened SEDMFI branches: Nabunturan Branch, Gingoog Branch and Butuan Branch have been oriented and trained on DRR-CCA, Good Governance Management, Gender and Development (GAD);
- A total of 878 MEDP clients from the 15 SEDMFI Branches underwent Financial Literacy Training;
- Conducted Team Building activity to 475 MEDP clients of the 12 branches: Head Office- MF, Placer Branch, Claver Branch, San Jose Branch and its Loreto Satellite, Siargao Branch, Tandag Branch, Madrid Branch, Cabadbaran Branch, Bayugan Branch, San Francisco Branch, Trento Branch and Buenavista Branch;
- A total of 155 MEs underwent STAR Training.

With the support and help of our branch personnel and the willingness of the participants to learn and participate, these series of capacity building trainings have been accomplished successfully.

Moreover, SEDMFI also actively participated not only in the face-to-face activities but also in virtual trainings, conferences, meetings and seminars and remains an active member and partner of different agencies, LGUS and other various organizations.

Business Development Services (BDS)



SEDMFI staff and Mantool Team -Training of Trainers (TOT) of Clustering Approach– Agricultural Enterprise.

The rapid changes in the global economy has opened new possibilities of growth and innovations especially the Micro, Small and Medium enterprises in a particular niche market.

In order to keep pace with these changes, the Foundation has focused not only in strengthening the financial services offered for its ME partner clients but also adopts new mechanisms that will complement the financial

services availed by our partner clients to stimulate growth and development in their livelihoods and businesses.

As a result, the Foundation established the Business Development Services way back year 2021 and commenced in the year 2022 to properly address the situation in both financial and non-financial services for our ME partner clients in their entrepreneurial endeavors.

Business Development Services (BDS) has offered a wide range of activities and services to help ME clients of SEDMFI grow, level up and maximize their entrepreneurial skills, gain access to markets and ability to adopt and compete in the market world.

And this would not be possible without establishing the BDS Center that provides Business Development Support Services for our ME partner clients. In the previous year, it started with the preparations and establishment of necessary data and orientations in order to establish a successful and efficient BDS Center that covers all the enterprising activities of SEDMFI partner clients. And these series of activities included the Client Business Profiling, consolidation of the gathered Client Business Profile, conducted Focus Group Discussion to partner clients from the four (4) branches of SEDMFI in the province of Surigao del Norte, in which the objectives of this discussion was to validate the data gathered from the surveys conducted and ensure that the BDSC addressed the business development needs of our partner clients.



Mantool Team conducted Focus Group Discussion to MEDP partner clients of Placer Branch and Claver Branch.

The BDS team was able to profile the different partner clients with their respective businesses and these included: Sari-sari Store, livestock raising, fish vending, food processing and rice/palay trading.

And the same activities conducted this year consolidating a total sampling of 2,952 Survey Forms of Clients in all SEDMFI branches and categorizing clients according to business type.

According to the data gathered these are the businesses types with the highest number of clients:

- **Trading:** Sari-sari Store-1,153; Food Vending-128; Direct Selling-102; Local delicacies/Kakanin vending-97
- **Services:** Travel & Transportation- 137; Masonry & Carpentry-28; Labor Services-74 and Carenderia/Restaurant -72
- **Processing:** Tocino, Longganiza & Chorizo Making-43, Souvenir items and corporate give aways-26
- **Agriculture Production:** Livestock-170; Rice Farming/Corn Production-302; Small Scale Fishing-105

The team had identified that most of our partner clients, were Sari-sari Store owners. That's how the Sari-Sari Store Training and Access to Resources (STAR) program was realized.



The BDS staff conducted the Sari-Sari Store Training and Access to Resources (STAR) program to SEDMFI branches: Head Office– MF, Placer Branch, Claver Branch and Siargao Branch.

This year, series of activities continuously conducted to our ME partner clients and these include:

- The Sari-sari Store Training and Access to Resources (STAR) Program on the following branches: Head Office-MF, Placer Branch, Claver Branch and Siargao Branch.
- Series of monitoring activities to our ME partner clients on STAR knowledge applications.
- Ongoing survey on Client Business Profile.

True to its commitment, the foundation continues to bolster the BDS program in order to reach more ME partner clients in all covered branches.

MEDICAL MISSION 2023



SEDMFI recognizes the role of Corporate Social Responsibility (CSR) by contributing to the well-being of our partner clients, stakeholders, communities and society as a whole. The Foundation has always been committed to giving back to the community, and the Corporate Social Responsibility serves as an integral part of doing good business and partnership.



Every year the Foundation strives to help more individuals and communities through its Community Outreach Program.

This year, series of outreach activities has been conducted and one of the ultimate highlight was the first Medical Mission sponsored by the Foundation.

In celebration of the 38th Founding Anniversary of SEDMFI, the Medical Mission 2023 was conducted last June 8, 2023 at Parkway Hotel, Surigao City serving the Head Office- MF partner clients and few of their family members.



The Foundation's Medical Mission was a joint effort of healthcare professionals and healthcare volunteers from Surigao City LGU- City Health Office and Family Planning Organization of the Philippines (FPOP) - Surigao Chapter. And also, it was assisted with selected staff from the Head Office.

More than 200 people had been served with free check-up consultation, free medicines and supplements, dental check-up, and laboratory testing.

For the Foundation, it was a privilege to conduct such momentous event that served people pertaining to healthcare activities.

Moreover, the remaining medicines in the medical mission was donated to Surigao City LGU- City Health Office.

The foundation looks forward again to build a healthier and more resilient community in the future.



COMMUNITY OUTREACH SERVICES



Furthermore, SEDMFI branches also conducted its yearly outreach services such as Brigada Eskwela, Hygiene Kit Distributions, Handog Pasasalamat/ Bundle of Joy and Feeding Program activity in their respective communities.

The yearly initiatives serves the purpose of manifesting the commitment of the Foundation over the years in serving tirelessly and taking good care of the community.

SURIGAO CHILDREN'S LIBRARY AND ACTIVITY (SCLA) CENTER HIGHLIGHTS

By: *Dayanara D. Lamanilao*
(Social Development Officer)



SCLA Monthly Learning Visitation

Another year of fun and exciting learning experiences has passed with the Surigao Children's Library and Activity Center (SCLA). The Library continues to create and implement activities that foster children's interests, striving to deliver learning services and reach more communities.

SCLA major activities that consistently reach pupils and less privileged children include:

- **SCLA on Wheels:** This year's partnership with Surigao City Bahay Pag-asa, engages an average of 30 Children in Conflict with the Law (CICL). This series of activities emphasized the incorporation of psychosocial support, which helps foster resilience, improve mental health, and improve positive social interactions.



SCLA Summer Workshop

- **SCLA Monthly Learning Visitation:** A total of 118 daycare pupils from Kaskag and Bagong Silang Daycare Centers in Brgy. Washington, Surigao City, visited the library. This activity offers these young learners the opportunity to explore the library alongside their peers.



SCLA on Wheels

- **Summer Workshop:** Conducted in four sessions, this workshop was participated by 30 students from Charisma Bethel Children's Home (CBCH) and regular SCLA user. These students learned the basics of encoding using Microsoft Office Word.

Christmas Party: SCLA celebrated Christmas with 92 children from CBCH, Bahay Pag-asa and regular SCLA users.



Christmas Party

To provide a conducive venue for learning, the library acquired two (2) additional tables and twenty (20) monobloc chairs to accommodate the increasing number of visitors, especially during the monthly learning visit.

Serving and reaching more children has always been a heartwarming experience, and contributing to the growth of SCLA. Without these children, the library wouldn't be what it is today. Cheers to the years that SCLA has become an instrument for the success of many children in the past and will continue to mold our children today.

SUMMARY OF CORPORATE SOCIAL RESPONSIBILITY(CSR) INTERVENTIONS

The information set forth below indicates the projects/programs/accomplishments with equivalent expenses:

Add-on Services	Total Number of Beneficiaries	Total Amount (Php)
Center Repayment Incentives	63 centers	36, 586.30
High School Educational Assistance (Hi-SEA)	1,564	2,815,200.00
Graduation Gift: High School & College	795	529,000.00
College Educational Assistance	207	207,000.00
Hospitalization Benefits	1,682	1,996,622.00
Maternity Benefits	408	204,000.00
Accident Allowance	289	134,805.41
Calamity Assistance	2,830	491,697.00
Burial Assistance (for client's children)	22	29,250.00
Center Officers' Birthday	180	45,000.00
Highest Savers	25	15,800.00
Livelihood Assistance	9 centers	27,000.00
Best Center Incentive	250 centers	3,549,780.00
Loan Redemption Benefit	445	3,423,229.63
Hygiene Kit	1,265 students	168,911.20
Bundle of Joy	1,146 households	346,749.00
Brigada Eskwela	98 schools	324,051.00
Feeding Activity	1,075 children	127,300.20
Environmental Initiatives (Tree and Mangrove Planting)		34,237.67
Environmental Initiatives (Street and Coastal Clean-up)		32,069.50
TOTAL		13,986,042.41
SuReCom's Other Project		Total Amount (Php)
Livelihood Project		600.00
Community Organizing		25,000.00
Externally funded project		30,000.00
Mangrove Reforestation Project		2,500.00
Project Proposal Development		30,000.00
Capacity Building Trainings for Clients, POs and Staff		874,359.41
Assistance to Brgy. Contingency Plan Formulation & Development		1,000.00
Local Governance Project		3,000.00
Establishment of Level 2 Water System in Brgy. Olave, Buenavista, Agusan del Norte		503,000.00
Assistance to Barangay Contingency Plan Formulation & Development		1,000.00
Forest Protection and Management		52,811.00
Endemic Trees Nursery and Maintenance		48,000.00
Community Outreach Services		884,439.20
Medical Mission		457,537.99
Management of SCLA		141,172.26
TOTAL		3,054,419.86
OVERALL TOTAL		17,040,462.27

SEDMFI Celebrates the Blessing of its Newly Open Butuan Branch

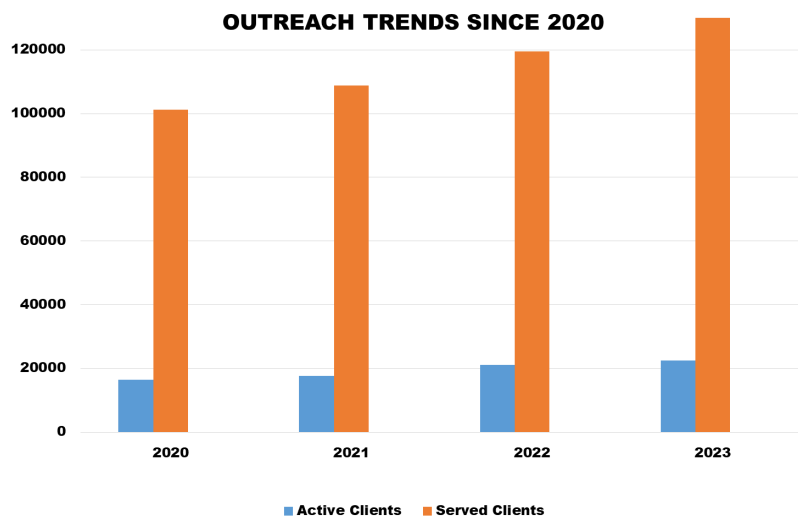


On June 5, 2023, SEDMFI successfully conducted a blessing ceremony to its newly opened branch, the SEDMFI Butuan Branch. The office blessing was graced by the presence of the Head office management headed by Executive Director Imelda C. Wines, staff of the newly open branch, and office neighbors.

SEDMFI Butuan branch is conveniently located at P-4, Villa Kananga, Butuan City, Agusan del Norte.

This significant milestone represents the Foundation's endeavor to expand and reach more lives to provide great services and support.

SEDMFI Butuan Branch is now ready to serve and looks forward to creating lasting partnerships with the Butuanons and its community.



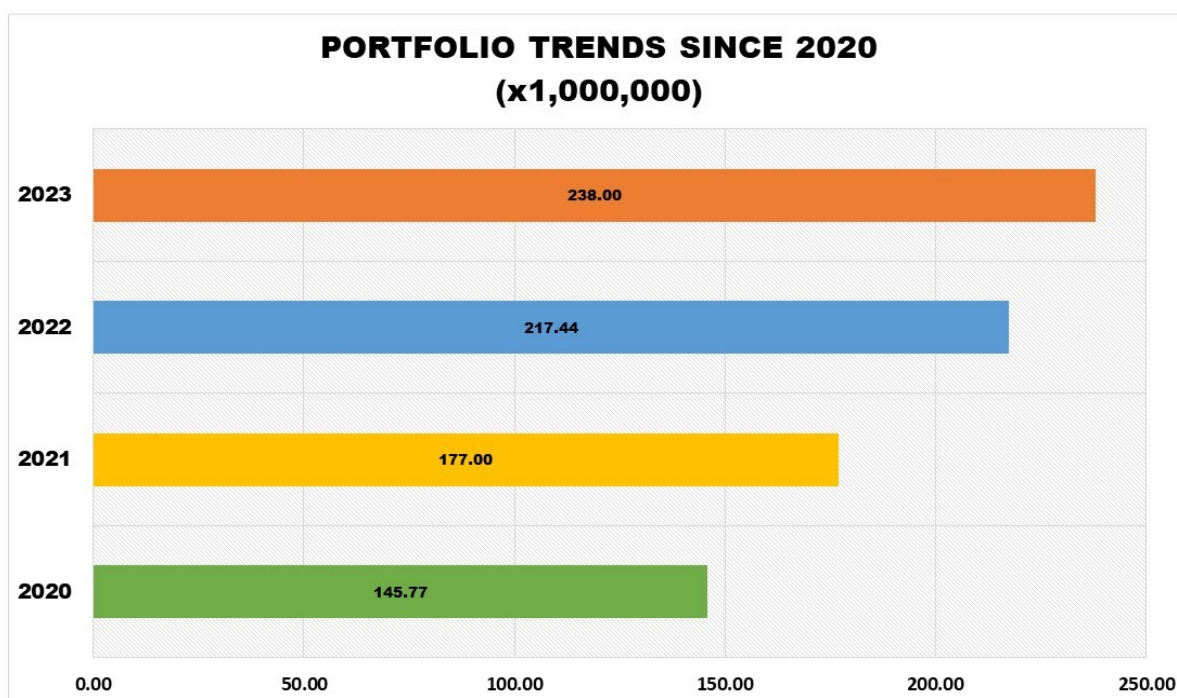
Consistent growth in the Foundation's MEDP continued this year as well. The MEDP which was the lifeblood of SEDMFI, remained robust despite the challenges in the operations and was able to fulfill its commitment of giving quality loan products and services to its partner clients.

The ongoing economic crisis and inflation this year also affected the Foundation, however its operation stands firm for its sustainability.

As the year went on, the Foundation showed again what resiliency and teamwork can do amidst the challenges that affected the target of operation and its Financial Performance and it had improved before the year ends.

As of December 2023, the Foundation's outreach has a total of 22, 550 active clients, an increase of 6.52% from the previous year's outreach. While the total served clients (cumulative) has a total of 132, 979 clients a percentage increase of 11.19% from the previous year's served clients.

This led to the program's Portfolio of a total of 238, 053, 572. 95 which is 9.48% growth, an increase of 20, 611, 071.60 from the previous year's portfolio.



FINANCIAL SERVICES

For thirty eight (38) years of serving the communities, the foundation was able to sustain its commitment in providing social credit services particularly to remote communities of the Caraga and now reaching its neighboring regions. The foundation, in spite of the challenges posed by the COVID-19 Pandemic, has continually extended viable financial services to many micro-entrepreneurs/individuals of its served communities.



Group Loan

A micro-credit facility available to individuals, who are residents of the same area consenting to bind each other as a group, at least five (5) in a group, and form a "Center" of at least twenty-five (25) members having common goals of uplifting each other: financially, socially and spiritually. its maximum loanable amount is P150,000.00.

A total of 21, 957 clients had availed of the loan as of December 2023.



Business Asset Acquisition Loan

A Loan facility granted to selected clients, who are at least two (2 years) in the program and no history of delinquency, for a maximum loanable amount of P75,000.00.

A total of 2 clients had availed of the loan as of December 2023.



COLLEGE EDUCATIONAL LOAN

An incentive loan granted to deserving clients having excellent credit performance. This includes payments of tuition fees and review for board exam in Accountancy, Nursing, Engineering, Seaman, Teachers and Bar exam. The maximum loanable amount is P35,000.00.

Seven (7) clients had availed of the loan as of December 2023.



CALAMITY LOAN

An incentive loan granted to clients affected by calamities. The maximum loanable amount is P 10, 000.00.

A total of 72 clients had availed of the loan as of December 2023.



Individual Loan

A modified credit facility to borrowers with greater and bigger needs of financial back-ups to sustain their businesses or special projects; its maximum loanable amount is P200,000.00.

A total of 507 clients had availed of the loan as of December 2023.



Minor House Repair Loan

A loan facility with a maximum loanable amount of P45,000.00, granted to selected clients having at least two (2) years, in the program and no history of delinquency.

A total of 499 clients had availed of the loan as of December 2023.



Water Access, Sanitation and Hygiene (WASH Loan)

Water Access, Sanitation, and Hygiene (WASH) Loan affordable loans provided to clients to have better access to clean water or build/renovate their toilets for the convenience and welfare of their families. The maximum loanable amount is P25,000.00.

A total of 269 clients had availed of the loan as of December 2023.



Agri-Micro Loan

A loan facility intended for farmers and fisherfolks who need additional working capital for their agri-enterprise venture. Its maximum loanable amount is P150,000.00 depending on the crop and commodity.

A total of 57 client-fisherfolks and farmers had availed of the product as of December 2023.



ASAP Loan

A short term incentive loan granted to meritorious borrowers having immediate needs for medicines, payments for electric & water bills and any local festive events. The maximum loanable amount is P10,000.00.

A total of 2, 135 clients had availed of the loan as of December 2023.



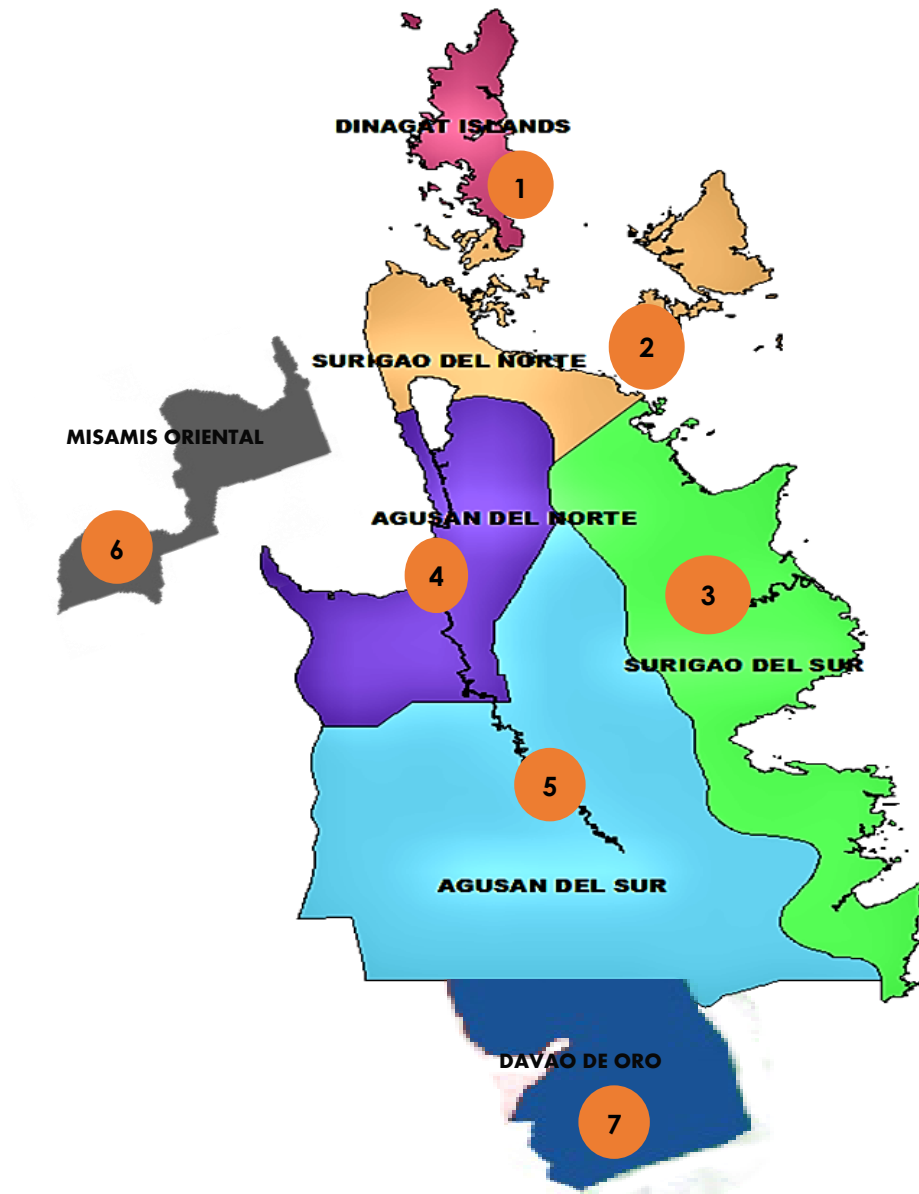
Back to Back Loan

An incentive loan that requires hold out against client's BCD: members must be at least two (2) years in the program with no history of delinquency. The maximum loanable amount is P25,000.00.

A total of 3 clients had availed of the loan as of December 2023.

SERVED COMMUNITIES IN CARAGA AND NEIGHBORING REGIONS AS OF DECEMBER 2023

True to our mission, “to continually expand our outreach throughout Caraga and neighboring regions”, we have reached more communities particularly those remote barangays having limited access to viable financing services.



SERVED COMMUNITIES IN CARAGA AND NEIGHBORING REGIONS AS OF DECEMBER 2023

LEGEND :

Branch Office



Barangay



Municipality/City








Clients Served



Active Clients

(with loans and savings)



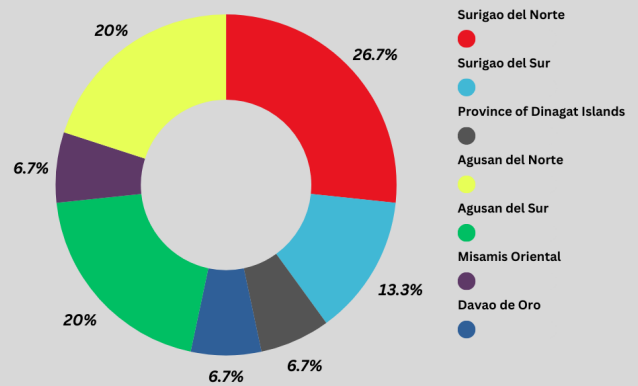
				
1	7	66	11, 744	5, 706
2	21	302	51, 775	26, 424
3	14	161	21, 592	10, 902
4	10	166	20, 126	8, 999
5	17	217	22, 364	6, 336
6	5	53	2, 780	1, 681
7	6	62	2, 598	1, 523
TOTAL	80	1, 027	132, 979	61, 571

THE WOR

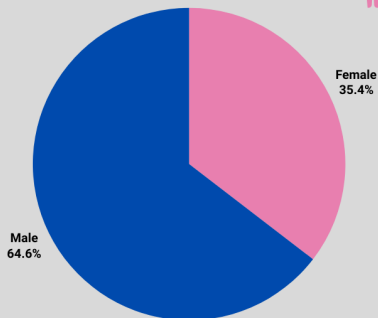


223
TOTAL WORKFORCE

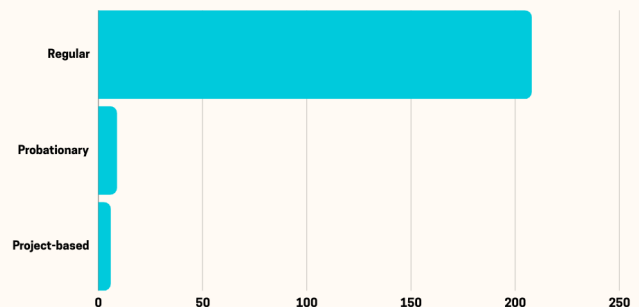
WORKFORCE PROVINCE DISTRIBUTION 2023



**Gender Distribution
2023**



EMPLOYEE WORK STATUS 2023



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FERDINAND P. SEMBRANO
President



LEONEL A. SANTOS
Vice President



JUANITO M. MENDOZA III
Corporate Secretary



LORALIE P. ALIPAYO
Corporate Treasurer



ALICIA V. EUSEÑA
Trustee

**OUR
MEMBERSHIP
AND
ACCREDITATION**



Department of Social Welfare
and Development (DSWD)



Philippine Partnership for the Development
of Human Resources in Rural Areas



**ASSOCIATION OF
FOUNDATIONS**
*Building Foundations,
Building A Better Future*

OUR PARTICIPATION IN LOCAL SPECIAL BODIES AND NATIONAL LINE AGENCIES

PROVINCIAL DEVELOPMENT COUNCIL (PDC)

SURIGAO DEL NORTE

Member, Economic and Environment Committee

Member, Infrastructure Committee

Member, Social Committee

SURIGAO CITY DEVELOPMENT COUNCIL (CDC)

Member, Economic Development Committee

DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT (DSWD) CARAGA REGION

Member, Social Welfare & Development Learning

Network (SWD L-Net)

Member, Area Based Standard Network (ABSNET)

Zoning Board of Adjustment and Appeal

Member

Surigao City Solid Waste Management Board

Member

HINATUAN PASSAGE DEVELOPMENT ALLIANCE (HIPADA)

SURIGAO DEL NORTE

Secretariat

BIDS AND AWARDS COMMITTEE (BAC)

SSCT, DENR, DOH

REHABILITATION CENTER

Observer

SURIGAO DEL NORTE LOCAL PROJECT MONITORING COMMITTEE (LPMC)

Member

SURIGAO ECONOMIC DEVELOPMENT AND MICROFINANCE FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2023 AND 2022
(Amounts in Philippine Peso)

	NOTES	2023	2022
<u>ASSETS</u>			
Current Assets			
Cash	5	₱ 30,555,833	18,762,182.12
Loans Receivables-net	6	226,657,936	212,022,913
Other Receivables	7	4,330,154	2,535,757
Financial assets at Fair Value Through Profit or Loss	8	2,808,400	22,039,503
Other Current Assets	9	1,494,579	1,443,032
Total current assets		265,846,903	256,803,388
Non Current Assets			
Property and Equipment- net	10	15,947,384	10,638,504
Intangible assets	11	8,336	12,502
Retirement Benefit Assets	12	14,366,575	13,166,575
Total non-current assets		30,322,295	23,817,581
TOTAL ASSETS		296,169,197	280,620,968
<u>LIABILITIES AND FUND BALANCES</u>			
LIABILITIES			
Current Liabilities			
Microsavings	13	₱ 136,980,434	₱ 132,770,437
Accrued Expenses	14	884,365	806,730
Accounts Payable	15	1,447,861	4,365,913
Other Current Liabilities	16	1,204,546	1,069,256
Total current liabilities		140,517,206	139,012,336
Other Non-CurrentLiabilities	17	5,236,384	4,775,325
FUND BALANCE			
Capital Contribution	18	14,400	14,400
General Fund	19	23,361,510	26,015,431
Restricted Funds	20	99,621,324	80,504,072
Donations and Grants	21	434,859	1,108,212
Other Fund Balance Accounts	22	26,983,514	29,191,191
Total Fund Balances		150,415,607	136,833,307
TOTAL LIABILITIES AND FUND BALANCES		₱ 296,169,197	280,620,968

See accompanying Notes to Financial Statements

SURIGAO ECONOMIC DEVELOPMENT AND MICROFINANCE FOUNDATION, INC.

STATEMENTS OF INCOME

For The Years Ended December 31, 2023 and 2022

(Amounts in Philippine Peso)

	NOTES	2023	2022
REVENUE			
Revenue from Microfinance Activities			
Interest on Loans	23	P 134,391,561	P 115,151,603
Service Fees - Loans	23	29,706,262	22,829,756
Fines, Penalties & Surcharges	23	957,896	1,047,240
Commission on Insurance	23	570,000	432,985
Interest from Deposits	23	1,237,779	1,394,226
Other Income	23		
Recovery from Written Off Accounts	23	1,998,447	1,683,732
Others	23	1,917,404	359,158
TOTAL REVENUES		170,779,349	142,898,699
COSTS/EXPENSES			
Operating Costs			
Finance Costs	25	2,256,358	2,120,819
Impairment Losses	25	9,898,116	2,022,270
Personnel Costs	25	63,889,069	52,439,523
Other Operations-Related Expenses	25	28,643,302	24,255,064
Client and Community Service	25	6,493,556	7,067,107
Total Operating cost		111,180,401	87,904,782
Administrative Costs/Expenses			
Personnel Costs	26	10,049,842	8,234,347
Other Administrative Expenses	26	3,861,244	4,519,757
Total Administrative Costs/Expenses		13,911,086	12,754,104
TOTAL COSTS/EXPENSES		125,091,487	100,658,886
NET INCOME BEFORE TAX		45,687,861	42,239,813
INCOME TAX EXPENSE	27	3,415,587	2,857,974
NET INCOME		P 42,272,275	P 39,381,839

See accompanying Notes to Financial Statements

SURIGAO ECONOMIC DEVELOPMENT AND MICROFINANCE FOUNDATION, INC.

STATEMENTS OF CASHFLOWS

As of December 31, 2023 and 2022

(Amounts in Philippine Peso)

<i>Years Ended December 31,</i>	NOTES	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash provided by Operation:			
Depreciation and Amortization	13,14 P	1,748,603	1,621,369
Allowance for Impairment Loss	9	7,040,245	1,276,460
Changes in Assets and Liabilities			
(Increase)/Decrease in:			
Loan Receivables	9	(21,675,268)	(40,098,340)
Other Receivable	10	(1,794,397)	(18,285)
Other Current Assets	12	(51,547)	(343,323)
Increase/(Decrease) in:			
Accrued Expenses	17	77,635	264,278
Accounts Payable	18	(2,918,052)	3,647,384
Other Current Liabilities	19	135,289	(441,558)
Net Cash from Operating Activities		(17,437,493)	(34,092,015)
CASH FLOWS FROM INVESTING ACTIVITIES			
(Increase)/Decrease in:			
Property and Equipment	13	(7,028,317)	(2,008,820)
Retirement benefit restricted funds	15	(1,200,000)	(1,200,000)
Short-Term Investments	8	-	7,000,000
Financial Asset at Fair Value through Profit or Loss	11	19,231,103	2,000,000
Intangible Assets	14	(25,000)	
Net Cash from Investing Activities		10,977,786	5,791,180
CASH FLOWS FROM FINANCING ACTIVITIES			
Microsavings	16	4,209,997	21,130,899
Non-Current Liabilities	20	461,059	381,096
General Fund	22	(2,653,921)	433,929
Restricted Funds	23	19,117,253	2,730,181
Donations and Grants	24	(673,353)	(646,091)
Other Fund Balance Accounts	25	(2,207,677)	1,062,237
Net Cash from Financing Activities		18,253,358	25,092,251
NET INCREASE (DECREASE) IN CASH		11,793,651	(3,208,584)
CASH BALANCE, BEGINNING	7	18,762,182	21,970,766
CASH BALANCE, END	7 P	30,555,833	18,762,182

SURIGAO ECONOMIC DEVELOPMENT AND MICROFINANCE FOUNDATION, INC.
STATEMENTS OF CHANGES IN EQUITY

As of December 31, 2023 and 2022

(Amounts in Philippine Peso)

	NOTES	2023	2022
CAPITAL STOCK	18	14400	14400
GENERAL FUND	19	23,361,510	26,015,431
RESTRICTED FUNDS	20	1,307,663	1,307,663
DONATIONS AND GRANTS	21	434,859	1,108,212
OTHER FUND BALANCES		328,181	328,181
MAP Fund	22	3,830,470	2,685,387
Center Development Fund	22	11,033,251	11,657,332
Center Income Generating Fund	22	669,407	834,010
Personal Social Responsibility Fund	22	461,380	461,380
Staff Medical Assistance Fund	22	402,300	402,300
Client Incentive Fund	22	3,882,787	3,882,787
Hospitalization and Loan Redemption Fund	22	5,126,266	8,939,814
TOTAL OTHER FUND BALANCE		26,983,514	29,191,191
FUND BALANCE, DECEMBER 31, 2023 AND 2022		150,415,607	136,833,307

See accompanying Notes to Financial Statements

Our Vision

The leading Civil Society Organization in poverty reduction and development initiatives for sustainable and resilient communities in Caraga and neighboring region.


Our Mission


We shall uplift the lives of the marginalized by nurturing micro-entrepreneurs and transforming their communities to be sustainable and resilient.

CORE VALUES




INTEGRITY . SOLIDARITY . PRO-ENVIRONMENT
INNOVATIVENESS . RESPONSIVENESS . EXCELLENCE

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Surigao City, Surigao del Norte

 : (086) 826-0069/ (086) 310-3100

 : sedfi85@yahoo.com/sedfi85@gmail.com

 : Surigao Economic Development and Microfinance Foundation, Inc.

 : www.sedmfi.com

ANNUAL REPORT 2023

*38 years in community service
since 1985*