



SURIGAO ECONOMIC DEVELOPMENT AND
MICROFINANCE FOUNDATION, INC.

37 years
in community service
since 1985

*“ Building a Strong Foundation
Through Solidarity:
A Breakthrough Amidst Pandemic
and Uncertainties.”*

**20
22**
**ANNUAL
REPORT**

Message from the President

It is with immense pride and gratitude that I present to you our 2022 Annual Report, a testament to the unwavering commitment of the Surigao Economic Development and Microfinance Foundation, Inc. to empowering underserved communities and fostering sustainable economic growth.

The past year has been a remarkable journey, marked by both challenges and triumphs. As we navigated the ever-evolving landscape of microfinance and, we remained steadfast in our mission to provide access to financial services for those who need them the most. Through our innovative and tailored approaches, we have continued to transform lives, enabling entrepreneurs to flourish, families to achieve stability, and communities to thrive and become resilient.

At the heart of our success lies the resilience and determination of our clients. Despite facing economic hardships and uncertainties, they have demonstrated an unwavering spirit of entrepreneurship, driving their businesses forward and creating a ripple effect of positive change. Their stories serve as a beacon of inspiration, reminding us of the transformative power of microfinance. Owing to our clients, we have increased our client outreach by 19.33% a double digit growth from the previous year which led to 22.9% increase in program's Portfolio.

This year, we have witnessed remarkable achievements across our organization as our MEDP performance is well above expectations. We have expanded our reach into new regions by opening two branches namely the Gingoog Branch and Nabunturan Branch, bringing our total branches to 14 which brought financial inclusion to even more marginalized communities. We have introduced innovative products and services, catering to the diverse needs of our clients. And we have strengthened our partnerships with key stakeholders, leveraging collective expertise to amplify our impact. Further increase in our SURECOM activities is a testament of our unwavering commitment to achieve a resilient and sustainable communities.

As we reflect on our accomplishment, we also recognize the challenges that lie ahead. The global economic landscape remains volatile, and our clients continue to face socio-economic hurdles. However, we remain steadfast in our commitment to adapting and innovating, ensuring that our services remain relevant and accessible to those who need them most.

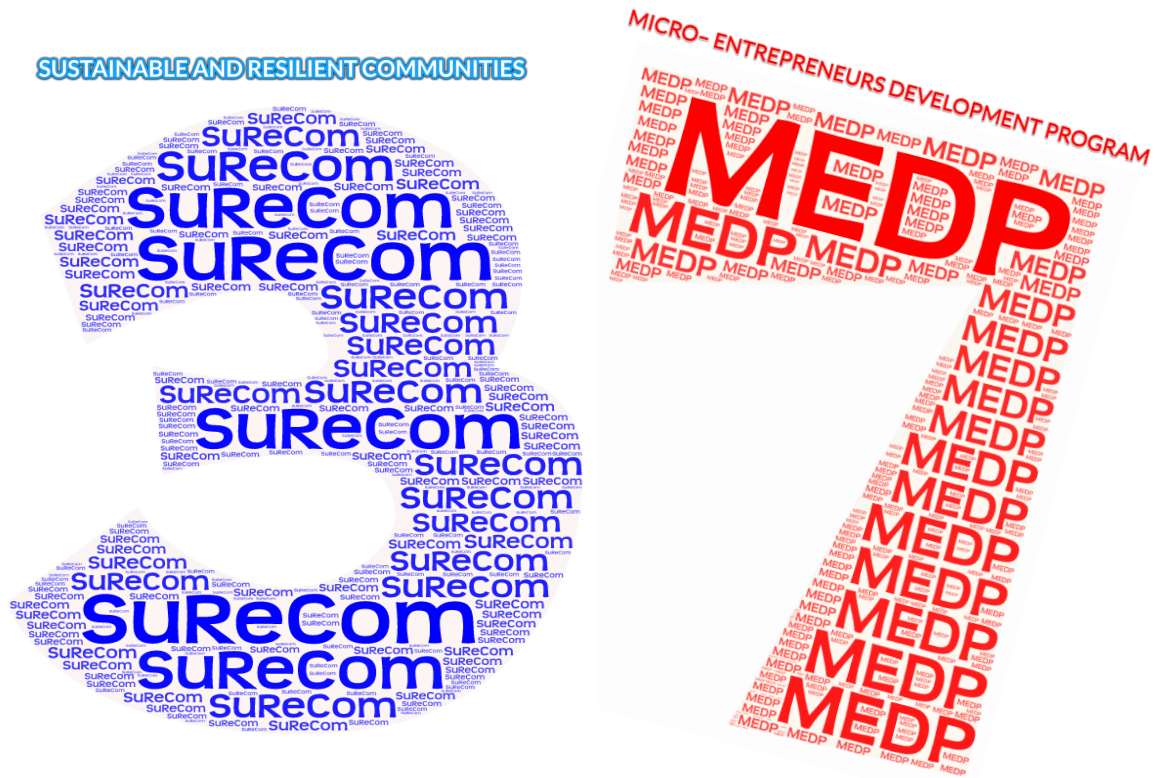
*Looking to the future, we are poised to embark on an exciting new chapter. We aim to **harness the power of technology and digitalization** to further enhance our service delivery, expand our reach, and deepen our impact. We will continue to prioritize financial literacy and capacity building, empowering our clients to make informed financial decisions and achieve long-term financial stability.*

On behalf of the SEDMFI Board of Trustees, I extend our deepest gratitude to our esteemed management team, employees, partners, clients, and supporters. Your unwavering belief in our mission has been instrumental in our journey, and we remain committed to honoring your trust.

As we move forward, we carry with us the unwavering spirit of innovation and collaboration that has defined our journey thus far. We are confident that with your continued support, we will continue to empower underserved communities, fostering economic growth and prosperity for generations to come.

Thank you for being a part of our journey. To God be always the Glory!!!


FERDINAND P. SEMBRANO
President



This year 2022 signifies the 37th anniversary of SEDMFI's existence in serving the communities.

Over the span of thirty-seven (37) years, the foundation has dedicated in providing both financial and non-financial services, as well as community development programs. Its unwavering commitment to poverty alleviation and protecting the environment remains steadfast.

Despite the ongoing challenges posed by the persistent threat of the COVID-19 pandemic and the occurrence of devastating natural disasters, SEDMFI remains resolute in its efforts to extend support and make a positive impact on the lives of individuals and the communities we belong.

Expansions outside Caraga region continues despite the prevailing adversities, in order to cater to a broader clientele and uplift their lives while enhancing community resilience and sustainability.

This year, SEDMFI takes pride in its ability to persevere through the obstacles, continuing to serve as a catalyst for life-changing opportunities of individuals and unwavering support for every community.

Throughout the year, the foundation continued to implement support for community-based programs which endeavor to focus on transforming communities to be sustainable and resilient. With the diligent efforts of the SuReCom team in coordination with the different stakeholders, various activities and projects like livelihood and economic enterprises, environmental protection and conservation, and trainings were made possible.

Environmental Protection and Conservation Project/ Activities

Capacity Building Activity

Calamity Assistance to Communities

Community Outreach Services

SCLA on Wheels

EXTERNALLY FUNDED PROJECT

This year, the foundation successfully implemented two (2) projects funded by the United States Agency for International Development (USAID) under the Sustainable Intervention for Biodiversity Oceans and Landscape (SIBOL) and the Investing in Sustainability and Partnerships for Inclusive Growth and Regenerative Ecosystems (INSPIRE). The two projects were:

- (1) *Siargao Island Protected Landscapes and Seascapes (SIPLAS) Landscape Scenario Development* and
- (2) *Developing Pilots for Integrating Biodiversity and Ecosystem Safeguards and Targets into DRRM Recovery Planning and Implementation*

SIPLAS Landscape Scenario Development



Conducted Project Orientation in Socorro LGU.

On April 1, 2022, SEDMFI through the Forest Foundation implemented a project entitled: Siargao Island Protected Landscapes and Seascapes (SIPLAS) Landscape Scenario Development funded by the United States Agency for International Development Sustainable Intervention for Biodiversity Oceans and Landscape (USAID-SIBOL). The project develops a comprehensive framework of common and shared vision that will serve as a guide for any future development intervention that would help and enhance the conservation and management in the protected areas covered by the Siargao Island Protected Landscapes and Seascapes (SIPLAS). The project was implemented in the nine (9) municipalities in Siargao Island which was successfully completed on July 31, 2022. SEDMFI generated concrete and tangible results which includes the following: Development Project Survey Results, the first ever CSO/NGO SIPLAS Landscape Scenario and Collective Vision; three (3) Project Proposals from partner CSO/NGOs based and operating in Siargao, Surigao Del Norte;



Landscape Scenario Development and Visioning held on July 8, 2022 in Socorro (Bucas Grande Island). The activity was participated by POs, LGU Socorro Department Heads, and Private Sector representatives.

and the submission of the final technical and financial report to Forest Foundation.

In the period of four (4) months, SEDMFI achieved significant accomplishments in the implementation of the project. The foundation strongly believes that this will provide great support in the locality in terms of strategies, opportunities in defining directions, visions and a sense of ownership to whatever initiatives implemented in the SIPLAS.

Developing Pilots for Integrating Biodiversity and Ecosystem Safeguards and Targets into DRRM Recovery Planning and Implementation

In partnership with the Philippine Eagle Foundation (PEF), SEDMFI implemented a project entitled: Developing Pilots for Integrating Biodiversity and Ecosystem Safeguards and Targets into DRRM Recovery Planning and Implementation. The project, was funded by the United State Agency for International Development - Investing in Sustainability and Partnership for Inclusive Growth and Regenerative Ecosystem (USAID– INSPIRE) through the Gerry Roxas Foundation (GRF). It aims to mitigate further damages in the environment through conducting up-to-date assessment of its conditions and to integrate restoration processes into the mandated local rehabilitation and recovery plans (DRRM Plans).

The six– month (6) project started in April 2022 and was completed in September of the same year. It was implemented in four (4) municipalities, namely: Municipality of Libjo, Dinagat Islands Province and the Municipalities of Sta. Monica, San Benito and Gigaquit in the province of Surigao del Norte.



Nagkahiusang Gagmayng Mananagat Sa Maribujoc -NAGAMAMA of Sta. Monica, Surigao del Norte during the "Conservation Education and Public Awareness Orientations".

Using Innovative approaches and based on evidence and scientific assessment of these natural resources, the project achieved the following results with commendations from the funder:

- Damage assessment and bio-profiling covered 64 hectares Marine Protected Area, 32 hectares Mangrove and 20 hectares Community Watersheds.
- Four (4) Local DRRM Plans were amended and proved with the restoration and rehabilitation plans on the damaged environment and natural habitats integrated therein.
- Three (3) nurseries for native/endemic tree species were established in Brgy. Aguinaldo, Libjo, Dinagat Islands Province, Brgy. Mahanub, Gigaquit and Brgy. Alegria, Sta. Monica (beach forest rehabilitation), all in the Province of Surigao del Norte. A total of 8, 000 endemic forest tree seedlings were distributed to these newly established nurseries.
- One (1) nursery for mangrove rehabilitation was also established in Brgy. Maribojoc, San Benito, Surigao del Norte with 2, 000 propagules provided.
- A total of four (4) People's Organization benefited from the sustainable livelihood nurseries and free range chicken raising. A total of one hundred and twenty-nine (129) individual member engaged in these enterprises.

Year Five (5) of the Adopt A Watershed Project



Tree planting/reforestation activity at Can-agtiw Watershed in Malimono on May 27, 2022

The Adopt a Watershed Project was initiated in 2018 with the objective of re-foresting watershed areas to ensure the continued conservation and provision of vital potable water needed by the communities.

To date, The project has adopted three (3) watersheds namely: The Banbanon Watershed, Jubgan Watershed in the Municipality of San Francisco and the Can-agtiw Watershed in the Municipality of Malimono, all located in the Province of Surigao del Norte.

Can-agtiw Watershed was severely damaged by Super Typhoon Odette in December 2021, and was rehabilitated through a reforestation activity on May 27, 2022. The tree planting activity was participated in by a total of 80 individuals from SEDMFI staff, Malimono Local Government Unit, Tinago Barangay LGU, students from Surigao State College of Technology– Malimono Campus and troops from the Philippine Army. It resulted in the reforestation of a significant area of five (5) hectares within the watershed. Furthermore, as a means of support, SEDMFI continuously provides monthly honorarium and 13th month pay to the Bantay Lasang volunteers who have been hired by the LGU to effectively monitor and ensure maintenance of the Can-agtiw Watershed.

On July 16, 2022, SEDMFI staff, together with some micro-entrepreneur partners in the locality, participated in the tree planting activity in Malapong Watershed in Buenavista, Agusan del Norte. The activity was sponsored by the Local Government of Buenavista on the occasion of its 85th Parochial Fiesta Celebration in honor of its Patron Saint, St. James the Great.

Nine (9) Years Endemic Tree Nursery (ETN) Operation



Restoration of Endemic Tree Nursery (ETN) House

Through its (9) years of operation, ETN demonstrated its stability through SEDMFI's steadfast stewardship and unwavering support in its operation. The ETN house which was devastated by the Super Typhoon Odette in December 2021, has been reconstructed with new fencing surrounding the area. The damaged wildlings have been replaced through efficient propagation, resulting in the successful growth of new ones.

This year, a total of 6,300 endemic tree wildlings were propagated in the nursery with an estimated survival rate of 85%.



The Endemic Trees of Mamanwa/Indigenous People (IP) Community in Barangay Binocaran, Malimono, Surigao del Norte .

ETN provided 1,000 wildlings to Can-agiw Watershed during its reforestation activity last May 27, 2022 and 100 bamboo seedlings to riverbank reforestation in Tinago, Malimono on April 30, 2022. It also supplied 500 wildlings to Bio-logic Systems Computer Center during their watershed reforestation in Banbanon, San Francisco, Surigao del Norte. Other private individuals also availed of the wildlings.

As of December 31, 2022, inventory of the endemic tree wildlings totaled to 4,950 comprised of the following: Narra-2,539, Lawaan– 48, Sagimsim – 839, Hindang– 1,419 and Bamboo– 105. Additionally, ETN also produced

Doyuk-doyuk and Lapnisan wildlings. However, by the end of the year, there was a shortage of these specific varieties of wildlings.

The IP communities/families have successfully generated additional source of income through cultivation of wildlings. The caretakers have been duly compensated with their monthly honoraria and 13th month pay.

Rehabilitation of Six (6) Marine Protected Areas (MPAs)



Bacuag Marine/Fish/Seagrass Sanctuary at Poblacion, Bacuag, SDN

This year, SEDMFI has identified six (6) Marine Protected Areas (MPAs) severely affected by Super Typhoon Odette which struck our country last December 16, 2021. SEDMFI provided the necessary equipment and materials for the immediate use of the Bantay Dagat volunteers as well as for the rehabilitation of these MPAs:

- Lipatan Marine Protected Area– Brgy. Karihatag, Malimono, Surigao del Norte
- Rizal Marine Protected Area– Brgy. Rizal, Sta. Monica, Surigao del Norte
- Alegria Marine Protected Area– Brgy. Alegria, Sta. Monica, Surigao del Norte
- Salvacion Marine Protected Area– Brgy. Salvacion, Pilar, Surigao del Norte
- Bacuag Marine/ Fish/ Seagrass Sanctuary– Brgy. Poblacion, Bacuag, Surigao del Norte
- San Isidro Marine Protected Area– Brgy. San Isidro, Surigao City



Paraphernalias for San Isidro , Surigao City MPA

Styrofoam buoys, solar panels, blinkers, paints, transistor radios, megaphones, flashlights, night vision telescopes, life jackets and raincoats were successfully turned-over to these MPAs in coordination with the Local Government Units and People's Organization of the respective localities.

Assistance to Coco farmers affected by super typhoon Odette



SEDMFI supplied one thousand one hundred (1, 100) coco seedlings to coconut farmers of Sustainable Holistic Integrated Programs for Family Transformation (SHIPFT), a People's Organization (PO) in Brgy. Mayag, Sison, Surigao del Norte. Unfortunately, these farmers experienced significant losses as a result of the destruction caused by the Super Typhoon Odette on December 16, 2021.

Capacity Building Initiatives (CBI) for POs and MEDP Clients

SEDMFI continuously strengthened its program to foster the development of knowledge, attitude and skills among its MEDP and People's Organizations (POs). This year a series of capacity building activities were conducted to meet these competences.



MEDP Clients of Placer Branch underwent Good Governance, DRR-CCA and Gender and Development Orientations



Vegetable and Organic Fertilizer Production Training



Financial Literacy Training to MED partners in Buenavista Agusan del Norte on April 19-21, 2022

Among these activities were the following:

- **Orientations on Good Governance, Meeting Management, Gender and Development, DRR-CA to MEDP partners and People's Organization (PO) the following branches:**

Placer Branch	May 17, 2022
Siargao Branch	June 16, 2022
Gingoog Branch	June 20-21, 2022
Trento Branch	August 3-4, 2022
San Jose– Loreto Satellite	July 27-28, 2022
San Jose Branch	August 17-18, 2022
Madrid Branch	August 23-24, 2022
Tandag Branch	October 11-14, 2022
Cabadbaran Branch	October 18-19, 2022
San Francisco Branch	November 10-11, 2022
Buenavista Branch	November 15-16, 2022
Bayugan Branch	November 17-18, 2022
Head Office– MF	November 22-23, 2022

- **Financial Literacy Training.** The foundation conducted trainings to MEDP and People's Organization (PO) partners in Gigaquit, Surigao del Norte on May 24, 2022; Buenavista, Agusan del Norte on April 19-21, 2022; Gingoog City on September 14-15, 2022 and Tandag City on September 27-28, 2022.

A total of 2, 230 MEDP clients and People's Organization (PO) partners participated in Good Governance Orientations and Financial Literacy trainings.

- **Vegetable and Organic Fertilizer Production Training.** Among the participating POs are the following: Nueva Estrella Farmers Multi-purpose Cooperative (NEFAMCO) in Socorro, Surigao del Norte on June 14, 2022; Alegria Farmers and Fisherfolks Association (ALFFA) in Sta. Monica, SDN on November 4, 2022 and Tigasao Fisherfolks Association (TIFA) in San Isidro, Surigao del Norte on June 15, 2022.
- **Facilitated and coordinated organizational development/capacity building activities to Surigao City Flowers Growers and Vendors Association (SFGVA).** Seven (7) members of the SFGVA underwent Plant Propagation Training and regular meetings on December 3, 2022.

Furthermore, the foundation has recognized another one (1) potential PO this year, namely the Mabua Women's Club from Mabua, Surigao City. The foundation is eager to collaborate with this group given their demonstrated enthusiasm for organization and willingness to acquire knowledge through the proposal trainings.

COMMUNAL VEGETABLE FARMING



Communal Vegetable farm established in Brgy. Quezon, Mainit, Surigao del Norte.

The Communal Vegetable Farming which was conceptualized in 2019 and piloted in 2020 as a means to provide alternative food-for-the-table activity during the COVID 19 pandemic has steadily expanded and has now evolved into an income-generating activity for certain MEDP members and People's Organization. By the end of December 2021, a total of ten (10) communal vegetable farms had been established.

This year, three (3) additional communal vegetable farms were established with the POs in the following areas:

- Brgy. Quezon, Mainit, Surigao del Norte managed by 4Ps Parent Leaders and supervised by Ms. Acot, a teacher of Quezon Elementary School and 4Ps Coordinator.
- Alegria Fishers and Farmers Association (ALFFA) in Brgy. Alegria, Sta. Monica, Surigao del Norte.
- Sitio Catansay, Honrado, Socorro, Surigao del Norte managed by Nueva Estrella Multipurpose Coop (NEFAMCO)

COMMUNITY OUTREACH SERVICES

SEDMFI has demonstrated an ongoing dedication to supporting communities and institutions through its Community Outreach Services for so many years. Through the coordination of its branches, SEDMFI consistently brings happiness and hope to these communities by fulfilling their genuine needs.

In the first quarter of this year, SEDMFI tirelessly provided relief assistance to individuals in multiple communities impacted by Super Typhoon Odette. Collaborating with other organizations and partners, SEDMFI successfully distributed sacks of rice, boxes of canned goods, noodles and other essential supplies to these communities affected by the devastating typhoon.

Handog Pamasko and Feeding Activities are two of the Community Outreach Services that SEDMFI has been doing through the years. This year, SEDMFI– Bayugan Branch selected San Luis Lumad Community High School Foundation, Inc. as the recipient for the Handog Pamasko and Feeding Activity. The school, administered by Rev. Fr. Jommy A. Burgos, MSC is located in Brgy. Poblacion, San Luis in the province of Agusan del Sur and caters 90 lumad students from different remote and isolated communities that are only accessible by walking. The school provides stay-in rooms for these students as their home are 2 to 3 days' walk away from school. Additionally, the school supports these students by providing meals and other basic needs. The Lumad school relies solely on donations and support from their diocese and various organizations.

The seven (7) sacks of rice provided by SEDMFI during the Handog Pamasko activity were greatly appreciated by Fr. Burgos and the rest of the school community. The Lumad students were brimming with immense joy upon receiving their first-ever Jollibee meals foodpack, a truly cherished fulfillment of their wishes.

In a display of deep gratitude, the Lumad students showcased a cultural dance performance during the gift-giving event.



San Luis Lumad Community High School Foundation students during the Handog Pamasko of SEDMFI

COMMUNITY OUTREACH SERVICES



SEDMFI Buenavista with the Higa-onon Tribe at Buenavista, Agusan del Norte, during the Handog Pasasalamat.

SEDMFI Buenavista Branch has selected another far-flung community for their Handog Pamasko and Feeding Activity this year.

The chosen community is located in a mountainous area that can only be reached by trekking for three and a half hours along narrow and steep walkways. In this community, known as Sitio Tagpague, Simbahan, Buenavista, Agusan del Norte, resides the Higaonon Tribe. Despite the challenges of reaching this community, SEDMFI staff have remained determined to bring the spirit of Christmas to our brethren in this extremely isolated area. SEDMFI staff expressed their relief and sense of fulfillment upon witnessing the joy and hope reflected in the smiles of the Lumads.



Trento Branch during their bundle of joy.

In behalf of the Higaonons, Datu Gary P. Domino, chieftain of the tribe, expressed his sincere appreciation and extended his thanks to SEDMFI for selecting his constituents as the beneficiaries of the Handog Pamasko despite the challenges in reaching the community. The Higaonons felt immensely grateful to receive eight(8) sacks of rice and groceries, as it is a rare occurrence for them to receive such gifts. Their daily meals primarily consist of rootcrops and vegetables. With the generous cash amounting to P25,000 provided by SEDMFI, the tribe prepared a sumptuous meals for their members during the feeding activity.



Head Office during their bundle of joy

Furthermore, other branches of SEDMFI conducted their own Handog Pamasko and Feeding Activities in their respective communities. SEDMFI Branches also organized the yearly Brigada Eskwela activities and distributed Hygiene Kits to school children.

By steadfastly emphasizing the importance of giving and serving, SEDMFI has established a profound connection, involvement and responsibility, while fostering deeper relationships within the communities.

SCLA on Wheels: Year 2

By: Dayanara D. Lamanilao (Social Development Officer)



SCLA on wheels Project was successfully accomplished by Surigao Children's Library and Activity (SCLA) Center during COVID 19 pandemic. The library expanded its services to child placement centers and formed partnership with Surigao City Bahay Pag-asa and Charisma Bethel Children's Home in 2021.

In its second year of implementation, SCLA on Wheels continued its monthly activities to two (2) child placement centers (Bahay Pag-asa and Charisma Bethel Children's Home) bringing enjoyment, happiness and hope to the children who had limited interactions with their families and friends. The project aimed to provide these children with a glimpse of the real SCLA Center. It also incorporated Mental Health and Support into the activities making them more engaging and uplifting, enabling the children to feel loved and free to express themselves.

Additionally, SCLA on Wheels also hosted a Year-End and Christmas Party with these two child placement centers. These festive events, filled with enjoyable activities, and delicious meals, always fill the children with excitement and allow them to experience the spirit of Christmas.

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)
Clients Incentives	18,533	1,010,729.00
Center Repayment Incentives	448	1,770,022.22
High School Educational Assistance	1,982	3,567,600.00
College Educational Assistance	158	158,000.00
Graduation Gift: Hi-SEA	582	291,000.00
CEA	274	274,000.00
Hospitalization Benefits	1,249	1,485,700.00
Maternity Benefits	389	194,500.00
Accident Allowance	172	78,279.43
Calamity Assistance	15,077	6,496,995.79
Mutual Aid Fund (client only)	236	3,865,384.14
Burial Assistance (for client's children)	28	28,000.00
Livelihood Assistance	14	35,000.00
Best Center Incentive	242	3,151,170.00
Micro Insurance	91	2,016,145.00
Center Officers' Birthday	214	53,500.00
Hygiene Kit	1,177	149,553.00
Bundle of Joy	677	198,423.95
Brigada Eskwela	50 schools	131,175.00
Children Feeding	417	39,082.80
Tree Planting		32,030.00
TOTAL		25, 026, 290.33
SuReCom's Other Project		Total Amount (Php)
Coastal Resource Management		89, 370.00
Community Organizing		14, 546.50
Externally funded project		2, 991, 901.00
Local Government Project		2, 000.00
Inter LGU Cooperation		24, 085.00
Capacity Building Trainings for Clients, POs and Staff		596, 691.96
Assistance to Brgy. Contingency Plan Formulation & Development		256, 026.00
Project Proposal Development		50, 000.00
Forest Protection and Management		57380
Endemic Trees Nursery and Maintenance		75, 162.00
Community Outreach Services		496, 153.00
Entrepreneurs/PO Business Profiling		204, 569.17
IEC Promotion and Advocacy		5, 680.00
Establishment of Communal Vegetable Farm		105, 072.25
Assistance to coco farmers severely affected by Ty Odette		57, 050.00
Management of SCLA		17, 626.00
TOTAL		5, 043, 312.88
OVERALL TOTAL		30, 069, 603.21

MEDP

Micro- Entrepreneurs Development Program

The Micro-Entrepreneurs Development Program (MEDP) is regarded as the vital source of support for the foundation, has enhanced its financial services to sustain various programs and projects within communities. It provides financial products and services to individuals who are micro-entrepreneurs.

The MEDP consistently strives to enhance the quality of its offerings in order to keep up with the evolving economy.

The foundation always guarantees that the program effectively fulfills its purpose of improving the lives of our partner micro-entrepreneurs and meeting their current and future needs accurately.

SEDMFI EXPANDS ITS OPERATIONS OUTSIDE OF CARAGA REGION



Gingoog Branch personnel with CH Virginia Salibay during the Office Blessing on April 28, 2022

On April 28, 2022, SEDMFI officially inaugurated its very first branch outside of Caraga Region, the Gingoog Branch. The branch is conveniently located at 2nd Floor, Nadal Building, National Highway Corner Gomez Street, Brgy. 3, Gingoog City, Misamis Oriental in Region X.

The simple inauguration rite, hosted by the branch personnel, was led by both BOT member Alicia V. Euseña and Executive Director Imelda C. Wines. A few administrative and support staff from Head Office as well as representatives from neighboring establishments, also attended the branch opening.



The ribbon cutting at Gingoog Branch by Board of Trustee Alicia V. Euseña and Executive Director Imelda C. Wines

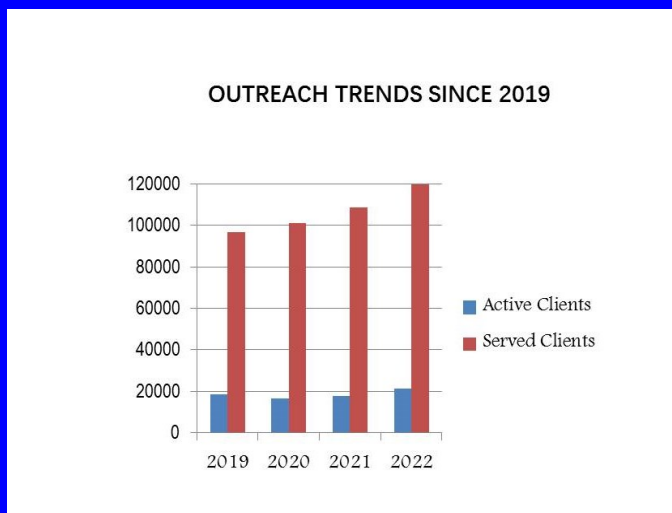
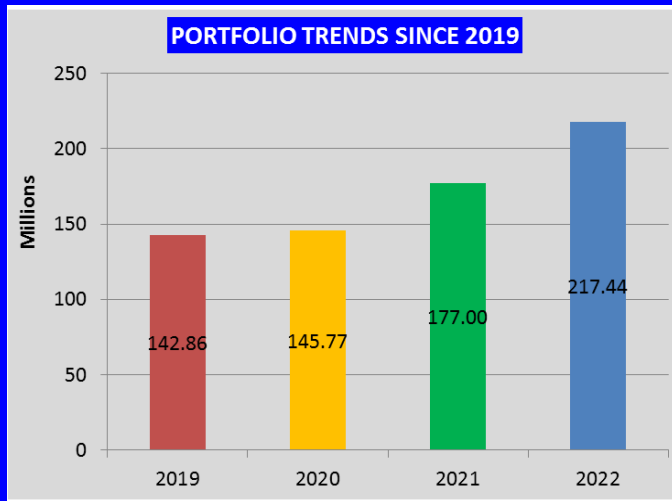
On December 15, 2022, another branch was opened outside of Caraga Region. Nabunturan Branch is located at P-1, Brgy. Poblacion, Nabunturan, Davao de Oro in Region XI. The office blessing was headed by Executive Director Imelda C. Wines with few management personnel from the Head Office. Guest from nearby establishments were also invited during the occasion hosted by the branch personnel.

With the addition of these two (2) branches, SEDMFI now has a total of 14 branches in Caraga and neighboring regions.



Nabunturan Branch personnel during their Office Blessing on December 15, 2022

OUTREACH AND PORTFOLIO 2022



In recent years the global economy experienced a significant disruption due to COVID-19 pandemic. Consequently, microfinance institutions, including our own, we're not exempt from the profound crisis it caused. This challenging period prompted MFI's to act with increased responsibility.

Much like other MFIs, our foundation demonstrated resilience in the face of operational difficulties and adjustments required by the new normal. We successfully adapted to these challenges and have emerged even stronger this year.

As of December 2022, the foundation's outreach increased by 19.33% a total of 21, 169 active clients. The total served clients (cumulative) has a percentage increase of 9.95 this year with a total number of 119, 593 clients. This led to the 22.9% growth in the program's Portfolio that reached a total of P217,442,501.35; an increase of P40,447,271.61 from the previous year.

These accomplishments, achieved amidst adversity, are a testament to the dedication, flexibility, determination and unwavering efforts of our personnel. They have played an integral role in bringing the foundation's vision and mission closer to communities. These achievements are also a source of great pride for our Foundation, as we underscore our role as one of the most trusted NGOs throughout the decades.

FINANCIAL SERVICES

For thirty seven (37) 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.

A total of 20, 574 clients had availed of the loan as of December 2022.



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 P150,000.00

A total of 460 clients had availed of the loan as of December 2022.



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 85 client-fisherfolks and farmers had availed of the product as of December 2022.



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 3 client had availed of the loan as of December 2022.



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 315 client had availed of the loan as of December 2022.



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, 349 clients had availed of the loan as of December 2022.



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.

Ten (10) clients had availed of the loan as of December 2022.



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.

A total of 585 clients had availed of the loan as of December 2022.



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.

A total of 4 clients had availed of the loan as of December 2022.



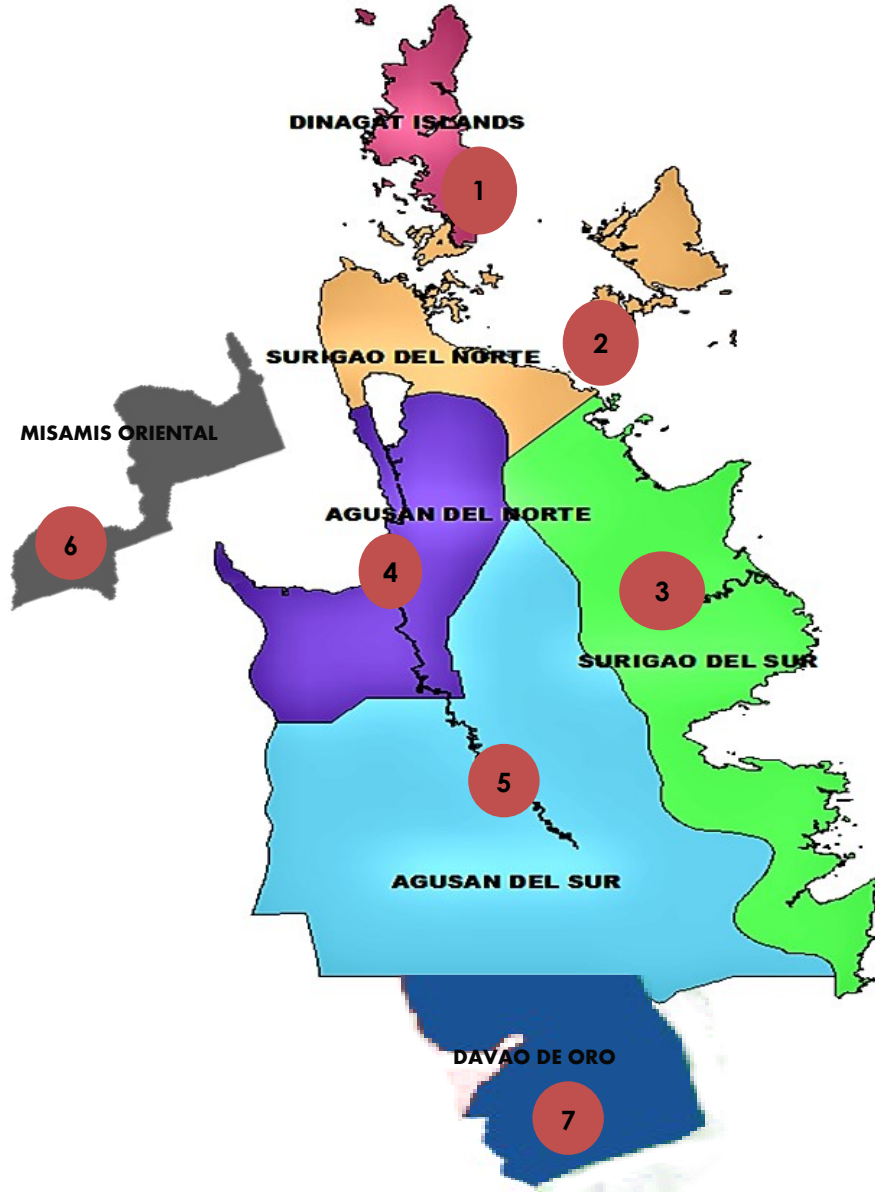
CALAMITY LOAN

An incentive loan granted to clients affected by calamities. The maximum loanable amount is 5,000.00.

A total of 684 clients had availed of the loan as of December 2022.

SERVED COMMUNITIES IN CARAGA AND NEIGHBORING REGIONS AS OF DECEMBER 2022

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 2022






LEGEND :

Barangay 

Municipality/City 

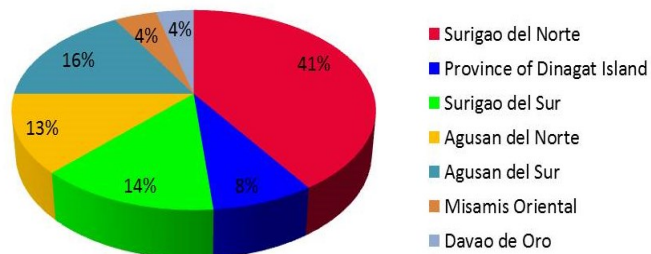
Clients Served 

Active Clients
(having loans) 

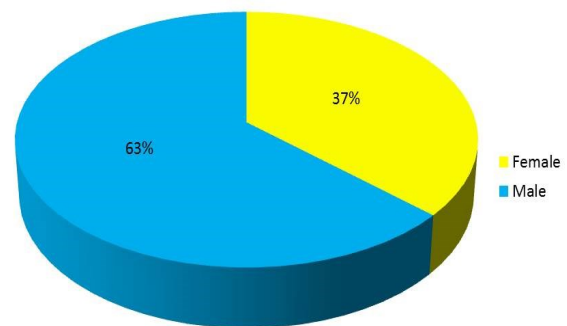
				
1	7	66	11,205	5,441
2	21	302	49,910	25,640
3	14	140	20,510	10,806
4	10	139	15,936	7,276
5	17	214	19,878	6,711
6	4	46	1,777	1,669
7	4	20	377	377
TOTAL	77	927	119,593	57,920

THE WOR

Workforce Province Distribution



GENDER DISTRIBUTION



Regarded as the most valuable asset of the foundation, the workforce is consistently given precedence in terms of capacity and skills development. Despite the ongoing pandemic, SEDMFI always makes an effort to organize in-house training, sessions, team-building activities, spiritual retreats, as well as sending employees to external forums and seminars (on-line or face-to-face) to acquire additional knowledge and improve their capabilities. 100% of the entire workforce attended these capacity building activities.

With SEDMFI's expansion (now serving 7 provinces), new staffs were also hired to fill-in new positions and vacancies brought forth by promotions. As of December 31, 2022, SEDMFI has a total of two hundred four (204) employees consisting of 191 regular staff and 13 staff still on probationary status. 63% (129) of the workforce are males and 37% (75) are females.

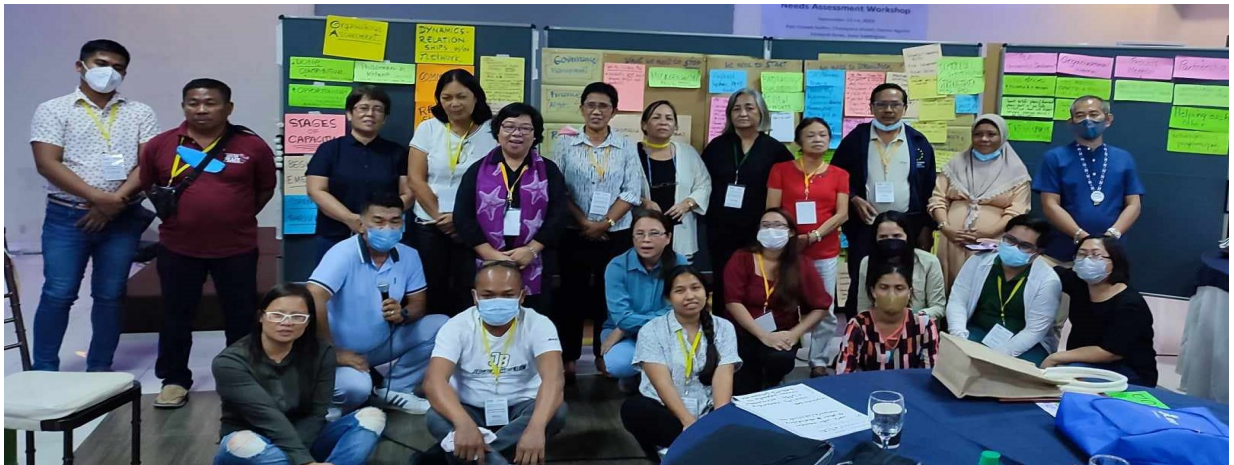
KFORCE



TRAININGS AND WORKSHOPS



TRAININGS AND WORKSHOPS



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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



SURIGAO ECONOMIC DEVELOPMENT AND MICROFINANCE FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2022 AND 2021
(Amounts in Philippine Peso)

	NOTES	2022	2021
<u>ASSETS</u>			
Current Assets			
Cash	7	₱ 18,762,182	₱ 21,970,766
Short-Term Investments	8	-	7,000,000
Loans Receivables-net	9	212,022,913	173,201,032
Other Receivables	10	2,535,757	2,517,472
Financial assets at Fair Value Through Profit or Loss	11	22,039,503	24,039,503
Other Current Assets	12	1,443,032	1,099,709
Total current assets		256,803,386	229,828,482
Non Current Assets			
Property and Equipment- net	13	10,638,504	9,375,782
Intangible assets	14	12,502	887,774
Retirement Benefit Assets	15	13,166,575	11,966,575
Total non-current assets		23,817,581	22,230,130
TOTAL ASSETS		₱ 280,620,967	₱ 252,058,612

LIABILITIES AND FUND BALANCES

LIABILITIES			
Current Liabilities			
Microsavings	16	₱ 132,770,437	₱ 111,639,538
Accrued Expenses	17	806,730	542,452
Accounts Payable	18	4,365,913	718,529
Other Current Liabilities	19	1,069,256	1,510,814
Total current liabilities		139,012,336	114,411,333
Other Non-Current Liabilities	20	4,775,325	4,394,229
FUND BALANCE			
Capital Contribution	21	14,400	14,400
General Fund	22	26,015,431	25,581,502
Restricted Funds	23	80,504,072	77,773,891
Donations and Grants	24	1,108,212	1,754,303
Other Fund Balance Accounts	25	29,191,191	28,128,954
Total Fund Balances		136,833,307	133,253,050
TOTAL LIABILITIES AND FUND BALANCES		₱ 280,620,967	₱ 252,058,612

SURIGAO ECONOMIC DEVELOPMENT AND MICROFINANCE FOUNDATION, INC.
STATEMENTS OF INCOME

For The Years Ended December 31, 2022 and 2021

(Amounts in Philippine Peso)

	NOTES	2022	2021
REVENUE			
Revenue from Microfinance Activities			
Interest on Loans	26	₱ 115,151,603	₱ 95,032,361
Service Fees - Loans	26	22,829,756	18,668,528
Fines, Penalties & Surcharges	26	1,047,240	758,731
Commission on Insurance	26	432,985	291,940
Interest from Deposits	26	1,394,226	1,318,501
Other Income	26		
Recovery from Written Off Accounts	26	1,683,732	1,129,242
Others	26	359,158	277,948
TOTAL REVENUES		142,898,699	117,477,251
COSTS/EXPENSES			
Operating Costs	27		
Finance Costs	28	2,120,819	1,997,034
Impairment Losses	28	2,022,270	3,711,908
Personnel Costs	28	52,439,523	47,170,549
Other Operations-Related Expenses	28	24,255,064	18,611,401
Client and Community Service	28	7,067,107	7,131,794
Total Operating cost		87,904,782	78,622,686
Administrative Costs/Expenses			
Personnel Costs	29	8,234,347	7,770,777
Other Administrative Expenses	29	4,519,757	4,361,940
Total Administrative Costs/Expenses		12,754,104	12,132,717
TOTAL COSTS/EXPENSES		100,658,886	90,755,403
NET INCOME BEFORE TAX		42,239,813	26,721,848
INCOME TAX EXPENSE	30	2,857,974	2,349,545
NET INCOME		39,381,839	₱ 24,372,303

SURIGAO ECONOMIC DEVELOPMENT AND MICROFINANCE FOUNDATION, INC.

STATEMENTS OF CASHFLOWS

As of December 31, 2022 and 2021

(Amounts in Philippine Peso)

<i>Years Ended December 31,</i>	NOTES	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash provided by Operation:			
Depreciation and Amortization	13,14 P	1,621,369	P 2,312,118
Allowance for Impairment Loss	9	1,276,460	(573,996)
Changes in Assets and Liabilities			
(Increase)/Decrease in:			
Loan Receivables	9	(40,098,340)	(31,561,216)
Other Receivable	10	(18,285)	536,171
Other Current Assets	12	(343,323)	762,433
Increase/(Decrease) in:			
Accrued Expenses	17	264,278	42,296
Accounts Payable	18	3,647,384	530,162
Other Current Liabilities	19	(441,558)	1,145,294
Net Cash from Operating Activities		(34,092,015)	(26,806,738)
CASH FLOWS FROM INVESTING ACTIVITIES			
(Increase)/Decrease in:			
Property and Equipment	13	(2,008,820)	(973,155)
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	2,000,000	(2,000,000)
Intangible Assets	14		(75,000)
Net Cash from Investing Activities		5,791,180	(4,248,155)
CASH FLOWS FROM FINANCING ACTIVITIES			
Microsavings	16	21,130,899	12,142,802
Non-Current Liabilities	20	381,096	(594,971)
General Fund	22	433,929	(11,709,217)
Restricted Funds	23	2,730,181	13,054,843
Donations and Grants	24	(646,091)	507,011
Other Fund Balance Accounts	25	1,062,237	3,430,304
Net Cash from Financing Activities		25,092,251	16,830,772
NET INCREASE (DECREASE) IN CASH		(3,208,584)	(14,224,121)
CASH BALANCE, BEGINNING	7	21,970,766	36,194,887
CASH BALANCE, END	7 P	18,762,182	P 21,970,766

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

As of December 31, 2022 and 2021

(With comparative figures for 2017)

(Amounts in Philippine Peso)

	<i>NOTES</i>	2022	2021
CAPITAL STOCK	20	14,400	14,400
GENERAL FUND	21	26,015,431	25,581,502
RESTRICTED FUNDS	22	80,504,072	77,773,891
DONATIONS AND GRANTS	23	1,108,212	1,754,303
OTHER FUND BALANCES		29,191,192	28,128,955
FUND BALANCE, DECEMBER 31, 2022 AND 2021		136,833,307	₱ 133,253,050

**OUR
PARTICIPATION
IN LOCAL
SPECIAL
BODIES
AND
NATIONAL LINE
AGENCIES**

REGIONAL DEVELOPMENT COUNCIL (RDC)

CARAGA REGION

Private Sector Representative (PSR) since 1995

Member, Special Regional Committee on Sustainable Development Goals (SRC-SDGs)

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

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


InSPIRE

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

37 years

in community service
since 1985

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

 : Surigao Economic Development and Microfinance Foundation, Inc.

 : www.sedmfi.com