111082012000832

SECURITIES AND EXCHANGE COMMISSION

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Tel:(632) 726-0931 to 39 Fax:(632) 725-5293 Email: mis@sec.gov.ph

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Company Information

SEC Registration No.	0000039243
Company Name	IMPERIAL RESOURCES INC.
Industry Classification	Coal Mining
Company Type	Stock Corporation

Document Information

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S.E.C. Registration Number

I M P E R I A L R E S O U R C E S , I N C .

(Company's Full Name)

8 2 - J 4 T H S T R E E T N E W M A N I L A

Q U E Z O N C I T Y

(Business Address: No. Street City / Town Province)

VICENTE R. ACSAY	6 3 2 - 7 2 4 2 9 8 6
Contact Person	Company Telephone Number

1 2	3 1	SEC FORM 17-Q Quarterly Report as of September 30, 2012	0 7	1 4
Month	Day		Month	Day
Fiscal Year		Form Type	Annual Meeting	

Secondary License Type, If Applicable

C F D

Dept. Requiring this Doc.

Amended Articles Number/Section

Total Amount of Borrowings

Total No. of Stockholders

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier

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SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

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

1. For the quarterly period ended : **September 30, 2012**

2. Commission identification number : **39243** 3. BIR Tax Identification No**.: 000-463-670**

IMPERIAL RESOURCES, INC.
....

4. Exact name of issuer as specified in its charter

Metro Manila, Philippines
....

5. Province, country or other jurisdiction of incorporation or organization

6. Industry Classification Code: (SEC Use Only)

82-J 4th Street, New Manila, Quezon City **1112**
....

7. Address of issuer's principal office Postal Code

(632) 724-2986
----

8. Issuer's telephone number, including area code

Not Applicable
....

9. Former name, former address and former fiscal year, if changed since last report

10. Securities registered pursuant to Sections 8 and 12 of the Code, or 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 – P5.00 par value	
44,000,000 Million Common Class "A"	44,000,000 Million Common Class "A"
6,000,000 Million Common Class "B"	6,000,000 Million Common Class "B"
50,000,000 Million Common Class "A" and Class "B" shares	50,000,000 Million Common Class "A" and Class "B" shares
	There are no debt securities
	Amount of Debt Outstanding – P3,200,832.00

Thirty Million (30,000,000) Common Class "A" shares are exempted from registration

11. Are any or all of the securities listed on a Stock Exchange?

Yes [x] No [ ]

If yes, state the name of such Stock Exchange and the class/es of securities listed therein:

Philippine Stock Exchange	Common Class “A”; Common Class “B” shares

Original Twenty Million (20,000,000) shares are listed in the Philippine Stock Exchange. Thirty Million (30,000,000) Common Class “A” shares are being readied for listing application.

12. Indicate by check mark whether the registrant:

(a) 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 Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period the registrant was required to file such reports)

Yes [x] No [ ]

(b) has been subject to such filing requirements for the past ninety (90) days.

Yes [x] No [ ]

PART I – FINANCIAL INFORMATION

FINANCIAL STATEMENTS

1. The Financial Statements are as follows:

   a) Consolidated Statements of Financial Position as of September 30, 2012 (Unaudited) and December 31, 2011 (Audited).

   b) Unaudited Consolidated Statements of Changes in Equity for the Nine (9) Months Ended September 30, 2012 and 2011.

   c) Unaudited Consolidated Statements of Comprehensive Income for the Quarters Ended September 30, 2012 and 2011 and for the Nine (9) Months Ended September 30, 2012 and 2011.

   d) Unaudited Consolidated Statements of Cash Flows for the Nine (9) Months Ended September 30, 2012 and 2011.

   e) Aging of Accounts Receivable as of September 30, 2012.

2. Notes to Interim Financial Statements and Other Matters:

a. The Group's interim financial statements as of September 30, 2012 presented in this report have been prepared in conformity with generally accepted accounting principles. The same have been prepared in accordance with the Philippine Financial Reporting Standards (PFRS). The same accounting policies and methods of computation were followed in the interim financial statements as compared with the Group's financial statements as of December 31, 2011.

b. There were no material seasonal or cyclical factors that affected the Group's financial condition and results of operations during the period covered by this report.

c. There were no items affecting assets, liabilities, equity, net income, or cash flows considered unusual because of their nature, size, or incidents aside from what is disclosed in the "Analysis of Financial Condition and Results of Operation" portion.

d. The Group did not use estimates of amounts in its interim period reports covering the 3rd quarter of the year 2012 and end of the year 2011, hence, no changes that have material effect in the current interim period can be reported.

e. The Group has no issuances, repurchases and repayments of debt and equity securities. It has no short-term or long-term promissory notes. Therefore, it has no interest expense nor amortization of debt discount and expense or premium.

f. Management is not aware of any material events subsequent to interim period ending September 30, 2012 that have not been reflected in the financial statements for said period.

g. There have been no changes in the composition of the Group during the interim period covered by this report, including business combinations, acquisition or disposal of subsidiaries and long-term investments, and restructurings. PCC, the subsidiary, has temporarily suspended the operations of its techno-vocational project since the start of 2010.

h. The Group has no contingent liabilities or contingent assets since December 31, 2011.

i. There are no material contingencies and any other events or transactions that are material to an understanding of the current interim period.

j. There were no material segment revenue and segment business results during the period covered by this report.

k. There has been no cash or stock dividends paid by the Group since incorporation.

l. No allowance for doubtful accounts has been set up during this period covered by this report and therefore, there is no reversal of allowance for doubtful accounts including those receivables pertaining in related parties.

m. Certain accounts have been reclassified and comparative figures have been adjusted to conform with the presentation of the Consolidated Financial Statements as of December 31, 2011.

n. The Group has not adopted any PFRS which are not yet effective during this quarter covered by this report.

PFRS 9 – Financial Instruments.: Classification and Measurement of financial assets and financial liabilities which will ultimately replace PAS 39, Financial Instruments: Recognition and Measurement, in three phases namely :

1. Classification and Measurement of financial assets and financial liabilities
2. Impairment Methodology
3. Hedge Accounting

This standard will take effect starting January 1, 2013. However, early adoption for the 2011 annual financial reporting is allowed.

PFRS 9 introduces new and simplified requirements for classifying and measuring subsequently financial assets and financial liabilities by using either the Amortized Cost or Fair Value, impairment method and hedge accounting.

The Group has decided not to early adopt PFRS 9 for its 2012 Annual Reporting. Currently, management thinks that there is no material impact of the adoption of this standard on the Group's Consolidated Financial Statements. Management will, however, continue its evaluation and assessment during 2012.

o. Financial Risk Management Objectives and Policies

The Group's activities are exposed to a variety of financial risks: credit risk, liquidity risk, market risk and fair value estimates. The Group's over all risk management program seeks to minimize potential adverse effects on its financial performance and to make an optimal contribution to its revenues by managing these risks. The Group's risk management, vested thru the Board of Directors, focuses on actively securing its short to medium-term cash flows by minimizing the exposure to financial risks. Long-term financial investments are managed to generate lasting returns.

Financial risk factors

The Group's financial assets and liabilities, comprising mainly of cash and cash equivalents, trade and other receivables, available-for-sale investments and refundable deposits are exposed to a variety of financial risks. The management ensures that it has sound policies and strategies in place to minimize potential adverse effects of these risks in the Group's financial performance. The Group does not actively engage in the trading of financial assets for speculative purposes nor does it write options.

1. *Credit risk management*

Credit risk refers to the risk that a counterpart will default on its obligations resulting in financial loss to the Group. The Group has adopted a policy of dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. Generally, the maximum credit risk exposure of financial assets is the carrying amount of the financial assets.

The credit risk for cash and cash equivalent is assessed by Management as low risk since these are deposited with reputable banks which have low probability of insolvency. The amount of the Group's trade and other receivables account is not material. The Group's maximum exposure to credit risk from the available-for –sale investments is equivalent to the fair value of the shares in the Philippine Stock Exchange (PSE). The Group has no investments in foreign securities.

2. Liquidity risk management

Liquidity risk is the risk that the Group will encounter difficulty in meeting obligations associated with financial liabilities. The Group manages liquidity risk by maintaining adequate highly liquid assets in the form of cash and cash equivalents. A call of subscription receivable is an alternative to raise cash. The major stockholders have committed to pay their subscription payable as the need arises even in the absence of a call by the Board of Directors. The current ratio as of September 30, 2012 is 14.1 : 1.

3. Market risk management

Market risk is the risk of loss to future earnings, to fair value or to future cash that may result from changes in the price of a financial instrument. The value of a financial instrument may change as a result of changes in interest rates, foreign currency exchange rates, commodity prices, equity prices and other market changes.

3.1 Interest rate and foreign currency risk

The Group's exposure to the risk of changes in interest rates is minimal since its cash and cash equivalents have fixed interest rates not affected by interest rates in the market. The Group does not have any interest bearing notes payable and is therefore not affected by changes in interest rates. The Parent Entity is exposed to foreign currency risk primarily with respect to its monetary assets denominated in US Dollar which are used to cover the development costs of its mining project in Indonesia. The Parent Entity's financial position and financial performance are affected by the movements in the Philippine Peso to US Dollar exchange rates. Foreign currency risk arises when recognized assets and liabilities are denominated in a currency that is not the entity's functional currency.

The balance of the US Dollar denominated cash and cash equivalents was US$63,579 on December 31, 2011 and US$63,775.25 on September 30, 2012. Any unrealized gain/loss from foreign exchange rate the amount of which is usually immaterial and has no impact on the financial condition and results of operations is taken up at the end of the year.

3.2 Other Price Risk Sensitivity

The Parent Entity's market price risk arises from available-for-sale financial asset which is carried at fair value. It manages its risk from changes in market price by monitoring the changes in the market price of the investments.

Philcomsat Holdings Corp. has remained suspended by Philippine Stock Exchange (PSE) as of September 30, 2012, hence, there is no available market value in the PSE. Export and Industry Bank had been suspended for several years until it has placed under receivership by the Bangko Sentral ng Pilipinas, during the early part of the second quarter. Management decided not to recognize the impairment loss during this quarter since both issuing companies are not yet dissolved and there are assets to be sold upon dissolution which are expected to be distributed to investors/shareholders. In the case of Export and Industry Bank there is a possibility of a takeover by another bank. Management believes that the provision for impairment loss taken up in the books is sufficient.

ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

The Class “A” shares of the Company (IMP) during the third quarter of 2012 traded at a high of P8.50, low of P4.50 and closing price of P4.70 with a volume of 203,033 shares compared to a high of P7.40, low of P5.00 and closing at P6.50 with a volume of 138,900 shares during the same period in 2011. During the second quarter of 2012 its Class “A” shares traded at a high of P11.98, low of P8.50 and closing price of P8.50 with a volume of 108,400 shares while its Class “B” shares traded at high, low and closing at P65.00 with a volume of 10 shares.

A major stockholder of the Company paid his subscription payable even in the absence of a call from the Board of Directors as previously committed by him in the amount of P9.7 million for the entire third quarter of 2012. This amount was used to fund the operating expenses and mining project requirements for the three quarters.

During the third quarter covered by this report the Group did not dispose any asset of material amount nor does it plan to in the near future. It has not budgeted nor committed any substantial amount for material or capital expenditures for the coming quarters. The Parent Entity spent P2.5 million for the preparation of the Project Feasibility Report and Environmental Impact Report for its mining project. The Group will not encounter any cash problem in pursuing its projects because the major stockholders have committed to continue supporting the operations of the Group by paying their subscriptions.

Based on the unaudited consolidated statements of financial position as at September 30, 2012 and audited consolidated statements of financial position as at December 31, 2011, discussed below are the material (5% or more) changes and their causes.

1. **Cash and Cash Equivalents -**
   At the end of the first three quarters of 2012 this account decreased by 11% or about P349 thousand. The Company collected about P9.7 million as payment for the subscriptions of a major stockholder. This was used primarily to fund its operating expenses and that of its subsidiary, Philippine Cyber College, (PCC), amounting to P4.6 million, defray exploratory and evaluation costs for its mining project in Indonesia amounting to P5 million and pay its payables amounting to P433 thousand.

2. **Trade and Other Receivables -**
   This account decreased by 100% due to the adjustment made on accrued interest receivable amounting to P231 as of December 31, 2011.

3. **Prepayments -**
   This account decreased by about 37.8% or P27 thousand representing the expense portion of the prepaid insurance account set up on December 31, 2011.

4. **Exploration and Evaluation Assets -**
   The amount of P5 million or P16.2% increase represents the amount paid by the Parent Entity to cover the budget required for additional geological works and studies and also the cost of preparation of the required project feasibility report and environmental impact report for the mining project in Indonesia.

5. **Accruals and Other Payables -**
   Some accrued expenses payable as of December 31, 2011 were paid during the nine (9) months period resulting to a decrease of about 68% or P433 thousand as of September 30, 2012.

The following are the material changes (5% or more) in the income and expense accounts during the third quarter of year 2012 compared with the same period in year 2011 as presented in the Consolidated Statements of Comprehensive Income and the reasons for such changes:

1. **Professional Fees -**
   This account includes transfer fees paid to the Parent Entity's transfer agent. The increase of about 43.2% or P39 thousand was the result of the billing by the transfer agent for the months of April, May and June, 2012 made and paid during the third quarter of 2012.

2. **Rent Expense -**
   The increase during the 3rd quarter of 2012 of about 21% or P27 thousand was due to the increase in the rental of the Parent Entity's office since January, 2012.

3. **Repairs and Maintenance -**
   Most of the repairs on company vehicles were done in 2011. In 2012, these vehicles were in better working condition entailing lesser repair works, hence, the 56.6% or about P91 thousand decrease.

4. **Transportation –**
   Messengerial works and use of company vehicles were lesser during the third quarter of 2012 compared with the same period in 2011 resulting to a 28.5% or about P55 thousand decrease .

5. **Dues and Subscription–**
   There were dues for the second quarter of 2012 paid during the third quarter of 2012 which caused the increase of about 86% or P8.3 thousand compared with 2011 figure.

6. **Miscellaneous–**
   The 144.6% increase or about P27 thousand during the third quarter of 2012 represents miscellaneous expenses incurred in relation to the holding of the annual stockholders' meeting of the Parent Entity and registration of company vehicles.

7. **Supplies and Other Office Expenses –**
   This account increased by about 5.9% or P2.6 thousand during the 3rd quarter of 2012 because of the increase in the cost of computer supplies.

8. **Security Services –**
   During the last quarter of 2011, the Subsidiary terminated its contract with the security agency assigned at its Baguio City property and was replaced by a caretaker receiving a much lower rate, hence, the 17% or about P21 thousand decrease during the same period in 2012.

9. **SSS, PHIC, and HDMF Contributions -**
   With salary adjustments effected in June, 2012, this account increased by about 5.8% or P1.1 thousand during the third quarter of 2012.

10. **Representation and Entertainment -**
    There were lesser entertainment activities relative to the mining project during the 3rd quarter of 2012 which gave rise to the decrease of about 35.6% or P16 thousand.

11. **Insurance–**
    During the third quarter of 2011, insurance premium paid were treated as expense whereas during the same period in 2012 these were treated as prepaid, hence, the 53% or about P14 thousand decrease in 2012.

12. Interest Income -

There was no interest income recorded during the third quarter of 2011 as compared with P3.5 thousand income during the same period in 2012.

THE GROUP'S FINANCIAL SOUNDNESS INDICATORS

Presented below are the Financial Soundness Indicators used by the Group for the 3rd quarter of 2012:

1. Liquidity

   Current ratio was 14.12:1.00 computed by dividing the total Current Assets amounting to P2,873,387.00 by the total Current Liabilities amounting to P203,543.00 .

2. Solvency

   Debt ratio was 0.0068:1.0000 computed by dividing the Total Liabilities amounting to P3,200,832.00 by the Total Assets amounting to P471,339,978.00 .

   Debt to equity ratio was 0.0068:1.0000 computed by dividing the Total Liabilities amounting to P3,200,832.00 by the Total Equity amounting to P468,139,146.00 .

3. Asset to equity ratio was 1.0068:1.0000 computed by dividing the Total Assets amounting to P471,339,978.00 by the Total Equity amounting to P468,139,146.00.

4. Profitability

   Basic loss per share was P0.035 computed by dividing the Total Net Loss attributable to the Equity Holdings of the Parent Entity amounting to P4,512,182.00 by the number of common shares outstanding which was 130,000,000.

Presented below are the Financial Soundness Indicators used by the Group for the 3rd quarter of 2011:

1. Liquidity

   Current ratio was 61.05:1.00 computed by dividing the total Current Assets amounting to P3,136,339.00 by the total Current Liabilities amounting to P51,377.00 .

2. Solvency

   Debt ratio was 0.0065:1.0000 computed by dividing the Total Liabilities amounting to P3,031,892.00 by the Total Assets amounting to P465,427,741.

   Debt to equity ratio was 0.0066:1.0000 computed by dividing the Total Liabilities amounting to P3,031,892.00 by the Total Equity amounting to P462,395,849.00 .

3. Asset to equity ratio was 1.0066:1.0000 computed by dividing the Total Assets amounting to P465,427,741.00 by the Total Equity amounting to P462,395,849.00.

4. Profitability

Basic loss per share was P0.039 computed by dividing the Total Net Loss attributable to the Equity Holdings of the Parent Entity amounting to P5,061,120.00 by the number of common shares outstanding which was 130,000,000.

The Group does not have any interest bearing debt and therefore, does not use Interest bearing Debt to Equity Ratio as Financial Soundness Indicator.

Management has no knowledge of any trends, demands, commitments, events, or uncertainties that would have material impact on the Group's liquidity. The Group look at its current assets as source of liquidity. A call on subscription receivable is an alternative to raise cash. However, the major stockholders have committed to pay their subscription payable to the Group as the need arises especially in pursuing its mining project even in the absence of a call by the board of directors. Management has no knowledge of any trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on the Group's operations. Management is not aware of any significant elements of income or loss that did not arise from the Group's operations nor were there any seasonal aspects that had material effect on the financial condition of the Group during the period covered by this report.

There are no events that will trigger direct or contingent financial obligation that is material to the Group, including any default or acceleration of an obligation. There are no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Group with unconsolidated entities or other persons created during the reporting period.

As at the end of the $3r^{d}$ quarter of year 2012, the Group was not in default in any of its indebtedness. It has enough resources or can raise resources if necessary in order to meet any of its obligations and implement its planned activities. It does not foresee any liquidity problem in the coming quarters.

PART II – OTHER INFORMATION

All material events and / or matters during the period covered by this report were disclosed under SEC Form 17-C. There are no other material matters/events during the period covered by this report which are required by SEC to be disclosed that are not disclosed with SEC.

IMPERIAL RESOURCES, INCORPORATED AND A SUBSIDIARY

Consolidated Statements of Financial Position
September 30, 2012 and December 31, 2011

		Amounts in Philippine Peso		
		*		**
		September 30		December 31
		2 0 1 2		2 0 1 1
A S S E T S				
Current assets				
Cash and cash equivalents	**P**	**2,828,876**		3,177,942
Trade and other receivables (net)		**-**		231
Prepayments		**44,511**		71,546
Total current assets		**2,873,387**		3,249,719
Non current-assets				
Available-for-sale- investments		**107,640**		107,640
Property and Equipment - net		**2,456,966**		2,405,016
Investment property		**425,000,000**		425,000,000
Exploration and evaluation assets		**36,501,824**		31,420,904
Deposit		**45,000**		45,000
Deferred Tax Assets		**4,355,161**		4,355,161
Total non-current assets		**468,466,591**		463,333,721
TOTAL ASSETS	**P**	**471,339,978**		466,583,440
LIABILITIES AND EQUITY				
Current liabilities				
Accruals and other payables	**P**	**203,543**	P	637,165
Non-current liabilities				
Retirement benefits payable		**2,997,289**		2,997,290
TOTAL LIABILITIES		**3,200,832**		3,634,455
Total Equity Attributable to Equity Holders of the Parent Entity				
Share Capital		**610,464,109**		600,716,188
Reserve Fair value loss		**(946,960)**		(946,960)
Revaluation Surplus		**25,000,000**		25,000,000
Deficit		**(165,625,827)**		(161,113,645)
		468,891,322		463,655,583
Non-controlling Interest		**(752,176)**		(706,598)
TOTAL EQUITY		**468,139,146**		462,948,985
TOTAL LIABILITIES AND EQUITY	**P**	**471,339,978**	P	466,583,440

* Unaudited

IMPERIAL RESOURCES, INCORPORATED AND A SUBSIDIARY

Consolidated Statements of Changes in Equity
(Unaudited)
For the Nine (9) Months Ended September 30, 2012 and 2011

	Amounts in Philippine Peso	
	September 30 2012	September 30 2011
EQUITY		
Capital Stock - P5.00 par value		
Authorized - 360,000,000 shares		
Class "A" - 216,000,000 shares for 2012 and 2011		
Issued and Outstanding - 33,553,107 and 29,553,107 shares for 2012 and 2011, respectively		
Balance at Beginning of Year	P 147,765,536	P 127,765,536
Issued	20,000,000	20,000,000
Balance at End of Period	167,765,536	147,765,536
Subscribed Capital Stock - 44,446,892 and 48,446,892 shares for 2012 and 2011, respectively		
Balance at Beginning of Year	242,234,464	262,234,465
Addition (Deduction) - net	(20,000,000)	(20,000,000)
Balance at End of Period	222,234,464	242,234,465
Less: Subscription Receivable		
Balance at Beginning of Year	42,010,443	57,960,502
Addition (Deduction) - net	(9,747,920)	(14,489,059)
Balance at End of Period	32,262,523	43,471,443
	189,971,941	198,763,022
Class "B" - 144,000,000 shares for 2012 and 2011		
Issued and Outstanding - 4,252,435 shares for 2012 and 2011		
Balance at Beginning of Year	21,262,175	21,262,175
Issued	-	-
Balance at End of Period	21,262,175	21,262,175
Subscribed Capital Stock - 47,747,565 shares for 2012 and 2011		
Balance at Beginning of Year	238,737,825	238,737,825
Addition (Deduction) - net	-	-
Balance at End of Period	238,737,825	238,737,825
Less: Subscription Receivable		
Balance at Beginning of Year	7,273,369	7,273,369
Addition (Deduction) - net	-	-
Balance at End of Period	7,273,369	7,273,369
	231,464,456	231,464,456
TOTAL PAID UP CAPITAL	610,464,108	599,255,189
FAIR VALUE RESERVE ON AFS INVESTMENTS	(946,960)	(870,950)
REVALUATION SURPLUS	25,000,000	25,000,000
DEFICIT		
Balance at the beginning of year	(161,113,645)	(155,229,991)
Comprehensive Loss for the period	(4,512,182)	(5,061,120)
Balance at the end of the period	(165,625,827)	(160,291,111)
NON-CONTROLLING INTEREST	(752,175)	(697,280)
TOTAL EQUITY	P 468,139,146	P 462,395,848

IMPERIAL RESOURCES, INCORPORATED AND A SUBSIDIARY

Consolidated Statements of Comprehensive Income
(Unaudited)
For the Nine (9) Months Ended, September 30, 2012 and 2011
and For the Quarters Ended, September 30, 2012 and 2011

Amounts in Philippine Peso

	For the Nine (9) Months ended September 30		For the Three (3) Months ended September 30	
	2012	2011	**2012**	2011
INCOME				
Interest Income	**P 8,074**	P -	**P 3,511**	P -
EXPENSES				
Salaries and Wages	**1,937,854**	1,876,150	**657,846**	658,279
Director's Fee	**90,000**	100,000	**40,000**	40,000
Professional Fees	**220,089**	373,905	**129,489**	90,403
Utilities	**415,945**	427,142	**162,970**	159,024
Rental	**481,360**	366,133	**154,480**	127,600
Repairs and Maintenance	**151,617**	463,999	**70,044**	161,435
Transportation and Travel	**211,293**	330,467	**138,175**	193,460
Dues and Subscription	**333,677**	353,642	**17,874**	9,600
Miscellaneous	**83,803**	58,151	**45,602**	18,645
Security Services	**306,200**	344,000	**102,000**	123,000
Supplies and other office expenses	**99,390**	180,575	**46,706**	44,097
SSS, PHIC and HDMF contributions	**59,891**	51,366	**20,611**	19,482
Representation and Entertainment	**51,376**	60,045	**29,576**	45,929
Taxes and Licenses	**62,529**	66,756	**13,895**	14,131
Insurance	**60,810**	59,910	**12,595**	26,780
	4,565,833	5,112,242	**1,641,861**	1,731,865
LOSS FROM OPERATIONS	**(4,557,759)**	(5,112,242)	**(1,638,350)**	(1,731,865)
OTHER COMPREHENSIVE INCOME (LOSS)	**-**	-	**-**	-
TOTAL COMPREHENSIVE INCOME (LOSS)	**(4,557,759)**	(5,112,242)	**(1,638,350)**	(1,731,865)
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO :				
Equity Holdings of the Parent Entity	**(4,512,182)**	5,061,120	**(1,621,966)**	1,714,547
Non-Controlling Interest	**(45,578)**	51,122	**(16,383)**	17,319
	P (4,557,759)	P 5,112,242	**P (1,638,350)**	P 1,731,865
LOSS PER SHARE	**(0.035)**	0.039	**(0.012)**	0.013

Note:
Loss per share amounts are computed by dividing the net loss attributable to equity holdings for the period over the number of shares issued and outstanding at the end of the period which is 130,000,000 shares for 2012 and 2011.

IMPERIAL RESOURCES, INCORPORATED AND A SUBSIDIARY

Consolidated Statements of Cash Flows
(Unaudited)
For the Nine (9) Months Ended September 30, 2012 and 2011

	Amounts in Philippine Peso			
		September 30 2012		September 30 2011
Cash Flows from Operating Activities				
Net loss for the period	**P**	**(4,557,759)**	P	(5,112,242)
Decrease (Increase) in :				
Receivables		**231**		(7,257)
Prepayments		**27,035**		-
Increase (Decrease) in :				
Accruals and other payables		**(433,623)**		(454,875)
		(4,964,116)		(5,574,374)
Cash Flows from Investing Activities				
Decrease (Increase) in :				
Property and equipment		**(51,950.00)**		(65,155)
Exploration and evaluation assets		**(5,080,920)**		(9,429,060)
		(5,132,870)		(9,494,215)
Cash Flows from Financing Activities				
Additional paid-up capital		**9,747,920**		14,489,060
Net Increase (Decrease) in Cash and Cash Equivalents		**(349,066)**		(579,529)
Cash and Cash Equivalents. January 1		**3,177,942**		3,659,471
Cash and Cash Equivalents, September 30	**P**	**2,828,876**	P	3,079,942

IMPERIAL RESOURCES, INCORPORATED AND A SUBSIDIARY

Aging of Accounts Receivable
(Unaudited)
As of September 30, 2012

1) Aging of Accounts Receivable

Type of Accounts Receivable	Total	1 Month	2-3 Months	4-6 Months	7 Months To 1 Year	1-2 Years	3-5 Years	5 Years-above	Past due accounts & Items in Litigation
a) Trade Receivables									
1)									
Trade Receivables	-								
b) Non-Trade Receivables									
1) Advances									
2) Others									
Others									
Non-Trade Receivable	-								
Total Accounts Receivable (net)	-								

2) Accounts Receivable Description

Type of Receivable	Nature/Description	Collection Period
1) Advances	Advances to other companies / individuals	
2) Others	Advances to officers and employees	

3) Normal Operating Cycle : Calendar Year (12 months)

Note : Allowance for bad debts was set up in the December 31, 2011 Financial Statements.
No additional allowance for bad debts was set up during the quarter ending September 30, 2012
No reversal of allowance for doubtful accounts.
No receivables as of September 30, 2012

SIGNATURES

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

Issuer	**IMPERIAL RESOURCES, INC.**
Signature and Title	**VICENTE R. ACSAY** Corporate Secretary
Date	November 8, 2012
Signature and Title	**VILMA B. VILLANUEVA** Comptroller/Assistant Treasurer
Date	November 8, 2012