

SEC No. 4429

MANILA MINING CORPORATION

*20th Floor, Lepanto Building
8747 Paseo de Roxas
Makati City*

Tel. No. 815-9447
Fax No. 812-0451

**QUARTERLY REPORT
(SEC Form 17-Q)**

(For the Period Ended March 31, 2008)

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: **March 31, 2008**
2. Commission identification number: **4429** 3. BIR Tax Identification No.: **000-164-442**
4. Exact name of issuer as specified in its charter:

MANILA MINING CORPORATION

5. Province, country or other jurisdiction of incorporation or organization:
Makati City, Philippines

6. Industry Classification Code: (SEC Use Only)

7. Address of issuer's principal office:

**20th Floor, Lepanto Building
8747 Paseo de Roxas, Makati City, Philippines**

8. Issuer's telephone number, including area code:

(632) – 815-9447

9. Former name, former address and former fiscal year, if changed since last report: **N/A**

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:
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Class "A"	107,433,136,003
Class "B"	71,571,185,202

Amount of Debt Outstanding: **Please refer to the attached Balance Sheet (Annex "B")**

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

Yes

No

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

Philippine Stock Exchange

Classes "A" and "B"

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 No

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

Yes No

PART 1- FINANCIAL INFORMATION

Item 1. Financial Statements:	<i>Income Statement</i>	- Annex "A"
	<i>Balance Sheet</i>	- Annex "B"
	<i>Statement of Cash Flow</i>	- Annex "C"
	<i>Stockholders' Equity</i>	- Annex "D"
	<i>Notes to Financial Statements</i>	- Annex "E"
	<i>Aging of Accounts Receivable-Trade</i>	- Annex "F"
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations		- Annex "G"

PART II- OTHER INFORMATION (None)

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 : **Manila Mining Corporation**

Signature : 

Title : **MARIO L. LAVENTE**
Controller

Date : May 14, 2008

Signature : 

Title : **ODETTE A. JAVIER**
Assistant Corporate Secretary

Date : May 14, 2008

MANILA MINING CORPORATION

CONSOLIDATED QUARTERLY INCOME STATEMENT
 FOR THE FIRST QUARTER OF 2008
 (WITH COMPARATIVE FIGURES FOR THE FIRST QUARTER OF 2007)

	M A R C H	
	2008	2007
REVENUE		
Copper	P	P
Gold		
Silver		
Interest and Other income	245,300	125,346
	<u>245,300</u>	<u>125,346</u>
COST AND EXPENSES		
Mining, milling, refining and other related charges and administrative expenses including depreciation, depletion and amortizations	3,466,118	4,375,225
	<u>3,466,118</u>	<u>4,375,225</u>
NET INCOME BEFORE INCOME TAX	<u>(3,220,818)</u>	<u>(4,249,879)</u>
PROVISION FOR INCOME TAX		
Current		
Deferred		
NET INCOME (LOSS) FOR THE PERIOD	P <u>(3,220,818)</u> P	P <u>(4,249,879)</u>
EARNINGS (LOSS) PER SHARE	P <u>0.000018</u> P	P <u>0.000024</u>
	(-3,220,818 / 178,985,218,192)	(-4,249,879 / 178,993,850,192)
Formula:		
	Net Loss	3,220,818
divided by	Total shares subscribed, issued and outstanding	178,985,218,192
	<u>0.000018</u>	4,249,879
		<u>178,993,850,192</u>
		<u>0.000024</u>

MANILA MINING CORPORATION
 CONSOLIDATED BALANCE SHEET
 March 31, 2008
 (With Comparative Figures for December 2007)

A S S E T S				LIABILITIES AND STOCKHOLDERS' EQUITY			
		<u>**March 2008</u>	<u>*December 2007</u>			<u>**March 2008</u>	<u>*December 2007</u>
CURRENT ASSETS				CURRENT LIABILITIES			
Cash & Cash equivalents	P	98,843,864	P 119,505,020	Accounts payable and accruals	P	185,869,237	P 200,248,773
Receivables				Non-trade payables		169,161,400	169,161,400
Non-trade (net)		588,620	403,753	Income tax payable			6,734,557
Inventories						<u>355,030,637</u>	<u>376,144,730</u>
Supplies (net)		41,730,904	40,312,494	NON-CURRENT LIABILITIES:			
Prepayments		22,616,917	50,350,592	Deferred tax liability		151,509,780	151,509,780
				Pension liability		4,645,173	4,645,173
		<u>163,780,304</u>	<u>210,571,859</u>			<u>156,154,953</u>	<u>156,154,953</u>
NON-CURRENT ASSETS				STOCKHOLDERS' EQUITY			
Property, Plant and Equipment (net)		1,581,600,212	1,559,166,652	Capital Stock			
Other Assets (net)		6,980,073	6,956,990	Authorized - 180,000,000,000 shares divided into 108,000,000,000 shares of Class "A" and 72,000,000,000 shares of Class "B" at P0.01 par value each - P1,800,000,000			
Deferred Income Tax assets		65,743,604	65,743,603	Issued and outstanding-178,956,383,833 shares (Nov. 2007- 178,099,175,589 shares)		1,789,563,838	1,789,650,158
Available For Sale Financial Assets		43,875,000	43,875,000	Subscribed capital stock - 28,834,470 shares (Dec. 2007 - 28,834,470 shares), net of subscriptions receivable of P 104,710.19 (Dec. 2007 - P 104,710.19)		288,344	288,344
		<u>1,698,198,889</u>	<u>1,675,742,245</u>	Share Premium		296,663,316	296,576,996
				Deposit for future subscriptions		92,028,090	92,028,090
						<u>2,178,543,588</u>	<u>2,178,543,588</u>
				Fair Value Reserve		16,135,000	16,135,000
				Deficit		(843,884,985)	(840,664,167)
				Net stockholders' equity		<u>1,350,793,603</u>	<u>1,354,014,421</u>
TOTAL ASSETS	P	<u><u>1,861,979,193</u></u>	<u><u>P 1,886,314,104</u></u>	LIABILITIES & STOCKHOLDERS' EQUITY	P	<u><u>1,861,979,193</u></u>	<u><u>P 1,886,314,104</u></u>

** - UNAUDITED

* - AUDITED

MANILA MINING CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31, 2008
(WITH COMPARATIVE FIGURES FOR THE THREE MONTHS ENDED MARCH 31, 2007)

	THREE MONTHS ENDED MARCH 31 2008	THREE MONTHS ENDED MARCH 31 2007
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income/(loss) for the period	(3,220,818)	(4,249,879)
Add/(deduct) year-to-date adjustments	<u>(3,220,818)</u>	<u>(4,249,879)</u>
Adjustment to reconcile net income to net cash provided by operating activities:		
Depreciation	2,531,822	2,490,946
	<u>(688,995)</u>	<u>(1,758,932)</u>
Changes in assets and liabilities		
(Increase) decrease in receivables	(98,547)	11,805
(Increase) decrease in inventories	(1,418,409)	(398,976)
(Increase) decrease in prepayments/marketable securities	(2,266,324)	(2,294,808)
Increase (decrease) in accounts payable & accruals	8,885,905	(20,593,328)
Net cash provided by operating activities	<u>4,413,630</u>	<u>(25,034,239)</u>
CASH USED IN INVESTING ACTIVITIES:		
Additions to Property, Plant & Equipment	(116,993,473)	(5,032,488)
Additions to other assets	(23,082)	(143,186)
Net cash used in investing activities	<u>(117,016,556)</u>	<u>(5,175,673)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Increase (decrease) in capital stock		2,500,000
Increase (decrease) in share premium	(86,320)	66,764
Deposit for future subscriptions	92,028,090	
Increase (decrease) in borrowings		337,359,706
Receipts from (payment to) related parties		(15,025,988)
Net cash provided by (used in) financing activities	<u>91,941,770</u>	<u>324,900,482</u>
NET INCREASE (DECREASE) IN CASH FOR THE YEAR	(20,661,156)	294,690,569
CASH		
Beginning of the period	<u>119,505,020</u>	<u>118,350,302</u>
End of the period	<u><u>98,843,864</u></u>	<u><u>413,040,872</u></u>

MANILA MINING CORPORATION
CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY
FOR THE PERIOD ENDED MARCH 31, 2008 AND 2007

	<u>MARCH 31</u> <u>2008</u>	<u>MARCH 31</u> <u>2007</u>
STOCKHOLDERS' EQUITY		
Capital Stock		
Authorized - 180B shares @ P.01 par value each (P 1,800,000,000)		
Issued and outstanding	1,792,063,838	1,792,058,520
<hr/>		
Subscribed capital stock (net of subscriptions receivable)	288,344	298,979
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Share premium	296,663,316	296,730,871
<hr/>		
Deficit		
Operations		
Beginning balance	(840,664,167)	(1,117,644,057)
Net income (loss) for the period	(3,220,818)	(4,249,879)
<hr/>		
	(843,884,985)	(1,121,893,936)
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TOTAL STOCKHOLDERS' EQUITY	P <u>1,245,130,513</u>	P <u>967,194,435</u>

MANILA MINING CORPORATION
NOTES TO FINANCIAL STATEMENTS

Note 1 - Operations; registration with the Board of Investments (BOI)

Manila Mining Corporation (the "Company") had a total of 543 regular employees both as of December 31, 2007 and March 31, 2008, but 511 have been on forced leave due to the temporary shutdown.

Due to the temporary cessation of operations since July 2001, the BOI certificates of registration of the Company have been suspended.

Note 2 – Compliance with generally accepted accounting principles and basis of financial statement presentation

The financial statements of the Company have been prepared in accordance with Philippine Financial Reporting Standards (PFRS), Philippine Accounting Standards (PAS), International Financial Reporting Interpretations Committee (IFRIC) and Standing Interpretations Committee (SIC) Interpretations.

The policies set out below have been consistently applied to all the months presented. The Company's financial statements were prepared in accordance with generally accepted accounting principles in the Philippines (GAAP) and in conformity with PFRS

The preparation of financial statements in conformity with PFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company's accounting policies. The areas involving higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed properly.

Adoption of new accounting standards

The ASC approved the issuance of new and revised accounting standards which are based on revised International Accounting Standards (IAS) and new International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) which are effective for annual periods beginning on or after January 1, 2005.

These new Standards have been renamed PASs to correspond to adopted IASs while the PFRSs correspond to adopted IFRSs. The Company adopted the applicable PASs and PFRSs effective January 1, 2005:

PAS

- PAS 1, 2, 8, 10, 16, 17, 19, 21, 24, 32, 33, 36, 37, 38 & 39

PFRS

- PFRS 1 & 2

Note 3 – Cash

Cash on hand and in banks carried in the balance sheet at face value.

Note 4– Non trade receivable

Non-trade Receivable consists of other receivables, including advances to officers and employees.

Note 5– Materials and supplies

This consists of mill materials, hardware, machinery and supplies.

Note 6– Pre-payments and deposits

This consists of prepaid royalties, miscellaneous deposits and value added tax-input.

Note 7 – Other Assets

This consists of idle equipment, deposit receivable/advances to suppliers and the Company's environmental monitoring fund.

Note 8 – Accounts Payable and Accruals

This consists of accounts with suppliers and advances from shareholders.

Note 9 – Other matters

MMC signed on March 26, 2007 a Farm-in Agreement with Anglo Investments BV, a wholly owned subsidiary of Anglo American plc., covering an area of about 286.6 hectares (out of a total of 2,462.9 hectares of MMC's renewed Exploration Permit No. XIII-014 dated January 26, 2007) known as the Kalayaan Project. Pursuant to this Agreement, Anglo remitted to MMC on the same day a deposit amounting to US7 million, constituting Anglo's initial entry cost into the Kalayaan Project.

Note 10 - Earnings (loss) per share

Following are the basis for the computation of earnings (loss) per share:

	1 st qtr 2008	1 st qtr 2007
Numerator:		
Net (loss) income for The quarter	P (3,453,818)	P (4,249,879)
Denominator:		
Weighted average Total shares subscribed, issued and outstanding	178,985,218,192	178,993,850,192

MANILA MINING CORPORATION

AGING OF ACCOUNTS RECEIVABLE TRADE

As of March 31, 2008

NONE

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Management's Discussion and Analysis of Financial Condition and Results of Operations As of 31 March 2008

The company's operations continued to be suspended in the first quarter of the year. As was the case last year, a modest interest income was earned from savings deposits. Total expenses for the quarter amounted to P3,466,118 consisting of administrative expenses and depreciation costs. Net loss for the period amounted to P3,453,818 compared with P4,249,878 last year.

Administrative expenses decreased to P934,295 for the first quarter of 2008 from P1,884,278 last year due to lower professional fees.

There were 33 active employees during the quarter, unchanged from last year.

Payments to suppliers and other creditors resulted in a decrease of about P20.7 million in the Cash & Cash equivalents in the first quarter of 2008 compared with end of 2007, thus, the lower interest income. Receivables increased to P588 thousand from last year's P403 thousand due to advances to officers and employees. Prepayments decreased by 55% to P22.61 million as a portion of the Miscellaneous Deposits were charged against Accounts Payable to a service provider.

Accounts Payable & Accruals decreased by 7% due to settlement of accounts.

Deficit increased by P3.4 million due to net loss for the period.

In the meantime, all efforts are focused on exploration. The budget for drilling at the historical operations site is about P67 million, for which MMC has sufficient funds. Anglo American is funding the exploration at the Kalayaan area.