

POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION**STATEMENT OF COMPREHENSIVE INCOME**

For the period ended 30 September 2017

(In Philippine Peso)

INCOME

Income from IPPAs, net	3,661,026,579
Universal Charge - SCC	6,107,191,667
Universal Charge - SD	452,314,995
Dividend income	3,997,789,349
Power generation, net	1,112,821,388
Sale/disposal of assets	258,718,913
	15,589,862,891

EXPENSES**Personal Services**

Salaries & wages	62,228,519
Personnel benefits contribution	8,358,960
Other compensation	15,652,148
Other personnel benefits	5,910,777
	92,150,404

Maintenance and Other Operating Expenses

Taxes, insurance premiums & other fees	105,181,800
Professional services	74,594,901
Utilities	16,543,042
Depreciation	11,032,859
Rent	5,840,612
Traveling expenses	7,050,008
Repairs & maintenance	3,912,217
Communication	3,820,666
Supplies & materials	3,374,877
Representation	3,409,428
Subscription Expenses	1,552,097
Advertising expenses	989,990
Training and scholarship	596,328
Other maintenance & operating expenses	156,720,925
	394,619,750

INCOME FROM OPERATIONS BEFORE FINANCIAL EXPENSES 15,103,092,737**FINANCIAL EXPENSES**

Interest expense	12,985,891,196
Financial charges	1,772,408,254
	14,758,299,450

INCOME FROM OPERATIONS AFTER FINANCIAL EXPENSES 344,793,287**OTHER INCOME (LOSS)**

Gain (loss) on foreign exchange	(4,399,682,172)
Interest income	357,844,848
Loss on Impairment of Property, Plant and Equipment	(974,646,170)
Miscellaneous income	326,402,361
	(4,690,081,133)

NET INCOME (LOSS) (4,345,287,846)

POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION**STATEMENT OF FINANCIAL POSITION**

As of 30 September 2017

(In Philippine Peso)

ASSETS**Current Assets**

Cash and cash equivalents	16,185,984,984
Power receivables, net	64,096,992,469
Receivable from IPPAs - Monthly Payments	9,229,562,438
Receivable from IPPAs - Generation Payments	27,407,886,651
Universal Charge - SCC Receivable	3,382,277,000
Universal Charge - SD Receivable	1,354,850,934
Due from GOCCs and government agencies	58,009,307,878
Other receivables	6,360,723,257
Other current assets	14,482,133,942
Total Current Assets	200,509,719,553

Non-Current Assets

Power receivables, net	18,610,862,225
Receivable from IPPAs	268,464,594,366
Universal Charge - SCC Receivable	6,439,000,000
Universal Charge - SD Receivable	22,844,001,301
Property and equipment, net	23,070,322,854
BOT Electric plants under capital lease, net	38,200,367,715
Investment Property	1,604,718,794
Investment in TransCo	218,270,856,128
Other non-current assets	8,019,642,373
Total Non-Current Assets	605,524,365,756

TOTAL ASSETS	806,034,085,309
---------------------	------------------------

LIABILITIES**Current Liabilities**

Accounts payable and accrued expenses	22,172,714,081
BOT lease obligation	7,440,827,556
Current portion of long-term liabilities	3,159,351,710
Deferred Income from UC - SCC	3,863,400,000
Deferred Income from UC - SD	678,472,493
Due to TRANSCO	105,465,184,589
Due to GOCCs and government agencies	47,266,102,367
Total Current Liabilities	190,046,052,796

Non-Current Liabilities

BOT lease obligation	203,983,875,736
Long-term liabilities	267,104,591,420
Deferred Income from UC - SCC	5,151,200,000
Deferred Income from UC - SD	23,068,064,748
Deferred Income from Rate Regulated Activities	21,101,633,342
Other long-term liabilities	43,662,891,147
Total Non-Current Liabilities	564,072,256,393

TOTAL LIABILITIES	754,118,309,189
--------------------------	------------------------

TOTAL ASSETS LESS TOTAL LIABILITIES	51,915,776,120
--	-----------------------

NET ASSETS/EQUITY

Capital from asset-debt transfer	(13,505,529,305)
Appraisal capital	10,755,645,690
Retained earnings	54,665,659,735
TOTAL NET ASSETS/EQUITY	51,915,776,120

POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION**STATEMENT OF CASH FLOWS**

For the period ended 30 September 2017

(In Philippine Peso)

CASH FLOWS FROM OPERATING ACTIVITIES

Proceeds from privatization activities	
Collection of IPPA generation payments	26,102,997,769
Collection of IPPA monthly payments	22,179,824,093
Collection of Concession Fees	3,551,982,122
Collection of VAT from IPPA on generation payments	2,062,553,103
Proceeds from sale of generation assets	328,953,121
Proceeds from other priva-related assets	484,374,097
Collection of power receivables	19,255,039,366
Receipt of Universal Charge for stranded contract cost	10,862,576,000
Industry Competitiveness Fund - PEZA	649,250,358
Receipt of interest income from placements/deposits	82,672,961
Proceeds of performance bonds/bid security	207,044,257
Other receipts & income	105,336,668
Payment of operating expenses	
Fuel	(14,238,919,801)
Purchased power from IPPs	(25,028,672,395)
Remittance to BIR - withholding taxes	(2,409,673,398)
Fund transfer to NPC for OMA	(1,635,133,253)
Payment of real property tax and transfer tax	(124,386,778)
Other operating expenses	(537,349,237)
Remittance of statutory deductions (personnel related)	(32,252,557)
Payment of Tax deficiency	(275,352,816)
Refund of performance bonds/contract retention	(29,487,346)
Net cash provided by operating activities	41,561,376,334

CASH FLOWS FROM INVESTING ACTIVITIES

Fund with the Bureau of Treasury	8,770,126,230
Investment in bond *	(8,001,097,166)
Capital expenditures	(56,803,874)
Net cash provided by investing activities	712,225,190

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from the availed short term loan	15,000,000,000
Remittance from DENR/NIA re Advances for SRMPP	4,035,060,309
Payment of lease obligation - BOT contracts	(20,778,087,620)
Payment of principal debt	(25,507,509,536)
Payment of interest	
To creditors	(8,241,863,718)
To BIR (GRT, EWT and Final Withholding Tax)	(1,806,865,548)
Bond swap premium - principal only swap	(207,570,771)
Payment of NG advances	(5,036,450,440)
Payment of guaranty fee	(51,541,319)
Payment of other loan-related expenses	(83,093,360)
Net cash used by financing activities	(42,677,922,003)

EFFECT OF FOREIGN EXCHANGE CHANGES ON CASH AND CASH EQUIVALENTS

	87,010,233
NET DECREASE IN CASH AND CASH EQUIVALENTS	(317,310,246)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	16,503,295,230
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	16,185,984,984

* Investment in Retail Treasury Bond and Fixed Rate Treasury Note purchased in 2013, which is reclassified to other non-current assets in the SFP.