


**Statement of Financial Position**  
As of December 31, 2014  
(With Comparative Figures for 2013)  
(In Philippine Peso)

|  | 2014                  | 2013                  |
|--|-----------------------|-----------------------|
| <b>ASSETS</b>                            |                       |                       |
| <b>CURRENT ASSETS</b>                    |                       |                       |
| Cash and Cash Equivalent                 |                       |                       |
| - for operations                         | 213,303,525           | 170,657,225           |
| - for projects                           | 1,928,039,116         | 1,557,811,950         |
| - Short term investments                 | 1,557,727             | 2,242,880             |
| Receivables, net                         | 2,378,403,803         | 416,954,041           |
| Supplies Inventory                       | -                     | 1,844,510             |
| Other Current Assets, net                | 61,659,558            | 60,032,388            |
| <b>Total Current Assets</b>              | <b>4,582,963,729</b>  | <b>2,209,542,995</b>  |
| <b>NON-CURRENT ASSETS</b>                |                       |                       |
| Long-Term Receivables, net               | 7,460,882,034         | 10,056,472,389        |
| Long-term Investments                    | 435,996,895           | 531,844,552           |
| Property and Equipment, net              | 145,624,255           | 163,653,855           |
| Other Non-Current Assets, net            | 2,711,825,896         | 2,818,876,431         |
| <b>Total Non-Current Assets</b>          | <b>10,754,329,080</b> | <b>13,570,847,227</b> |
| <b>TOTAL ASSETS</b>                      | <b>15,337,292,809</b> | <b>15,780,390,222</b> |
| <b>LIABILITIES AND EQUITY</b>            |                       |                       |
| <b>CURRENT LIABILITIES</b>               |                       |                       |
| Accounts Payable                         | 78,413,824            | 239,586,337           |
| Payables to Government Agencies          | 72,211,734            | 52,335,345            |
| Other Current Liabilities                | 2,688,478,479         | 2,448,758,293         |
| <b>Total Current Liabilities</b>         | <b>2,839,104,037</b>  | <b>2,740,679,975</b>  |
| <b>NON-CURRENT LIABILITIES</b>           |                       |                       |
| Loans Payable, Gov't. of the Phils., net | 799,481,456           | 1,100,275,058         |
| Loans Payable - Foreign, net             | 2,787,307,939         | 3,343,167,876         |
| Loans Payable, Local, net                | 138,760,000           | 339,600,000           |
| Deferred Credits                         | 855,000,166           | 1,628,546,668         |
| <b>Total Non-Current Liabilities</b>     | <b>4,580,549,561</b>  | <b>6,411,589,602</b>  |
| <b>TOTAL LIABILITIES</b>                 | <b>7,419,653,598</b>  | <b>9,152,269,577</b>  |
| <b>EQUITY</b>                            |                       |                       |
| Capital Stock                            | 2,500,000,000         | 2,500,000,000         |
| Donated Surplus                          | 3,822,864,405         | 3,796,393,702         |
| Miscellaneous Surplus                    | 61,370,305            | 61,370,305            |
| Retained Earnings                        |                       |                       |
| Balance, Beginning                       | 270,356,638           | 258,407,012           |
| Net Income for the Period                | 505,169,612           | 127,358,742           |
| Prior Year's Adjustment                  | 924,636,936           | -                     |
| Dividends                                | (166,758,685)         | (115,409,116)         |
| <b>Total Retained Earnings</b>           | <b>1,533,404,501</b>  | <b>270,356,638</b>    |
| <b>TOTAL EQUITY</b>                      | <b>7,917,639,211</b>  | <b>6,628,120,645</b>  |
| <b>TOTAL LIABILITIES AND EQUITY</b>      | <b>15,337,292,809</b> | <b>15,780,390,222</b> |

Certified Correct:


  
**REDENTOR C. TALAVERA**  
Acting Deputy Administrator  
Investment and Financial Services

**Statement of Cash Flows**

For the Period Ended December 31, 2014  
 (With Comparative Figures for December 2013)  
 (In Philippine Peso)

|   | 2014                 | 2013                   | Increase<br>(Decrease) |
|---|----------------------|------------------------|------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                             |                      |                        |                        |
| Interest collected from loans and accounts receivables of WDs/RWSAs     | 866,479,861          | 941,703,735            | (75,223,874)           |
| Principal collected from loan & accounts receivables                    | 543,644,049          | 442,318,864            | 101,325,185            |
| Advanced collections from water districts' long term loans              | 389,443,027          | 546,719,594            | (157,276,567)          |
| Interest and other debt service charges                                 | (214,231,072)        | (227,348,542)          | 13,117,470             |
| Cash paid to suppliers and employees                                    | (547,168,109)        | (462,075,438)          | (85,092,671)           |
| Cash received from engineering services rendered                        | -                    | 10,603,598             | (10,603,598)           |
| Payment of income taxes   | (33,310,691)         | (46,655,654)           | 13,344,963             |
| Other collections   | 63,345,610           | 40,784,928             | 22,560,682             |
| <b>Net cash from operating activities</b>                               | <b>1,068,202,675</b> | <b>1,246,051,085</b>   | <b>(177,848,410)</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                             |                      |                        |                        |
| Proceeds from withdrawal of investments in securities                   | 16,529,741           | 18,091,420             | (1,561,679)            |
| Interest collected from bank deposits & short-term investments          | 4,765,396            | 5,953,073              | (1,187,677)            |
| Disbursements for projects  |                      |                        |                        |
| Foreign Cost  | (15,678,864)         | (6,333,230)            | (9,345,634)            |
| Local Cost  | (166,672,445)        | (414,877,924)          | 248,205,479            |
| Acquisition of property and equipment                                   | (3,150,284)          | (2,760,318)            | (389,966)              |
| Housing loan collections  | 44,324,231           | 10,605,993             | 33,718,238             |
| Receipt from PDIC for ESB Account                                       | -                    | 25,822,180             | (25,822,180)           |
| Others  | (685,154)            | (2,413,870)            | 1,728,716              |
| <b>Net cash used in investing activities</b>                            | <b>(120,567,379)</b> | <b>(365,912,676)</b>   | <b>245,345,297</b>     |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                             |                      |                        |                        |
| Proceeds/withdrawals from water districts deposits                      | (35,559,574)         | (15,883,606)           | (19,675,968)           |
| Principal payments of loans from foreign and local lending institutions | (703,433,625)        | (725,983,615)          | 22,549,990             |
| Proceeds from long-term debts [foreign]                                 | 15,678,864           | 6,333,230              | 9,345,634              |
| Dividends paid to the National Government/BTr                           | (164,414,325)        | (415,409,116)          | 250,994,791            |
| Proceeds from government subsidies                                      | 352,281,677          | 139,229,774            | 213,051,903            |
| <b>Net cash from financing activities</b>                               | <b>(535,446,983)</b> | <b>(1,011,713,333)</b> | <b>476,266,350</b>     |
| <b>NET INCREASE[DECREASE] IN CASH AND CASH EQUIVALENT</b>               | <b>412,188,313</b>   | <b>(131,574,924)</b>   | <b>543,763,237</b>     |
| <b>CASH &amp; CASH EQUIVALENTS AT THE BEGINNING OF YEAR</b>             | <b>1,730,712,055</b> | <b>1,862,286,979</b>   | <b>(131,574,924)</b>   |
| <b>CASH &amp; CASH EQUIVALENTS AT THE END OF YEAR</b>                   | <b>2,142,900,368</b> | <b>1,730,712,055</b>   | <b>412,188,313</b>     |
| Operating fund  | 213,303,525          | 170,657,225            | 42,646,300             |
| Funds for project use   | 1,928,039,116        | 1,557,811,950          | 370,227,166            |
| Short-Term Investments  | 1,557,727            | 2,242,880              | (685,153)              |
| <b>Cash and Cash Equivalent at the end of the period</b>                | <b>2,142,900,368</b> | <b>1,730,712,055</b>   | <b>412,188,313</b>     |

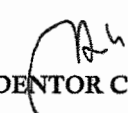
Certified Correct:

  
**REIDENTOR C. TALAVERA**  
 Acting Deputy Administrator  
 Investment and Financial Services

Local Water Utilities Administration  
**Statement of Income and Expenses**  
For the Period Ended 31 December 2014  
(With Comparative Figures for 2013)  
(In Philippine Peso)

|  | 2014               | 2013               |
|--|--------------------|--------------------|
| <b>INCOME</b>                            |                    |                    |
| Interest Income                          | 807,414,416        | 873,845,309        |
| Service Income                           | 83,735,868         | 45,409,950         |
| Fines and Penalties                      | 50,183,391         | 47,083,099         |
| Miscellaneous                            | 27,624,727         | 21,815,961         |
| <b>Gross Income</b>                      | <b>968,958,402</b> | <b>988,154,319</b> |
| <b>OPERATING EXPENSES</b>                |                    |                    |
| Personal Services                        | 296,151,739        | 576,777,627        |
| Maintenance and Other Operating Expenses | 202,707,422        | 98,178,296         |
| Financial Expenses                       | 200,360,166        | 224,885,753        |
| <b>Total Expenses</b>                    | <b>699,219,327</b> | <b>899,841,676</b> |
| <b>NET INCOME FROM OPERATION</b>         | <b>269,739,075</b> | <b>88,312,643</b>  |
| <b>OTHER INCOME (CHARGES)</b>            |                    |                    |
| Seminar fees                             | 5,785,150          | 5,612,581          |
| Gain on disposal of assets               | 52,275             | -                  |
| Gain/loss on foreign currency valuation  | 342,132,016        | 60,826,763         |
| <b>Total Other Income (Charges)</b>      | <b>347,969,441</b> | <b>66,439,344</b>  |
| <b>NET INCOME BEFORE TAX</b>             | <b>617,708,516</b> | <b>154,751,987</b> |
| <b>INCOME TAX</b>                        | <b>112,538,904</b> | <b>27,393,245</b>  |
| <b>NET PROFIT</b>                        | <b>505,169,612</b> | <b>127,358,742</b> |

Certified Correct:

  
**REIDENTOR C. TALAVERA**  
Acting Deputy Administrator  
Investment and Financial Services