



**NATIONAL ELECTRIFICATION
ADMINISTRATION**

Quezon City, Philippines

**FINANCIAL STATEMENTS
As of December 31, 2017**

CERTIFIED CORRECT

ADELINA A. GABON
Director for FSD

Date

RECOMMENDED FOR APPROVAL

SONIA S. SAN DIEGO
Deputy Administrator for Corporate Resources
& Finance Services

Date

APPROVED BY:

EDGARDO R. MASONGSONG
Administrator

Date

**NATIONAL ELECTRIFICATION ADMINISTRATION
STATEMENT OF FINANCIAL POSITION**

As at December 31, 2017
(In Philippine Peso)

	Note	2017	2016
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	4	7,730,877,235	8,190,883,553
Receivables	5	5,509,913,600	9,186,819,316
Inventories	6	6,131,650	7,830,119
Other Assets	9	3,546,704	1,858,446
Total Current Assets		13,250,469,189	17,387,391,434
NON-CURRENT ASSETS			
Long-Term Loans Receivable	7	10,340,362,067	9,414,247,980
Property, Plant and Equipment	8	218,121,982	232,451,020
Other Assets	9	4,710,503	4,710,503
Total Non-Current Assets		10,563,194,552	9,651,409,503
TOTAL ASSETS		23,813,663,741	27,038,800,937
LIABILITIES			
CURRENT LIABILITIES			
Financial Liabilities	10	141,678,008	110,617,791
Inter-Agency Payables	11	18,310,644,942	18,249,064,279
Loans Payable	12	0	3,797,336
Other Payables	13	10,038,177,016	13,603,573,077
Total Current Liabilities		28,490,499,966	31,967,052,483
NON-CURRENT LIABILITIES			
Deferred Credits	14	58,514,187	66,466,120
Total Non-Current Liabilities		58,514,187	66,466,120
TOTAL LIABILITIES		28,549,014,153	32,033,518,603
EQUITY			
TOTAL EQUITY		(4,735,350,412)	(4,994,717,666)
TOTAL LIABILITIES AND EQUITY		23,813,663,741	27,038,800,937

The notes on pages 11 to 33 form part of the Financial Statements.

NATIONAL ELECTRIFICATION ADMINISTRATION
STATEMENT OF FINANCIAL PERFORMANCE
For the year ended December 31, 2017
(In Philippine Peso)

	Note	2017	2016
REVENUE			
Service and Business Income	15	675,412,175	631,402,175
Total Revenue		675,412,175	631,402,175
CURRENT OPERATING EXPENSES			
Personnel Services	16	239,037,030	252,976,838
Maintenance and Other Operating Expenses	17	176,959,051	157,812,812
Financial Expenses	18	67,713,662	93,786,940
Total Current Operating Expenses		483,709,743	504,576,590
SURPLUS FROM CURRENT OPERATIONS		191,702,432	126,825,585
OTHER INCOME (EXPENSES)			
Gain/(Loss) on Foreign Exchange	19	(828,987)	801,439
Other Non-operating Income	20	32,666,274	35,420,319
SURPLUS BEFORE TAX		223,539,719	163,047,343
INCOME TAX EXPENSE	21	70,891,354	53,654,979
NET SURPLUS FOR THE PERIOD		152,648,365	109,392,364

The notes on pages 11 to 33 form part of the Financial Statements.

NATIONAL ELECTRIFICATION ADMINISTRATION
STATEMENT OF CHANGES IN NET ASSETS/EQUITY
For the year ended December 31, 2017
(In Philippine Peso)

	Note	SHARE CAPITAL (Note 22)	DONATED CAPITAL (Note 22)	DEFICIT	TOTAL EQUITY
BALANCE AT JANUARY 1, 2016		4,772,564,081	177,560,561	96,300,462	5,046,425,104
ADJUSTMENTS:					
Add/(Deduct):					
Prior period adjustments	23	0	0	(10,032,399,335)	(10,032,399,335)
CHANGES IN EQUITY FOR CY 2016					
Add/(Deduct):					
Dividends	24	0	0	(118,135,799)	(118,135,799)
Net income				109,392,364	109,392,364
BALANCE AT DECEMBER 31, 2016		4,772,564,081	177,560,561	(9,944,842,308)	(4,994,717,666)
CHANGES IN NET ASSETS/EQUITY FOR CY 2017					
Add/(Deduct):					
Prior period adjustments	23	0	0	176,707,882	176,707,882
Dividends	24	0	0	(69,988,993)	(69,988,993)
Net income				152,648,365	152,648,365
BALANCE AT DECEMBER 31, 2017		4,772,564,081	177,560,561	(9,685,475,054)	(4,735,350,412)

The notes on pages 11 to 33 form part of the Financial Statements.

NATIONAL ELECTRIFICATION ADMINISTRATION
STATEMENT OF CASH FLOWS
For the year ended December 31, 2017
(In Philippine Peso)

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflows		
Collection of loans receivables	2,260,279,576	2,485,103,336
Receipt of subsidy from the National Government for implementation of projects	2,050,736,098	3,146,186,000
Receipt of trust liabilities	7,510,361	3,832,155
Interest income from bank deposits	20,019,252	25,508,240
Collection of service and other income	24,333,754	14,370,158
Cancellation of stale checks issued in prior years	27,661,836	140,764,184
Refund of cash advance and deposit	885,560	226,090
Collection of other receivables	370,833,849	194,181,917
Other cash receipt	36,510,209	672,821
Total Cash Inflows	4,798,770,495	6,010,844,901
Cash Outflows		
Release of loans to electric cooperatives	(2,646,877,108)	(3,194,041,225)
Grant of subsidies and donations	(2,064,755,082)	(2,067,412,021)
Payment of personal services	(111,034,414)	(133,532,905)
Payment of maintenance and other operating expenses	(104,742,241)	(89,409,240)
Remittance and refund of authorized deduction withheld on employees	(100,832,280)	(90,849,275)
Payment for accounts payable	(23,031,265)	(24,630,194)
Remittance of corporate income tax	(53,654,979)	(92,972,617)
Grant of cash advance and other advances	(5,271,602)	(5,081,689)
Payment for prepayments	(741,994)	(1,101,631)
Remittance of taxes withheld from suppliers, contractors and other creditors	(5,253,936)	(5,741,023)
Payment for purchases of inventories, supplies and materials for stock	(1,503,573)	(3,061,033)
Replenishment of petty cash fund	(657,677)	(1,084,847)
Refund of DAP	(23,615,874)	0
Other cash payments	(8,271,483)	(376,130,306)
Total Cash Outflows	(5,150,243,508)	(6,085,048,006)
Net Cash Used in Operating Activities	(351,473,013)	(74,203,105)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Outflows		
Purchase of property and equipment	(5,357,801)	(8,432,868)
Net Cash Used in Investing Activities	(5,357,801)	(8,432,868)
CASH FLOW FROM FINANCING ACTIVITIES		
Cash Outflows		
Payment of long-term liabilities	(33,186,511)	(74,634,774)
Dividends paid	(69,988,993)	(118,135,799)
NET CASH USED IN FINANCING ACTIVITIES	(103,175,504)	(192,770,573)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(460,006,318)	(275,406,546)
CASH AND CASH EQUIVALENTS, JANUARY 1	8,190,883,553	8,466,290,099
CASH AND CASH EQUIVALENTS, DECEMBER 31	7,730,877,235	8,190,883,553

NATIONAL ELECTRIFICATION ADMINISTRATION
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
For the year ended December 31, 2017

PARTICULARS	Note	BUDGETED AMOUNTS		ACTUAL AMOUNTS	DIFFERENCE FINAL BUDGET AND ACTUAL
		ORIGINAL	FINAL		
RECEIPTS					
Service and Business Income	15	583,813,000	583,813,000	621,104,847	37,291,847
Other Revenues					
Interest on Bank Deposits	20	30,300,000	30,300,000	10,484,320	(19,815,680)
Other Service Income	15	44,954,000	44,954,000	54,307,328	9,353,328
Others	20	29,626,000	29,626,000	22,181,954	(7,444,046)
TOTAL RECEIPTS		688,693,000	688,693,000	708,078,449	19,385,449
PAYMENTS					
Personnel Services	16	386,031,000	386,031,000	239,037,030	146,993,970
Maintenance and Other					
Operating Expenses	17	209,964,000	209,964,000	300,603,023	(90,639,023)
Financial Expenses	18	366,000	366,000	67,713,662	(67,347,662)
Capital Outlay		25,463,000	25,463,000	4,403,300	21,059,700
TOTAL PAYMENTS		621,824,000	621,824,000	611,757,015	10,066,985
NET RECEIPTS/PAYMENTS		66,869,000	66,869,000	96,321,434	9,318,464

The notes on pages 11 to 33 form part of the Financial Statements.