

**NATIONAL ELECTRIFICATION ADMINISTRATION
CONDENSED STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018 and 2017**

	NOTE	2018	2017
ASSETS			
Current Assets			
Cash and Cash Equivalents	5	3,530,514,170	7,730,877,235
Receivables	6	5,670,836,163	5,509,913,600
Inventories	7	2,242,947	6,131,650
Other Current Assets	9	3,244,436	3,546,704
Total Current Assets		<u>9,206,837,716</u>	<u>13,250,469,189</u>
Non-Current Assets			
Receivables	6	11,076,250,541	10,340,362,067
Property, Plant and Equipment	8	191,493,464	218,121,982
Other Non-Current Assets	9	14,434,602	4,710,503
Total Non-Current Assets		<u>11,282,178,607</u>	<u>10,563,194,552</u>
Total Assets		<u>20,489,016,323</u>	<u>23,813,663,741</u>
LIABILITIES			
Current Liabilities			
Financial Liabilities	10	38,169,092	49,416,153
Inter-Agency Payables	11	17,472,768,798	18,310,644,942
Other Payables	12	1,400,311,663	10,038,177,016
Total Current Liabilities		<u>18,911,249,553</u>	<u>28,398,238,111</u>
Non-Current Liabilities			
Financial Liabilities	10	89,463,352	92,261,855
Deferred Credits/Unearned Income	13	36,616,257	58,514,187
Total Non-Current Liabilities		<u>126,079,609</u>	<u>150,776,042</u>
Total Liabilities		<u>19,037,329,162</u>	<u>28,549,014,153</u>
Net Assets (Total Assets Less Total Liabilities)		<u>1,451,687,161</u>	<u>(4,735,350,412)</u>
NET ASSETS/EQUITY			
Government Equity		<u>1,451,687,161</u>	<u>(4,735,350,412)</u>
Total Net Assets/Equity		<u>20,489,016,323</u>	<u>23,813,663,741</u>

The notes on pages 11 to 35 form part of these statements.

**NATIONAL ELECTRIFICATION ADMINISTRATION
CONDENSED STATEMENTS OF FINANCIAL PERFORMANCE
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	<u>NOTE</u>	<u>2018</u>	<u>2017</u>
Revenue			
Service and Business Income	14	700,583,612	675,412,175
Total Revenue		<u>700,583,612</u>	<u>675,412,175</u>
Current Operating Expenses			
Personnel Services	15	(241,862,331)	(239,037,030)
Maintenance and Other Operating Expenses	16	(114,048,921)	(141,388,708)
Financial Expenses	17	(107,364,320)	(67,713,662)
Non-Cash Expenses	18	(25,701,550)	(35,570,343)
Total Current Operating Expenses		<u>(488,977,122)</u>	<u>(483,709,743)</u>
Surplus from Current Operations		<u>211,606,490</u>	<u>191,702,432</u>
Gain/(Loss) on Foreign Exchange	19	465,748	(826,987)
Other Income	19	16,740,660	32,666,274
Surplus before Tax		<u>228,812,898</u>	<u>223,539,719</u>
Income Tax Expenses	20	(70,066,707)	(70,891,354)
Surplus after Tax		<u>158,746,191</u>	<u>152,648,365</u>
Net Subsidy	21	(1,926,800,748)	0
Net Surplus(Deficit) for the Period		<u>(1,768,054,557)</u>	<u>152,648,365</u>

The notes on pages 11 to 35 form part of these statements.

NATIONAL ELECTRIFICATION ADMINISTRATION
 STATEMENTS OF CHANGES IN NET ASSETS/EQUITY
 FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	CAPITAL STOCK (Note 22)	DONATED CAPITAL (Note 23)	DEFICIT	TOTAL EQUITY
BALANCE AT JANUARY 1, 2017	<u>4,772,564,081</u>	<u>177,560,561</u>	<u>(9,944,842,308)</u>	<u>(4,994,717,666)</u>
ADJUSTMENTS:				
Add/(Deduct):				
Prior period adjustments	0	0	176,707,882	176,707,882
RESTATED BALANCE AT JANUARY 1, 2017	<u>4,772,564,081</u>	<u>177,560,561</u>	<u>(9,768,134,426)</u>	<u>(4,818,009,784)</u>
Changes in Net Assets/Equity for CY 2017				
Add/(Deduct):				
Dividends	0	0	(69,988,993)	(69,988,993)
Net Income	0	0	152,648,365	152,648,365
BALANCE AT DECEMBER 31, 2017	<u>4,772,564,081</u>	<u>177,560,561</u>	<u>(9,685,475,054)</u>	<u>(4,735,350,412)</u>
Changes in Net Assets/Equity for CY 2018				
Add/(Deduct):				
Prior period adjustments	0	0	8,041,996,715	8,041,996,715
Dividends	0	0	(86,904,585)	(86,904,585)
Net Income	0	0	(1,768,054,557)	(1,768,054,557)
BALANCE AT DECEMBER 31, 2018	<u>4,772,564,081</u>	<u>177,560,561</u>	<u>(3,496,437,481)</u>	<u>1,451,687,161</u>

**NATIONAL ELECTRIFICATION ADMINISTRATION
CONDENSED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Inflows		
Collection of loans receivables	2,266,795,036	2,260,279,576
Receipt of subsidy from the National Government for implementation of projects	722,727,747	2,050,736,098
Collection of other receivables	209,433,973	370,833,849
Collection of service and other income	13,839,291	24,333,753
Interest income from bank deposits	12,073,665	20,019,252
Cancellation of stale checks issued in prior years	10,103,232	27,661,836
Receipt of trust liabilities	1,291,803	7,510,361
Refund of cash advance and deposit	316,318	885,560
Other cash receipt	8,419,272	36,510,209
Total Cash Inflows	3,245,000,337	4,798,770,494
Cash Outflows		
Grant of subsidies and donations	(3,062,192,494)	(2,064,755,082)
Release of loans to electric cooperatives	(2,083,376,731)	(2,646,877,108)
Refund of Malampaya Fund (Mindanao Modular Generator Sets Program)	(814,000,000)	0
Payment of personnel services	(135,847,725)	(111,034,414)
Remittance and refund of authorized deduction withheld on employees	(94,693,697)	(100,832,280)
Payment of maintenance and other operating expenses	(89,417,040)	(104,742,241)
Remittance of corporate income tax	(69,714,012)	(53,654,979)
Payment for accounts payable	(12,973,099)	(23,031,265)
Grant of cash advance and other advances	(4,480,937)	(5,271,602)
Payment for purchases of inventories, supplies and materials for stock	(2,828,759)	(1,503,573)
Remittance of taxes withheld from suppliers, contractors and other creditors	(2,803,512)	(5,253,936)
Refund of unutilized/unexpended and interest earned from deposit of subsidy	(1,028,170)	0
Replenishment of petty cash fund	(556,867)	(657,677)
Payment for prepayments	(395,020)	(741,994)
Refund of DAP	0	(23,615,874)
Other cash payments	(623,671)	(8,271,482)
Total Cash Outflows	(6,374,931,734)	(5,150,243,507)
Net Cash Used in Operating Activities	(3,129,931,397)	(351,473,013)
CASH FLOW FROM INVESTING ACTIVITIES		
Cash Outflows		
Purchase of property and equipment	(1,291,176)	(5,357,801)
Net Cash Used in Investing Activities	(1,291,176)	(5,357,801)
CASH FLOW FROM FINANCING ACTIVITIES		
Cash Outflows		
Payment of long-term liabilities	(982,235,907)	(33,166,511)
Dividends paid	(86,904,585)	(69,988,993)
Net Cash Used in Financing Activities	(1,069,140,492)	(103,175,504)
Decrease in Cash and Cash Equivalents	(4,200,363,065)	(460,006,318)
Cash and Cash Equivalents, January 1	7,730,877,235	8,190,883,553
Cash and Cash Equivalents, December 31	3,530,514,170	7,730,877,235

NATIONAL ELECTRIFICATION ADMINISTRATION
STATEMENTS OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

PARTICULARS		Budgeted Amounts		Actual Amounts on Comparable Basis	Difference Final Budget and Actual
		Original	Final		
2018					
Notes					
RECEIPTS					
Service and Business Income	14	628,159,300	628,159,300	700,583,612	72,424,312
Others	19	38,171,000	36,171,000	17,206,408	(18,964,592)
Total Receipts		664,330,300	664,330,300	717,790,020	53,459,720
PAYMENTS					
Personnel Services	15	440,159,000	440,159,000	241,862,331	198,296,669
Maintenance and Other Operating Expenses ^{1/}	16	209,348,000	209,348,000	267,977,715	(58,629,715)
Capital Outlay		34,057,000	34,057,000	831,372	33,425,628
Financial Expenses	17	0	113,812,379	107,364,320	6,448,059
Total Payments		683,564,000	797,376,379	617,835,738	179,540,641
NET RECEIPTS/PAYMENTS		(19,233,700)	(133,046,079)	99,954,282	(126,080,921)
2017					
RECEIPTS					
Service and Business Income	14	583,813,000	583,813,000	675,412,175	91,599,175
Others	19	104,880,000	104,880,000	31,837,287	(73,042,713)
Total Receipts		688,693,000	688,693,000	707,249,462	18,556,462
PAYMENTS					
Personnel Services	15	386,031,000	386,031,000	239,037,030	146,993,970
Maintenance and Other Operating Expenses	16	209,964,000	209,964,000	300,603,023	(90,639,023)
Capital Outlay		25,463,000	25,463,000	4,403,300	21,059,700
Financial Expenses	17	366,000.00	366,000	67,713,662	(67,347,662)
Total Payments		621,824,000	621,824,000	611,757,015	10,066,985
NET RECEIPTS/PAYMENTS		66,869,000	66,869,000	95,492,447	8,489,477

The notes on pages 11 to 35 form part of these statements.

1/ Budgeted amount includes provision for Corporate Taxes and Dividends amounting to P63,711 million. Actual amount includes Dividend and Corporate Tax Payment amounting to P153,928,794.26