

**METROPOLITAN WATERWORKS AND SEWERAGE SYSTEM  
STATEMENT OF CHANGES IN EQUITY**

**For the Year Ended December 31, 2011**

(With Comparative Figures for the Year Ended December 31, 2010)

( In Thousand Pesos)

	Notes	2011	2010
<b>CAPITAL STOCK</b>			
Authorized - 80 million shares, P100 par			
Issued and outstanding 60,954,867.84 shares			
Balance, beginning		<b>6,095,487</b>	6,095,487
Additions (deductions)		-	-
Balance, end		<b>6,095,487</b>	6,095,487
<b>DONATED CAPITAL</b>			
Balance, beginning	20	<b>1,046,971</b>	1,046,971
Additions (deductions)		-	-
Balance, end		<b>1,046,971</b>	1,046,971
<b>APPRAISAL CAPITAL</b>			
Balance, beginning	4	<b>28,656,079</b>	28,656,079
Additions (deductions)		-	-
Balance, end		<b>28,656,079</b>	28,656,079
<b>RETAINED EARNINGS (DEFICIT)</b>			
Balance, beginning		<b>(2,365,776)</b>	(1,563,295)
Prior-period adjustments	21	<b>883,495</b>	(768,614)
Net profit (loss)		<b>333,096</b>	(33,867)
Balance, end		<b>(1,149,185)</b>	(2,365,776)
<b>TOTAL EQUITY</b>		<b>34,649,352</b>	33,432,761

*See accompanying Notes to Financial Statements.*