

METROPOLITAN WATERWORKS AND SEWERAGE SYSTEM
STATEMENT OF FINANCIAL POSITION
December 31, 2014

(With Comparative Figures as of December 31, 2013)

	Notes	2014	2013 As Restated
ASSETS			
Current Assets			
Cash and cash equivalents	4 & 5	2,447,968,403	2,396,509,135
Accounts receivables, net	4 & 6	574,222,060	1,378,274,531
Other receivables	7	5,831,572,135	5,829,164,283
Inventories		0	350,029
Prepayments	8	311,975,414	303,068,632
		9,165,738,012	9,907,366,610
Non-Current Assets			
Property, plant and equipment, net	9	47,270,079,233	35,321,812,887
Construction in progress	4 & 10	157,496,267	6,401,373,994
Investments	11	401,492,496	386,949,220
Other assets, net	12	1,468,199,958	1,011,114,877
		49,297,267,954	43,121,250,478
TOTAL ASSETS		58,463,005,966	53,028,617,088
LIABILITIES AND EQUITY			
Current Liabilities			
Payable accounts	13	298,291,547	385,126,773
Inter-agency payables	14	119,571,306	264,323,624
Intra-agency payable	15	158,634,401	238,148,293
Current portion of long-term liabilities	17	449,569,799	1,014,050,654
Other liability accounts	16	151,432,653	175,290,111
		1,177,499,706	2,076,939,455
Non-Current Liabilities			
Long-term liabilities, net of current portion	17	9,916,776,601	11,009,585,676
Deferred credits	18	2,037,065,297	2,737,843,765
		11,953,841,898	13,747,429,441
TOTAL LIABILITIES		13,131,341,604	15,824,368,896
Equity	19,26,27	45,331,664,362	37,204,248,192
TOTAL LIABILITIES AND EQUITY		58,463,005,966	53,028,617,088

See accompanying Notes to Financial Statements.

METROPOLITAN WATERWORKS AND SEWERAGE SYSTEM
STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2014
(With Comparative Figures for the Year Ended December 31, 2013)

	Notes	2014	2013 As Restated
REVENUES			
Concession fees			
Debt service	4	1,273,084,437	1,478,234,017
Current operating budget		927,773,137	1,087,401,618
Progress billing		4,421,119	37,236,629
Business income			
Interest on investments and deposits		46,974,940	53,882,526
Rental of leased properties	4	86,797,379	74,128,559
Raw water		53,827,304	53,861,336
Gain on disposed assets		9,724	3,933,453
Miscellaneous income		6,286,542	21,147,215
		2,399,174,582	2,809,825,353
EXPENSES			
Personal services	20	125,523,552	155,410,402
Maintenance and other operating expenses	21	149,796,506	76,317,054
Non-cash expenses			
Depreciation	4 & 10	1,273,705,806	1,334,361,820
Amortization		8,122,603	8,122,603
Impairment Loss			333,429
Financial expenses	22	277,072,339	218,807,794
(Gain) loss on foreign exchange, net	4	(144,163,304)	242,747,834
		1,690,057,502	2,036,100,936
NET PROFIT		709,117,080	773,724,417

See accompanying Notes to Financial Statements.

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

For the Year Ended December 31, 2014

(With Comparative Figures for the Year Ended December 31, 2013)

	Notes	2014	2013 Restated
CAPITAL STOCK			
Authorized - 80 million shares, P100 par			
Issued and outstanding 60,954,867.84 shares			
Balance, beginning		6,095,205,112	6,095,205,112
Additions (deductions)		281,672	0
Balance, end		6,095,486,784	6,095,205,112
DONATED CAPITAL			
Balance, beginning	19	1,046,979,979	1,046,979,979
Additions (deductions)		0	0
Balance, end		1,046,979,979	1,046,979,979
APPRAISAL CAPITAL			
Balance, beginning		28,427,903,790	28,656,079,550
Additions (deductions)		7,271,553,567	(228,175,759)
Balance, end		35,699,457,357	28,427,903,791
UNRECONCILED ACCOUNTS	26	353,824,505	362,735,930
RETAINED EARNINGS (DEFICIT)			
Balance, beginning	27	1,271,432,380	636,955,683
Prior-period adjustments		155,375,277	0
Dividends		0	(139,247,720)
Net profit (loss)		709,117,080	773,724,417
Balance, end		2,135,924,737	1,271,432,380
TOTAL EQUITY		45,331,673,362	37,204,257,192

See accompanying Notes to Financial Statements.

METROPOLITAN WATERWORKS AND SEWERAGE SYSTEM

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2014

(With Comparative Figures for the Year Ended December 31, 2013)

	Notes	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES			
Collection of concession fees		2,383,081,868	2,813,284,575
Collection of rentals on leased properties		92,367,582	81,402,531
Collection of raw water accounts		53,323,185	53,906,293
Other collections		132,204,866	119,509,931
Payment of operating expenses		(300,452,351)	(286,655,869)
Other expenditures		(10,599,766)	(62,178,157)
Net cash operating activities		2,349,925,384	2,719,269,304
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Sale of Fixed Assets		2,421,241	0
Investments in special reserve fund		(18,107,417)	(20,264,431)
Capital expenditures		(127,605,294)	(784,134,660)
Net cash(used in)investing activities		(143,291,470)	(804,399,091)
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan proceeds		0	443,245,989
Debt servicing		(1,961,107,983)	(1,635,972,924)
Payment of prior year's dividends to National Government		(194,069,933)	(300,000,000)
Net cash used in financing activities		(2,155,177,916)	(1,492,726,935)
NET INCREASE IN CASH AND CASH EQUIVALENTS		51,455,998	422,143,278
Effects of exchange rate changes on cash and cash equivalents		3,270	3,478,670
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		2,396,509,135	1,970,887,187
CASH AND CASH EQUIVALENTS AT END OF YEAR	5	2,447,968,403	2,396,509,135

See accompanying Notes to Financial Statements.