

POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION**STATEMENT OF CHANGES IN EQUITY**

For the period ended December 31, 2015

(With comparative figures for the year ended 31 December 2014)

(In Philippine Peso)

	<i>Note</i>	2015	2014
CAPITAL FROM ASSET-DEBT TRANSFER			
Balance, January 1		(13,045,091,352)	2,124,672,058
Less: Adjustments	25	(2,691,200,900)	(15,169,763,410)
Balance, End		(15,736,292,252)	(13,045,091,352)
APPRAISAL CAPITAL			
Balance, January 1		20,091,376,244	22,511,556,003
Amortization and adjustment of Appraisal Capital		(6,886,992,530)	(2,420,179,759)
Balance, End		13,204,383,714	20,091,376,244
RETAINED EARNINGS			
Balance, January 1		108,716,984,486	95,725,918,215
Net income(loss) from operations		(14,456,287,859)	16,590,600,206
Amortization of Appraisal Capital		2,420,179,759	2,420,179,759
Dividend to National Government		(112,929,388)	(1,000,000,000)
Prior year's adjustments	26	(9,945,336,507)	(5,019,713,694)
Balance, End		86,622,610,491	108,716,984,486
EQUITY		84,090,701,953	115,763,269,378

See accompanying Notes to Financial Statements.