

**POWER SECTOR ASSETS AND LIABILITIES MANAGEMENT CORPORATION****STATEMENT OF CASH FLOWS**

For the year ended 31 December 2012

(With comparative figures for the year ended 31 December 2011)

(In Philippine Peso)

	2012	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from privatization activities		
Collection of IPPA generation payments	37,008,598,516	33,064,816,712
Collection of IPPA monthly payments	19,737,279,988	13,307,516,897
Collection of concession for transmission assets	13,173,166,344	13,013,357,492
Proceeds from sale of generation assets	169,216,864	671,238,887
Collection of power receivables	53,877,399,653	49,476,167,559
Subsidy from NG - VAT deficiency on sold assets	16,545,140,487	
Receipt of interest income from placements/deposits	378,121,647	567,952,469
Receipt of performance bonds/bid security	12,583,684	40,399,856
Other receipts & income	5,904,470	48,432,514
Receipt of TransCo remittance for PUC	-	102,750,962
Payment of operating expenses	-	(88,492,043,396)
Fuel	(38,892,793,494)	-
Purchased power	(21,763,788,746)	-
Other operating expenses	(15,589,972,405)	-
Remittance to BIR - withholding taxes	(3,572,592,718)	(5,003,013,343)
Transfer of fund to NPC for OMA working fund	(1,971,841,281)	(2,343,326,166)
Payment of real property tax, transfer tax, documentary stamps	(188,627,171)	(1,061,103,437)
Remittance of statutory deductions (personnel related)	(46,878,924)	-
Utilization of subsidy for VAT deficiency on sold assets	(16,545,140,487)	-
Refund to NPC of VAT payments for sold plants	(3,813,000,000)	-
Transfer of fund to TransCo	(386,399,355)	(50,000,000)
Remittance to TransCo's contractor for PUC	-	(102,750,962)
Refund of performance bonds/contract retention	(23,628,786)	(43,843,207)
Payment of payables	-	(155,078,711)
Purchase of office supplies	-	(5,904,842)
Net cash provided by operating activities	38,112,748,286	13,035,569,284
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditures	(234,385,819)	(152,594,175)
Net cash used by investing activities	(234,385,819)	(152,594,175)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from the availed NG relending facility	35,000,000,000	-
Proceeds from the availed onshore dollar bond	20,578,000,000	-
Proceeds from the availed syndicated term loan	-	75,000,000,000
NG advances, net	598,309,053	-
NG advances for debt service	-	31,557,409
NG Advances for Casecnan HEP	-	2,894,977,724
Remittance from DPWH re Advances for SRMPP	79,160,000	81,210,000
Collection of interest/collateral deposit	-	53,748,105
Payment of lease obligation - BOT plants	(29,378,907,990)	(29,712,700,040)
Payment of principal debt	(22,235,233,957)	(37,656,211,166)
Payment of interest	(19,155,109,025)	(18,545,657,016)
Payment of interest on NG advances	-	(1,000,000,000)
Advances re interest for SRMPP	-	(122,004,268)
Payment of assumed REP loans from NEA	(2,005,592,811)	(2,217,570,834)
Bond swap premium - Principal Only Swap (POS)	(348,940,413)	(359,970,577)
Payment to BIR for loan related transactions	-	
Payment of documentary stamps	(175,000,000)	(379,582,271)
Remittance to BIR - GRT and EWT on interest	(1,081,294,269)	(370,398,063)
Payment of guaranty fee	(104,595,456)	(1,109,146,337)
Other loan-related expenses	(145,029,465)	(123,023,062)
Net cash used by financing activities	(18,374,234,333)	(13,534,770,396)
<b>EFFECT OF FOREIGN EXCHANGE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>(35,821,713)</b>	<b>120,847,335</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>19,468,306,421</b>	<b>(530,947,952)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>26,251,102,917</b>	<b>26,782,050,869</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>45,719,409,338</b>	<b>26,251,102,917</b>

See accompanying Notes to Financial Statements.