

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

For the period ended December 31, 2014

(With comparative figures for the year ended December 31, 2013)

(In Philippine Peso)

	<i>Notes</i>	2014	2013
CAPITAL FROM ASSET-DEBT TRANSFER			
Balance, January 1	25	2,124,672,058	23,660,980,308
Investment in TransCo		(2,122,468,756)	(745,574,593)
Cleaning of Accounts – Power Receivables		(80,111,921)	(23,086,888,528)
Cleaning of Accounts – Others		(33,307,657)	0
Trust Accounts		0	2,494,967,992
Cleaning of Accounts - Accounts Payable		0	(198,813,121)
Others		(12,933,875,076)	0
Balance, End		(13,045,091,352)	2,124,672,058
APPRAISAL CAPITAL			
Balance, January 1		22,511,556,003	24,931,735,762
Amortization and adjustment of Appraisal Capital		(2,420,179,759)	(2,420,179,759)
Balance, End		20,091,376,244	22,511,556,003
RETAINED EARNINGS			
Balance, January 1		95,725,918,215	109,283,187,539
Net income(loss) from operations		16,590,600,206	(8,442,074)
Amortization of Appraisal Capital		2,420,179,759	2,420,179,759
Dividend to National Government		(1,000,000,000)	(1,000,000,000)
Prior year's adjustments	26	(5,019,713,694)	(14,969,007,009)
Balance, End		108,716,984,486	95,725,918,215
EQUITY		115,763,269,378	120,362,146,276

See accompanying Notes to Financial Statements.