

**SANTIAGO WATER DISTRICT
CONDENSED STATEMENT OF FINANCIAL POSITION**

As at December 31, 2017
(With Comparative Figures for CY 2016)
(Rounded-off to the Nearest Peso)

| | Note | <u>2017</u> | <u>2016</u> |
|--------------------------------------|------|---------------------------|---------------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Cash Equivalents | 6 | 79,328,631 | 56,263,461 |
| Other Investments | 7 | 6,132,669 | 5,060,833 |
| Receivables | 8 | 12,500,091 | 15,127,366 |
| Inventories | 9 | 6,980,099 | 9,010,855 |
| Other Current Assets | 10 | 195,911 | 306,198 |
| Total Current Assets | | <u>105,137,401</u> | <u>85,768,713</u> |
| Non-Current Assets | | | |
| Other Investment | 7 | 458,294 | 457,164 |
| Property, Plant and Equipment | 11 | 567,796,890 | 573,009,059 |
| Intangible Assets | 12 | 15,000 | 15,000 |
| Deferred Tax Assets | 13 | 846 | 561 |
| Other Non-Current Assets | 14 | 1,636,241 | 1,636,241 |
| Total Non-Current Assets | | <u>569,907,271</u> | <u>575,118,025</u> |
| Total Assets | | <u>675,044,672</u> | <u>660,886,738</u> |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Financial Liabilities | 15 | 4,556,220 | 2,208,177 |
| Inter-Agency Payables | 16 | 1,824,740 | 1,532,640 |
| Trust Liabilities | 17 | 6,881,928 | 6,242,772 |
| Deferred Credits/Unearned Income | 18 | 355,029 | 355,029 |
| Total Current Liabilities | | <u>13,617,917</u> | <u>10,338,618</u> |
| Non-Current Liabilities | | | |
| Financial Liabilities | 19 | 499,276,637 | 514,878,204 |
| Other Payables | 20 | 8,184,272 | 8,184,272 |
| Total Non-Current Liabilities | | <u>507,460,909</u> | <u>523,062,476</u> |
| Total Liabilities | | <u>521,078,826</u> | <u>533,401,094</u> |
| EQUITY | | | |
| Government Equity | | 3,853,113 | 3,853,113 |
| Retained Earnings/(Deficit) | | 150,112,733 | 123,632,531 |
| Total Equity | | <u>153,965,846</u> | <u>127,485,644</u> |
| Total Liabilities and Equity | | <u>675,044,672</u> | <u>660,886,738</u> |

The notes on pages 20 to 29 form part of these statements.

*The notes referred were assumed.

SANTIAGO WATER DISTRICT
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the Year Ended December 31, 2017
(With Comparative Figures for CY 2016)
(Rounded-off to the Nearest Peso)

| | <u>NOTE*</u> | <u>2017</u> | <u>2016</u> |
|---|--------------|--------------------------|--------------------------|
| Income | | | |
| Service and Business Income | 21 | 141,205,528 | 135,833,593 |
| Gains | 22 | - | 3,049 |
| Other Non-Operating Income | 23 | 103,500 | - |
| | | <u>141,309,028</u> | <u>135,836,642</u> |
| Expenses | | | |
| Personnel Services | 24 | (34,793,342) | (35,057,604) |
| Maintenance and Other Operating Expenses | 25 | (49,270,466) | (46,906,846) |
| Financial Expenses | 26 | (14,000,250) | (9,288,940) |
| Non-Cash Expenses | 27 | (16,765,891) | (17,219,411) |
| | | <u>(114,829,949)</u> | <u>(108,472,801)</u> |
| Profit/(Loss) Before Tax | | 26,479,079 | 27,363,841 |
| Income Tax Expense/(Benefit) | | <u>-</u> | <u>-</u> |
| Profit/(Loss) After Tax | | 26,479,079 | 27,363,841 |
| Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution) | | <u>-</u> | <u>-</u> |
| Net Income/(Loss) | | 26,479,079 | 27,363,841 |
| Other Comprehensive Income/(Loss) for the Period | | <u>-</u> | <u>-</u> |
| Comprehensive Income/(Loss) | | <u><u>26,479,079</u></u> | <u><u>27,363,841</u></u> |

The notes on pages 30 to 34 form part of these statements.

**The notes referred above were assumed.*

SANTIAGO WATER DISTRICT
CONDENSED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2017

(With Comparative Figures for CY 2016)

(Rounded-off to the Nearest Peso)

| | <u>2017</u> | <u>2016</u> |
|--|---------------------|--------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash Inflows | | |
| Collection of Income/Revenue | 140,938,336 | 135,387,785 |
| Collection of Receivables | 4,919,378 | 2,099,065 |
| Trust Receipts | 720,722 | 784,221 |
| Other Receipts | 338,741 | 391,642 |
| Total Cash Inflows | 146,917,177 | 138,662,713 |
| Adjustments | - | - |
| Adjusted Cash Inflows | 146,917,177 | 138,662,713 |
| Cash Outflows | | |
| Payment of Expenses | 32,183,574 | 40,137,685 |
| Purchase of Inventories | 10,007,178 | 9,620,731 |
| Grant of Cash Advances | 21,137,696 | 21,785,558 |
| Prepayments | 446,382 | 438,934 |
| Remittance of Personnel Benefit Contributions and Mandatory Deductions | 18,556,875 | 17,777,976 |
| Total Cash Outflows | 82,331,705 | 89,760,884 |
| Adjustments | - | - |
| Adjusted Cash Outflows | 82,331,705 | 89,760,884 |
| Net Cash Provided by/(Used in) Operating Activities | 64,585,472 | 48,901,829 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Cash Inflows | | |
| Proceeds from Sale/Disposal of Property, Plant and Equipment | - | - |
| Receipt of Interest Earned | 110,522 | 88,598 |
| Total Cash Inflows | 110,522 | 88,598 |
| Adjustments | - | - |
| Adjusted Cash Inflows | 110,522 | 88,598 |
| Cash Outflows | | |
| Purchase/Construction of Property, Plant and Equipment | 11,029,257 | 2,120,814 |
| Total Cash Outflows | 11,029,257 | 2,120,814 |
| Adjustments (Reclassification to Investment) | 1,000,000 | 5,000,000 |
| Adjusted Cash Outflows | 12,029,257 | 7,120,814 |
| Net Cash Provided By/(Used In) Investing Activities | (11,918,735) | (7,032,216) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Cash Inflows | | |
| Proceeds from Domestic and Foreign Loans | - | - |
| Total Cash Inflows | - | - |
| Adjustments | - | - |
| Adjusted Cash Inflows | - | - |

| | <u>2017</u> | <u>2016</u> |
|--|--------------------------|--------------------------|
| Cash Outflows | | |
| Payment of Long-Term Liabilities | 15,601,567 | 13,354,933 |
| Payment of Interest on Loans and Other Financial Charges | 14,000,000 | 9,289,441 |
| Total Cash Outflows | <u>29,601,567</u> | <u>22,644,374</u> |
| Adjustments | - | - |
| Adjusted Cash Outflows | <u>29,601,567</u> | <u>22,644,374</u> |
| Net Cash Provided By/(Used In) Financing Activities | <u>(29,601,567)</u> | <u>(22,644,374)</u> |
| INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | 23,065,170 | 19,225,239 |
| Effects of Exchange Rate Changes on Cash and Cash Equivalents | - | - |
| CASH AND CASH EQUIVALENTS, JANUARY 1 | <u>56,263,461</u> | <u>37,038,222</u> |
| CASH AND CASH EQUIVALENTS, DECEMBER 31 | <u><u>79,328,631</u></u> | <u><u>56,263,461</u></u> |

**SANTIAGO WATER DISTRICT
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2017**

| | Cumulative Translation Adjustment | Cumulative Changes in Fair Value of Investments | Revaluation Surplus | Retained Earnings/ (Deficit) | Contributed Capital | Share Capital | Share Premium | Members' Equity | TOTAL |
|---|-----------------------------------|---|---------------------|------------------------------|---------------------|---------------|---------------|-----------------|-------------|
| BALANCE AT JANUARY 1, 2016 | - | - | - | 95,497,337 | 3,853,113 | - | - | - | 99,350,450 |
| ADJUSTMENTS: | | | | | | | | | |
| Add/(Deduct): | | | | | | | | | |
| Changes in Accounting Policy | | | | | | | | | - |
| Prior Period Errors | | | | | | | | | - |
| Other Adjustments | | | | | | | | | - |
| RESTATED BALANCE AT JANUARY 1, 2016 | - | - | - | 95,497,337 | 3,853,113 | - | - | - | 99,350,450 |
| CHANGES IN EQUITY FOR 2016 | | | | | | | | | |
| Add/(Deduct): | | | | | | | | | |
| Issuances of Share Capital | | | | | | | | | - |
| Additional Capital from National Government | | | | | | | | | - |
| Members' Contribution | | | | | | | | | - |
| Comprehensive Income for the year | | | | 27,363,841 | | | | | 27,363,841 |
| Dividends | | | | | | | | | - |
| Other Adjustments | | | | 771,353 | | | | | 771,353 |
| BALANCE AT DECEMBER 31, 2016 | - | - | - | 123,632,531 | 3,853,113 | - | - | - | 127,485,644 |
| CHANGES IN EQUITY FOR 2017 | | | | | | | | | |
| Add/(Deduct): | | | | | | | | | |
| Issuances of Share Capital | | | | | | | | | - |
| Additional Capital from National Government | | | | | | | | | - |
| Members' Contribution | | | | | | | | | - |
| Comprehensive Income for the year | | | | 26,479,079 | | | | | 26,479,079 |
| Dividends | | | | | | | | | - |
| Other Adjustments | | | | 1,123 | | | | | 1,123 |
| BALANCE AT DECEMBER 31, 2017 | - | - | - | 150,112,733 | 3,853,113 | - | - | - | 153,965,846 |