



TREASURER'S CERTIFICATION

I, **RAFAEL L. ANDRADA**, of legal age, Filipino and with office address at the 11th Floor, Lopez Building, Ortigas Avenue, Pasig City, after being sworn in accordance with law, hereby certify that:

I am the Treasurer of MANILA ELECTRIC COMPANY (the "Corporation"), a corporation duly organized and existing under and by virtue of the laws of the Republic of the Philippines under Securities and Exchange Commission (SEC) Certificate of Registration PW-102 with the principal office address at Lopez Building, Ortigas Avenue, Pasig City.

1. The General Form for Financial Statements ("GFFS") compact disc submitted contains the same basic and material data in the Audited Financial Statements of the Corporation.
2. I am executing this certification to attest to the truth of the foregoing and in compliance with the reportorial requirements of the SEC.

WITNESS MY HAND on this 16th day of May, 2016 at Pasig City.


RAFAEL L. ANDRADA
Treasurer

SUBSCRIBED AND SWORN to before me this 16th day of May, 2016, affiant exhibiting to me his Tax Identification Number (TIN) 127-415-866.

Doc. No. 441;
Page No. 89;
Book No. 67;
Series of 2016.

JOEL G. GORDOLA
Notary Public
Commission expires until December 31, 2017
Adm. No. 069; Rpl. No. 25103; IBP No. 1013094
PTR No. 1376282; 1/04/16; Q.C.
TIN 126-768-809; MCLE No. V-0001531
Until 1 # 878 Quirino Highway, Gulod, Novaliches, Q.C.

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY

CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY

TEL. NO.: 631-2222/16220 FAX NO.: 632-8501

COMPANY TYPE : Distribution - Electric Utility PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Consolidated Statements of Financial Position

FINANCIAL DATA		2015 (In Million Pesos)	2014 (In Million Pesos)
A. ASSETS (A.1 + A.2 + A.3 + A.4 + A.5 + A.6 + A.7 + A.8 + A.9 + A.10)		282,239	269,053
A.1 Current Assets (A.1.1 + A.1.2 + A.1.3 + A.1.4 + A.1.5 + A.1.6 + A.1.7)		95,295	112,612
A.1.1 Cash and cash equivalents (A.1.1.1 + A.1.1.2 + A.1.1.3)		50,840	69,469
A.1.1.1 Cash on hand and in banks		5,098	5,921
A.1.1.2 Cash equivalents		45,742	63,548
A.1.2 Trade and Other Receivables (A.1.2.1 + A.1.2.2)		26,761	30,629
A.1.2.1 Due from domestic entities (A.1.2.1.1 + A.1.2.1.2 + A.1.2.1.3 + A.1.2.1.4)		26,761	30,629
A.1.2.1.1 Due from customers		28,517	30,659
A.1.2.1.2 Due from related parties		50	40
A.1.2.1.3 Others, specify (A.1.2.1.3.1 + A.1.2.1.3.2)		1,859	3,357
A.1.2.1.3.1 Others		1,859	3,357
A.1.2.1.4 Allowance for doubtful accounts (negative entry)		(3,665)	(3,427)
A.1.2.2 Due from foreign entities, specify (A.1.2.2.1 + A.1.2.2.2 + A.1.2.2.3 + A.1.2.2.4)			
A.1.2.2.1			
A.1.2.2.2			
A.1.2.2.3			
A.1.2.2.4			
A.1.3 Inventories (A.1.3.1 + A.1.3.2 + A.1.3.3 + A.1.3.4 + A.1.3.5 + A.1.3.6)		2,273	2,212
A.1.3.1 Raw materials and supplies		2,273	2,212
A.1.3.2 Goods in process (including unfinished goods, growing crops, unfinished seeds)			
A.1.3.3 Finished goods			
A.1.3.4 Merchandise/Goods in transit			
A.1.3.5 Unbilled Services (in case of service providers)			
A.1.3.6 Others, specify (A.1.3.6.1 + A.1.3.6.2)			
A.1.3.6.1			
A.1.3.6.2			
A.1.4 Financial Assets other than Cash/Receivables/Equity investments (A.1.4.1 + A.1.4.2 + A.1.4.3 + A.1.4.4 + A.1.4.5 + A.1.4.6)			
A.1.4.1 Financial Assets at Fair Value through Profit or Loss - issued by domestic entities: (A.1.4.1.1 + A.1.4.1.2 + A.1.4.1.3 + A.1.4.1.4 + A.1.4.1.5)			
A.1.4.1.1 National Government			
A.1.4.1.2 Public Financial Institutions			
A.1.4.1.3 Public Non-Financial Institutions			
A.1.4.1.4 Private Financial Institutions			
A.1.4.1.5 Private Non-Financial Institutions			
A.1.4.2 Held to Maturity Investments - issued by domestic entities: (A.1.4.2.1 + A.1.4.2.2 + A.1.4.2.3 + A.1.4.2.4 + A.1.4.2.5)			
A.1.4.2.1 National Government			
A.1.4.2.2 Public Financial Institutions			
A.1.4.2.3 Public Non-Financial Institutions			
A.1.4.2.4 Private Financial Institutions			
A.1.4.2.5 Private Non-Financial Institutions			

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SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY

CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY

TEL. NO.: 631-2222/16220

FAX NO.: 632-8501

COMPANY TYPE : Distribution - Electric Utility

PSIC:

If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Consolidated Statements of Financial Position

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
A.1.4.3 Loans and Receivables - issued by domestic entities: (A.1.4.3.1 + A.1.4.3.2 + A.1.4.3.3 + A.1.4.3.4 + A.1.4.3.5)		
A.1.4.3.1 National Government		
A.1.4.3.2 Public Financial Institutions		
A.1.4.3.3 Public Non-Financial Institutions		
A.1.4.3.4 Private Financial Institutions		
A.1.4.3.5 Private Non-Financial Institutions		
A.1.4.4 Available-for-sale financial assets - issued by domestic entities: (A.1.4.4.1 + A.1.4.4.2 + A.1.4.4.3 + A.1.4.4.4 + A.1.4.4.5)		
A.1.4.4.1 National Government		
A.1.4.4.2 Public Financial Institutions		
A.1.4.4.3 Public Non-Financial Institutions		
A.1.4.4.4 Private Financial Institutions		
A.1.4.4.5 Private Non-Financial Institutions		
A.1.4.5 Financial Assets issued by foreign entities: (A.1.4.5.1+A.1.4.5.2+A.1.4.5.3+A.1.4.5.4)		
A.1.4.5.1 Financial Assets at fair value through profit or loss		
A.1.4.5.2 Held-to-maturity investments		
A.1.4.5.3 Loans and Receivables		
A.1.4.5.4 Available-for-sale financial assets		
A.1.4.6 Allowance for decline in market value (negative entry)		
A.1.5 Land and development cost - at lower cost of net realizable value		
A.1.6 Deferred pass through fuel cost		
A.1.7 Other Current Assets (state separately material items) (A.1.5.1 + A.1.5.2 + A.1.5.3 + A.1.5.4 +	15,421	10,302
A.1.7.1 Advances to an associate	5,342	4,998
A.1.7.2 Pass through VAT - net	1,550	1,753
A.1.7.3 Prepaid tax	1,438	1,601
A.1.7.4 Prepayments and advances to suppliers	2,469	1,520
A.1.7.5 Input VAT	477	340
A.1.7.6 Held-to-maturity investments	4,072	-
A.1.7.7 Others	73	90
A.2 Property, plant, and equipment (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5 + A.2.6 + A.2.7+ A.2.8)	124,913	120,830
A.2.1 Land	15,280	15,280
A.2.2 Buildings and improvements	6,213	5,599
A.2.3 Office furniture, fixtures and other equipment	3,057	2,836
A.2.4 Transportation equipment	3,306	3,148
A.2.5 Others, specify (A.2.5.1 + A.2.5.2 + A.2.5.3 + A.2.5.4)	169,593	161,768
A.2.5.1 Subtransmission and distribution	155,590	148,977
A.2.5.2 Communication equipment	2,482	2,153
A.2.5.3 Construction in progress	7,808	7,491
A.2.5.4 Others	3,713	3,147
A.2.7 Appraisal increase, specify (A.2.6.1 + A.2.6.2 + A.2.6.3+ A.2.6.4)		
A.2.7.1		
A.2.7.2		
A.2.7.3		
A.2.7.4		
A.2.8 Accumulated depreciation and amortization(negative entry)	(72,536)	(67,801)
A.2.9 Impairment Loss or Reversal (if loss, negative entry)		
A.3 Investments accounted for using the cost method (A.3.1 + A.3.2 + A.3.3 + A.3.4)	13,603	14,532
A.3.1 Equity in domestic subsidiaries/affiliates	13,603	14,532
A.3.2 Equity in foreign branches/subsidiaries/affiliates		
A.3.3 Others, specify (A.3.3.1 + A.3.3.2 + A.3.3.3 + A.3.3.4 + A.3.3.5)		
A.3.3.1		
A.3.3.2		
A.3.3.3		
A.3.3.4		
A.3.3.5		
A.4 Investment Property	1,538	1,526
A.5 Biological Assets		
A.6 Intangible Assets - net	2,585	2,336
A.6.1 Major item/s, specify (A.6.1.1 + A.6.1.2)	2,585	2,336
A.6.1.1 Software	2,345	2,078
A.6.1.2 Franchise	49	49
A.6.1.3 Land and Leasehold Rights	191	209
A.6.2 Others, specify (A.6.2.1 + A.6.2.2)		
A.6.2.1		
A.6.2.2		
A.7 Assets Classified as Held for Sale		
A.8 Assets included in Disposal Groups Classified as Held for Sale		
A.9 Assets of discontinued Operations		

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SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY

CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY

TEL. NO.: 631-2222/16220

FAX NO.: 632-8501

COMPANY TYPE: Distribution - Electric Utility

PSIC:

If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Consolidated Statements of Financial Position

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
A.9 Long-term receivables (net of current portion) (A.9.1 + A.9.2 + A.9.3)		
A.9.1 From domestic entities, specify (A.9.1.1 + A.9.1.2)		
A.9.1.1		
A.9.1.2		
A.9.2 From foreign entities, specify (A.9.2.1 + A.9.2.2)		
A.9.2.1		
A.9.2.2		
A.9.3 Allowance for doubtful accounts, net of current portion (negative entry)		
A.10 Other Assets (A.10.1 + A.10.2 + A.10.3 + A.10.4 + A.10.5)	44,305	17,217
A.10.1 Deferred income tax	11,296	7,089
A.10.4 Others, specify (A.10.4.1+A.10.4.2+A.10.4.3+A.10.4.4+A.10.4.5+A.10.4.6+A.10.4.7+A.10.4.8+A.10.4.9)	33,009	10,128
A.10.4.1 Unbilled receivables - net	851	7,047
A.10.4.2 Deferred input VAT	1,664	1,680
A.10.4.3 Advance payment to suppliers	1,030	619
A.10.4.4 Receivable from the BIR	181	181
A.10.4.5 AFS financial assets	10,961	172
A.10.4.6 HTM investments	17,167	121
A.10.4.7 Deferred reinsurance premium	119	110
A.10.4.8 Goodwill	36	36
A.10.4.9 Others	1,000	162
A.10.5 Allowance for write-down of deferred charges/bad accounts (negative entry)		
B. LIABILITIES (B.1 + B.2 + B.3 + B.4 + B.5)	201,378	189,579
B.1 Current Liabilities (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5 + B.1.6 + B.1.7)	93,215	83,528
B.1.1 Trade, Loans, Notes and Other Payables to Domestic Entities		
(B.1.1.1 + B.1.1.2 + B.1.1.3 + B.1.1.4 + B.1.1.5 + B.1.1.6)	67,499	59,704
B.1.1.1 Notes payable	1,043	400
B.1.1.2 Trade accounts payable	29,458	32,101
B.1.1.3 Output VAT - net	6,437	6,323
B.1.1.3 Dividends payable on:	700	438
B.1.1.3.1 Common stock	450	188
B.1.1.3.2 Preferred stock	250	250
B.1.1.5 Advances from Directors, Officers, Employees and Principal Stockholders		
B.1.1.5 Accrued expenses (B.1.1.5.1 + B.1.1.5.2 + B.1.1.5.3 + B.1.1.5.4)	5,491	6,353
B.1.1.5.1 Accrued employee benefits	1,734	2,271
B.1.1.5.2 Accrued taxes	1,635	1,983
B.1.1.5.3 Accrued interest	115	109
B.1.1.5.4 Others	2,007	1,990
B.1.1.6 Current Portions of: (B.1.1.6.1 to B.1.1.6.4)	7,291	4,777
B.1.1.6.1 Bill deposits and related interests	2,470	3,562
B.1.1.6.2 Meter deposits and related interests	497	501
B.1.1.6.3 Deferred lease income	1,037	714
B.1.1.6.4 Long-term employee benefits	3,287	-
B.1.1.7 Others, specify (B.1.1.7.1 to B.1.1.7.6)	17,079	9,312
B.1.1.7.1 Refundable service extension costs	2,502	1,852
B.1.1.7.2 Universal charges payable	2,256	1,988
B.1.1.7.5 Payable to customers	8,009	2,046
B.1.1.7.3 Reinsurance liability	86	74
B.1.1.7.4 Regulatory fees payable	275	273
B.1.1.7.6 Other current liabilities	3,951	3,079
B.1.2 Trade and Other Payables to Foreign Entities		
B.1.3 Provisions	16,388	14,320
B.1.4 Financial Liabilities (excluding Trade and Other Payables and Provisions)		
B.1.5 Income tax payable	1,883	1,668
B.1.6 Deferred tax liabilities		
B.1.7 Others, specify (If material, state separately; indicate if the item is payable to public/private or financial/non-financial institutions) (B.1.7.1 to B.1.7.2)	7,445	7,836
B.1.7.1 Current portion of interest-bearing liabilities	1,895	1,899
B.1.7.2 Any other current liability in excess of 5% of Total Current Liabilities, specify: (B.1.7.2.1 + B.1.7.2.2)	5,550	5,937
B.1.7.2.1 Customers' refund - current portion	5,550	5,937

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TEL. NO.: 631-2222/16220

FAX NO.: 632-8501

COMPANY TYPE: Distribution - Electric Utility

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If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Consolidated Statements of Financial Position

FINANCIAL DATA		2015 (In Million Pesos)	2014 (In Million Pesos)
B.2 Long-term Debt - Non-current Interest-bearing Liabilities (B.2.1 + B.2.2 + B.2.3 + B.2.4 + B.2.5)		27,370	27,743
B.2.1 Domestic Public Financial Institutions		27,370	27,743
B.2.2 Domestic Public Non-Financial Institutions			
B.2.3 Domestic Private Financial Institutions			
B.2.4 Domestic Private Non-Financial Institutions			
B.2.5 Foreign Financial Institutions			
B.3 Indebtedness to Affiliates and Related Parties (Non-Current)			
B.4 Liabilities Included in the Disposal Groups Classified as Held for Sale			
B.5 Other Liabilities (B.5.1 + B.5.2)		80,793	78,308
B.5.1 Deferred tax liabilities - net		17	5
B.5.2 Others, specify (B.5.2.1 + B.5.2.2 + B.5.2.3 + B.5.2.4 + B.5.2.6 + B.5.2.7)		80,776	78,303
B.5.2.1 Customers' deposits - net of current portion		23,584	24,344
B.5.2.2 Long-term employee benefits		3,620	4,887
B.5.2.3 Provisions		21,014	16,073
B.5.2.4 Refundable service extension costs - net of current portion		4,234	7,006
B.5.2.5 Other noncurrent liabilities		28,324	25,993
C. EQUITY (C.3 + C.4 + C.5 + C.6 + C.7 + C.8 + C.9+C.10)		80,861	79,474
C.1 Authorized Capital Stock (no. of shares, par value and total value; show details) (C.1.1+C.1.2+C.1.3)		12,500	12,500
C.1.1 Common shares	1,250,000,000 shares in 2013 and 2012; P10 par value	12,500	12,500
C.1.2 Preferred Shares			
C.1.3 Others			
C.2 Subscribed Capital Stock (C.2.1 + C.2.2 + C.2.3)		11,273	11,265
C.2.1 Common shares	(1,127,271,117 shares, P10 par value)	11,273	11,273
C.2.2 Preferred shares			
C.2.3 Subscription receivables		-	(8)
C.3 Paid-up Capital Stock (C.3.1 + C.3.2)		11,273	11,265
C.3.1 Common shares		11,273	11,265
C.3.2 Preferred Shares			
C.4 Additional Paid-in Capital / Capital in excess of par value / Paid-in Surplus		4,111	4,111
C.5 Non-controlling Interest		585	320
C.6 Others, specify (C.6.1 + C.6.2 + C.6.3+C.6.4+C.6.5)		1,674	2,470
C.6.1 Employee stock purchase plan		1,049	1,049
C.6.2 Unrealized fair value gains on available-fo-sale-investments		102	112
C.6.3 Cumulative translation adjustments of subsidiaries and associates		(72)	355
C.6.4 Excess of acquisition cost over carrying value of non-controlling interest acquired		(328)	(328)
C.6.5 Remeasurement adjustments on retirement and other post-employment liabilities		935	1,302
C.6.6 Share in remeasurement adjustments on associates' retirement liabilities		(12)	(20)
C.7 Appraisal Surplus/Revaluation Increment in Property/Revaluation Surplus			
C.8 Retained Earnings (C.8.1 + C.8.2)		63,229	61,319
C.8.1 Appropriated		11,000	11,000
C.8.2 Unappropriated*		52,229	50,319
C.9 Head / Home Office Account (for Foreign Branches only)			
C.10 Cost of Stocks Held in Treasury (negative entry)		(11)	(11)
TOTAL LIABILITIES AND EQUITY (B + C)		282,239	269,053

*The unappropriated retained earnings include undeclared accumulated earnings of subsidiaries, associates and joint ventures, and the balance of MERALCO's revaluation increment in utility palant and others and investment properties carried at deemed cost , deferred tax assets and derivative assets amounting to P40,618 million and P36,175 million as at December 31, 2015 and 2014, respectively. Such amounts are restricted for dividend declaration purposes.

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NAME OF CORPORATION: MANILA ELECTRIC COMPANY

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TEL. NO.: 631-2222/16220

FAX NO.: 632-8501

COMPANY TYPE : Distribution - Electric Utility

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If these are based on consolidated financial statements, please so indicate in the caption.

Table 2. Consolidated Statements of Income

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)	2013 (In Million Pesos)
A. REVENUE / INCOME (A.1 + A.2 + A.3 + A.4)	261,083	268,149	300,292
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining, utilities, trade, services, etc.) (from Primary Activity)	258,399	266,336	298,636
A.1.1 Sale of electricity	249,773	261,740	294,849
A.1.2 Sale of other services	8,626	4,596	3,787
A.2 Share in the Profit or Loss of Associates and Joint Ventures accounted for using the Equity Method	(27)	295	(259)
A.3 Other Revenue (A.3.1 + A.3.2 + A.3.3 + A.3.4 + A.3.5)	-	-	-
A.3.1			
A.3.2			
A.3.3			
A.3.4			
A.3.5 Others, specify (A.3.5.1 + A.3.5.2 + A.3.5.3 + A.3.5.4 + A.3.5.5 + A.3.5.6 + A.3.5.7 + A.3.5.8)	-	-	-
A.3.5.1			
A.3.5.2			
A.3.5.3			
A.3.5.4			
A.3.5.5			
A.4 Other Income (non-operating) (A.4.1 + A.4.2 + A.4.3 + A.4.4)	2,711	1,518	1,915
A.4.1 Interest and other financial income	1,339	767	1,170
A.4.2 Dividend Income	1	3	2
A.4.3 Gain / (Loss) from selling of Assets, specify (A.4.3.1 + A.4.3.2 + A.4.3.3 + A.4.3.4)	-	-	-
A.4.3.1			
A.4.3.2			
A.4.3.3			
A.4.3.4			
A.4.4 Others, specify (A.4.4.1 + A.4.4.2 + A.4.4.3 + A.4.4.4)	1,371	748	743
A.4.4.1 Carrying costs on ERC-approved under-recoveries	198	-	-
A.4.4.2 Derivative mark-to-market loss	-	-	(24)
A.4.4.3 Foreign exchange loss	367	8	353
A.4.4.4 Others	806	740	414
B. COST OF GOODS SOLD (B.1 + B.2 + B.3)	-	-	-
B.1 Cost of Goods Manufactured (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5)	-	-	-
B.1.1 Direct Material Used			
B.1.2 Direct Labor			
B.1.3 Other Manufacturing Cost / Overhead			
B.1.4 Goods in Process, Beginning			
B.1.5 Goods in Process, End (negative entry)			
B.2 Finished Goods, Beginning			
B.3 Finished Goods, End (negative entry)			
C. COST OF SALES (C.1 + C.2 + C.3)	192,117	203,242	238,198
C.1 Purchases - Purchased power	192,117	203,242	238,198
C.2 Merchandise Inventory, Beginning			
C.3 Merchandise Inventory, End (negative entry)			
D. GROSS PROFIT (A - B - C)	68,966	64,907	62,094

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TEL. NO.: 631-2222/16220 FAX NO.: 632-8501
COMPANY TYPE: Distribution - Electric Utility PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 2. Consolidated Statements of Income

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)	2013 (In Million Pesos)
E. OPERATING EXPENSES (E.1 + E.2 + E.3 + E.4)	42,874	37,000	36,288
E.1 Selling or Marketing Expenses			
E.2 Administrative Expenses			
E.3 General Expenses			
E.4 Other Expenses, specify (E.4.1 + E.4.2 + E.4.3 + E.4.4 + E.4.5 + E.4.6 + E.4.7 + E.4.8 + E.4.9 + E.4.10 + E.4.11 + E.4.12 + E.4.13 + E.4.14 + E.4.15)	42,874	37,000	36,288
E.4.1 Salaries, wages and employee benefits	12,420	11,008	11,261
E.4.2.1 Salaries, wages and related employee benefits	11,056	9,704	9,827
E.4.2.2 Pension expense	1,237	1,186	1,176
E.4.2.3 Other long term post-employment benefits expense	127	118	258
E.4.2 Provision for probable charges and expenses from claims	11,628	10,720	10,749
E.4.3 Depreciation and amortization	6,910	6,093	6,118
E.4.4 Contracted services	4,668	4,292	3,719
E.4.5 Provision for doubtful accounts - net	502	460	504
E.4.6 Taxes, fees and permits	595	662	539
E.4.7 Other Expenses	6,151	3,765	3,398
E.4.7.1 Materials and supplies	2,783	820	693
E.4.7.2 Rent and utilities	852	718	753
E.4.7.3 Advertising expenses	306	438	309
E.4.7.4 Transportation and travel	476	396	360
E.4.7.5 Insurance	295	327	246
E.4.7.6 Communication expenses	134	101	82
E.4.7.7 Others	1,305	965	955
F. FINANCE COSTS (F.1 + F.2 + F.3 + F.4)	1,216	1,439	1,479
F.1 Interest on interest-bearing financial liabilities	1,050	1,210	1,038
F.2 Interest on notes payable	26	7	73
F.3 Amortization of debt issue costs	23	43	61
F.4 Other interests, specify (F.4.1 + F.4.2)	117	179	307
F.4.1 Interest expense on bill and meter deposits	83	84	82
F.4.2 Others	34	95	225
G. NET INCOME BEFORE TAX FROM CONTINUING OPERATIONS (D - E - F)	24,876	26,468	24,327
H. INCOME TAX EXPENSE/BENEFIT (negative entry)	(5,687)	(8,337)	(7,054)
I. INCOME FROM CONTINUING OPERATIONS	19,189	18,131	17,273
J. INCOME FROM DISCONTINUED OPERATIONS	-	-	-
NET INCOME	19,189	18,131	17,273

Control No.: _____	
Form Type: <u>PHFS</u>	
SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES	
NAME OF CORPORATION: <u>MANILA ELECTRIC COMPANY</u>	
CURRENT ADDRESS: <u>LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY</u>	
TEL. NO.: <u>631-2222/16220</u>	FAX NO.: <u>632-8501</u>
COMPANY TYPE <u>Distribution - Electric Utility</u>	PSIC: _____
PSIC: _____	

Table 3. Consolidated Statements of Cash Flows			
FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)	2013 (In Million Pesos)
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax of continuing operations	24,876	26,468	24,327
Income before income tax of discontinued operations			
Income before income tax	24,876	26,468	24,327
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
Adjustments for:			
Provision for probable charges and expenses from claims - net	11,611	10,720	10,736
Depreciation and amortization	6,910	6,093	6,118
Interest and other financial charges	1,216	1,439	1,479
Interest and other financial income	(1,538)	(770)	(1,172)
Provision for doubtful accounts - net	502	460	504
Equity in net (earnings) losses of associates and joint ventures	27	(295)	259
Others	(568)	(194)	(323)
Operating Income before working capital changes	43,036	43,921	41,928
Changes in Assets and Liabilities:			
Decrease (Increase) in:			
Trade and other receivables	5,496	10,075	(20,985)
Inventories	(59)	(750)	(1,379)
Other current assets	(754)	2,290	(147)
Increase (Decrease) in:			
Trade payables and other current liabilities	887	(10,199)	25,060
Customers' refund	(387)	(76)	(114)
Customers' deposits	(1,342)	(1,079)	2,983
Long term employee benefits	1,496	480	(2,997)
Net cash generated from operations	48,373	44,662	44,349
Income tax paid	(6,690)	(7,167)	(7,205)
A. Net Cash Provided by Operating Activities (sum of above rows)	41,683	37,495	37,144
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to:			
Held-to-maturity investments	(21,118)	-	-
Available-for-sale investments	(10,799)	-	-
Utility plant and others	(10,383)	(12,062)	(9,311)
Investments in associates and interest in joint ventures	(80)	(1,422)	(16,383)
Intangible assets	(707)	(514)	(876)
Investment properties	(33)	(6)	-
Short-term investments	-	-	(4,841)
Interest and other financial income received	698	659	1,106
Increase in minority interest due to acquisition of a subsidiary	174	-	-
Proceeds from:			
Disposal of utility plant and others	148	166	127
Disposal of interest in a joint venture	330	-	-
Disposal of investment properties	20	-	91
Dividends received	605	554	411
Decrease (increase) in other noncurrent assets	(1,243)	9	(716)
B. Net Cash Used in Investing Activities (sum of above rows)	(42,388)	(12,616)	(30,392)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from:			
Interest-bearing long-term financial liabilities, net of issue costs	-	7,330	-
Notes payable	929	432	4,705
Collection of subscription receivable	8	61	142
Issuances of bonds, net of issue costs	-	-	18,314
Payments of:			
Dividends	(16,926)	(13,834)	(12,553)
Interest-bearing long-term financial liabilities	(400)	(9,508)	(9,424)
Notes payable	(286)	(1,846)	(4,678)
Interest and other financial charges	(1,882)	(1,996)	(4,036)
Increase (decrease) in non-controlling interest	-	69	(27)
Decrease in other noncurrent liabilities	633	4,031	156
C. Net Cash Used in Financing Activities (sum of above rows)	(17,924)	(15,261)	(7,401)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C)	(18,629)	9,618	(649)
Cash and Cash Equivalents			
Beginning of year	69,469	59,851	60,500
End of year	50,840	69,469	59,851

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY
 CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY
 TEL. NO.: 631-2222/16220
 COMPANY TYPE : Distribution - Electric Utility

FAX NO.: 631-8501

PSIC:

If these are based on consolidated financial statements, please so indicate in the caption.

Table 4. Consolidated Statement of Changes in Equity
 (In Million Pesos)

FINANCIAL DATA	Common Stock	Subscriptions Receivable	Additional Paid-in Capital	Excess of Acquisition Cost over Carrying Value of Non-Controlling Interest Acquired	Employee Stock Purchase Plan	Unrealized Fair Value Gains (Losses) on Available-for-Sale Financial Assets	Share on Remeasurement Adjustments on Associates Retirement Liabilities	Share in Cumulative Translation Adjustments of Subsidiaries and Associates	Remeasurement Adjustments on Retirement and Other Post-employment Liabilities	Treasury Shares	Appropriated Retained Earnings	Unappropriated Retained Earnings	Equity Attributable to Equity Holders of the Parent	Non-controlling Interests	Total Equity
A. At January 1, 2014	11,273	(69)	4,111	(328)	1,049	105	-	389	1,446	(11)	11,000	46,197	75,162	173	75,335
B. Surplus															
B.1 Surplus (Deficit) on Revaluation of Properties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.2 Surplus (Deficit) on Revaluation of Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.3 Currency Translation Differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.4 Other Surplus (specify)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.4.1 Depreciation on appraisal increase transferred to unappropriated retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.4.2 Share on revaluation increment of an associate	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.4.3 Change in tax rate	-	-	-	-	-	-	-	(34)	-	-	-	-	(34)	-	(34)
B.4.4 Unrealized fair value gain (loss)	-	-	-	-	-	7	-	-	-	-	-	-	7	-	7
B.4.5 Remeasurement adjustments on retirement and other post-employment	-	-	-	-	-	-	(20)	-	(144)	-	-	-	(164)	-	(164)
B.4.6 Effect of partial disposal of joint venture	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B.4.7 Deconsolidation of subsidiary through property dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
C. Net Income for the year	-	-	-	-	-	-	-	-	-	-	-	18,053	18,053	78	18,131
D. Dividends (negative entry)	-	-	-	-	-	-	-	-	-	-	-	(13,931)	(13,931)	69	(13,862)
E. Appropriation for (specify)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
E.1 Reversal of appropriation for generation cost under recoveries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
E.2 Business Expansion	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
F. Issuance of Capital Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
F.1 Common Stock	-	61	-	-	-	-	-	-	-	-	-	-	61	-	61
F.2 Preferred Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
F.3 Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
G. Balance at December 31, 2014	11,273	(8)	4,111	(328)	1,049	112	(20)	355	1,302	(11)	11,000	50,319	79,154	320	79,474
G.1 Correction of Error (s)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
G.2 Changes in Accounting Policy	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
H. At January 1, 2015	11,273	(8)	4,111	(328)	1,049	112	(20)	355	1,302	(11)	11,000	50,319	79,154	320	79,474
I. Surplus															
I.1 Surplus (Deficit) on Revaluation of Properties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
I.2 Surplus (Deficit) on Revaluation of Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
I.3 Currency Translation Differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
I.4 Other Surplus (specify)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
I.4.1 Depreciation on appraisal increase transferred to unappropriated retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
I.4.2 Share on revaluation increment of an associate	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
I.4.3 Share in cumulative translation adjustment of an associate	-	-	-	-	-	-	-	(427)	-	-	-	-	(427)	-	(427)
I.4.4 Unrealized fair value gain (loss)	-	-	-	-	-	(10)	-	-	-	-	-	-	(10)	-	(10)
I.4.5 Remeasurement adjustments on retirement and other post-employment	-	-	-	-	-	-	(1)	-	(367)	-	-	-	(368)	-	(368)
I.4.6 Effect of partial disposal of joint venture	-	-	-	-	-	-	9	-	-	-	-	-	9	-	9
I.4.7 Deconsolidation of subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
J. Net Income for the year	-	-	-	-	-	-	-	-	-	-	-	19,098	19,098	91	19,189
K. Dividends (negative entry)	-	-	-	-	-	-	-	-	-	-	-	(17,188)	(17,188)	174	(17,014)
L. Appropriation for (specify)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
L.1 Business Expansion	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
L.2 Reversal of appropriation for self-insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
M. Issuance of Capital Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
F.1 Common Stock	-	8	-	-	-	-	-	-	-	-	-	-	8	-	8
F.2 Preferred Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
F.3 Treasury shares	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
N. Balance at December 31, 2015	11,273	-	4,111	(328)	1,049	102	(12)	(72)	935	(11)	11,000	52,229	80,276	585	80,861

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY

CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY

TEL. NO.: 631-2222/16220 FAX NO.: 632-8501

COMPANY TYPE : Distribution - Electric Utility PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Parent Company Statements of Financial Position

FINANCIAL DATA		2015 (In Million Pesos)	2014 (In Million Pesos)
A. ASSETS (A.1 + A.2 + A.3 + A.4 + A.5 + A.6 + A.7 + A.8 + A.9 + A.10)		272,305	261,079
A.1 Current Assets (A.1.1 + A.1.2 + A.1.3 + A.1.4 + A.1.5 + A.1.6 + A.1.7)		79,434	98,866
A.1.1 Cash and cash equivalents (A.1.1.1 + A.1.1.2 + A.1.1.3)		47,012	66,369
A.1.1.1 Cash on hand and in banks		2,907	4,044
A.1.1.2 Cash equivalents		44,105	62,325
A.1.2 Trade and Other Receivables (A.1.2.1 + A.1.2.2)		21,549	25,911
A.1.2.1 Due from domestic entities (A.1.2.1.1 + A.1.2.1.2 + A.1.2.1.3 + A.1.2.1.4)		21,549	25,911
A.1.2.1.1 Due from customers		23,806	26,910
A.1.2.1.2 Due from related parties		50	40
A.1.2.1.3 Others, specify (A.1.2.1.3.1 + A.1.2.1.3.2)		1,147	2,161
A.1.2.1.3.1 Other receivables		1,147	2,161
A.1.2.1.4 Allowance for doubtful accounts (negative entry)		(3,454)	(3,200)
A.1.2.2 Due from foreign entities, specify (A.1.2.2.1 + A.1.2.2.2 + A.1.2.2.3 + A.1.2.2.4)			
A.1.2.2.1			
A.1.2.2.2			
A.1.2.2.3			
A.1.2.2.4			
A.1.3 Inventories (A.1.3.1 + A.1.3.2 + A.1.3.3 + A.1.3.4 + A.1.3.5 + A.1.3.6)		2,150	2,082
A.1.3.1 Raw materials and supplies		2,150	2,082
A.1.3.2			
A.1.3.3			
A.1.3.4			
A.1.3.5			
A.1.3.6 Others, specify (A.1.3.6.1 + A.1.3.6.2)			
A.1.3.6.1			
A.1.3.6.2			
A.1.4 Financial Assets other than Cash/Receivables/Equity investments (A.1.4.1 + A.1.4.2 + A.1.4.3 + A.1.4.4 + A.1.4.5 + A.1.4.6)		-	-
A.1.4.1 Financial Assets at Fair Value through Profit or Loss - issued by domestic entities: (A.1.4.1.1 + A.1.4.1.2 + A.1.4.1.3 + A.1.4.1.4 + A.1.4.1.5)			
A.1.4.1.1 National Government			
A.1.4.1.2 Public Financial Institutions			
A.1.4.1.3 Public Non-Financial Institutions			
A.1.4.1.4 Private Financial Institutions			
A.1.4.1.5 Private Non-Financial Institutions			
A.1.4.2 Held to Maturity Investments - issued by domestic entities: (A.1.4.2.1 + A.1.4.2.2 + A.1.4.2.3 + A.1.4.2.4 + A.1.4.2.5)			
A.1.4.2.1 National Government			
A.1.4.2.2 Public Financial Institutions			
A.1.4.2.3 Public Non-Financial Institutions			
A.1.4.2.4 Private Financial Institutions			
A.1.4.2.5 Private Non-Financial Institutions			

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY
CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY
TEL. NO.: 631-2222/16220 FAX NO.: 632-8501
COMPANY TYPE: Distribution - Electric Utility PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Parent Company Statements of Financial Position

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
A.1.4.3 Loans and Receivables - issued by domestic entities: (A.1.4.3.1 + A.1.4.3.2 + A.1.4.3.3 + A.1.4.3.4 + A.1.4.3.5)		
A.1.4.3.1 National Government		
A.1.4.3.2 Public Financial Institutions		
A.1.4.3.3 Public Non-Financial Institutions		
A.1.4.3.4 Private Financial Institutions		
A.1.4.3.5 Private Non-Financial Institutions		
A.1.4.4 Available-for-sale financial assets - issued by domestic entities: (A.1.4.4.1 + A.1.4.4.2 + A.1.4.4.3 + A.1.4.4.4 + A.1.4.4.5)	-	-
A.1.4.4.1 National Government		
A.1.4.4.2 Public Financial Institutions		
A.1.4.4.3 Public Non-Financial Institutions		
A.1.4.4.4 Private Financial Institutions		
A.1.4.4.5 Private Non-Financial Institutions		
A.1.4.5 Financial Assets issued by foreign entities: (A.1.4.5.1+A.1.4.5.2+A.1.4.5.3+A.1.4.5.4)		
A.1.4.5.1 Financial Assets at fair value through profit or loss		
A.1.4.5.2 Held-to-maturity investments		
A.1.4.5.3 Loans and Receivables		
A.1.4.5.4 Available-for-sale financial assets		
A.1.4.6 Allowance for decline in market value (negative entry)		
A.1.5 Other Current Assets (state separately material items) (A.1.5.1 + A.1.5.2 + A.1.5.3 + A.1.5.4 +	8,723	4,504
A.1.5.1 Pass through VAT - net	1,550	1,753
A.1.5.2 Prepaid tax	1,095	1,444
A.1.5.3 Prepayments to suppliers	1,716	988
A.1.5.4 Input VAT	228	249
A.1.5.5 Prepaid expenses	62	70
A.1.5.6 Held-to-maturity investments	4,072	-
A.2 Property, plant, and equipment (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5 + A.2.6 + A.2.7+ A.2.8)	122,494	118,977
A.2.1 Land	15,196	15,196
A.2.2 Communication equipment	1,127	1,057
A.2.3 Buildings and improvements	5,959	5,376
A.2.4 Office furniture, fixtures and other equipment	2,868	2,656
A.2.5 Transportation equipment	2,941	2,791
A.2.6 Others, specify (A.2.6.1 + A.2.6.2 + A.2.6.3 + A.2.6.4)	164,793	157,860
A.2.6.1 Subtransmission and distribution	154,618	148,236
A.2.6.2 Construction in progress	7,488	7,225
A.2.6.3 Others	2,687	2,399
A.2.7 Appraisal increase, specify (A.2.7.1 + A.2.7.2 + A.2.7.3 + A.2.7.4)		
A.2.7.1		
A.2.7.2		
A.2.7.3		
A.2.7.4		
A.2.8 Accumulated depreciation and amortization(negative entry)	(70,390)	(65,959)
A.2.9 Impairment Loss or Reversal (if loss, negative entry)		
A.3 Investments accounted for using the cost method (A.3.1 + A.3.2 + A.3.3 + A.3.4)	23,607	22,859
A.3.1 Equity in domestic subsidiaries/affiliates	23,607	22,859
A.3.2 Equity in foreign branches/subsidiaries/affiliates		
A.3.3 Others, specify (A.3.3.1 + A.3.3.2 + A.3.3.3 + A.3.3.4 + A.3.3.5)		
A.3.3.1		
A.3.3.2		
A.3.3.3		
A.3.3.4		
A.3.3.5		
A.4 Investment Property	1,482	1,500
A.5 Biological Assets	-	-
A.6 Intangible Assets - net	2,444	2,235
A.6.1 Major item/s, specify (A.6.1.1 + A.6.1.2)	2,444	2,235
A.6.1.1 Software	2,204	1,977
A.6.1.2 Franchise	49	49
A.6.1.3 Land and leasehold rights	191	209
A.6.2 Others, specify (A.6.2.1 + A.6.2.2)		
A.6.2.1		
A.7 Asset held for distribution to owners		
A.8 Assets Classified as Held for Sale		
A.9 Assets included in Disposal Groups Classified as Held for Sale		

Control No.:

Form Type:

PHFS

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY

CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY

TEL. NO.: 631-2222/16220

FAX NO.: 632-8501

COMPANY TYPE: Distribution - Electric Utility

PSIC:

If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Parent Company Statements of Financial Position

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
A.9 Long-term receivables (net of current portion) (A.9.1 + A.9.2 + A.9.3)	-	-
A.9.1 From domestic entities, specify (A.9.1.1 + A.9.1.2)	-	-
A.9.1.1		
A.9.1.2		
A.9.2 From foreign entities, specify (A.9.2.1 + A.9.2.2)	-	-
A.9.2.1		
A.9.2.2		
A.9.3 Allowance for doubtful accounts, net of current portion (negative entry)		
A.10 Other Assets (A.10.1 + A.10.2 + A.10.3 + A.10.4 + A.10.5)	42,844	16,642
A.10.1 Deferred income tax assets - net	11,154	7,012
A.10.4 Others, specify (A.10.4.1+A.10.4.2+A.10.4.3+A.10.4.4+A.10.4.5+A.10.4.6+A.10.4.7+A.10.4.8)	31,690	9,630
A.10.4.1 Unbilled receivables	851	7,047
A.10.4.2 Deferred Input VAT	1,615	1,625
A.10.4.3 Advance payment to a supplier	1,030	619
A.10.4.4 Receivable from the BIR	181	181
A.10.4.5 AFS investments	10,926	138
A.10.4.5 HTM investments	17,046	-
A.10.4.7 Others	41	20
A.10.5 Allowance for write-down of deferred charges/bad accounts (negative entry)		
B. LIABILITIES (B.1 + B.2 + B.3 + B.4 + B.5)	194,000	183,656
B.1 Current Liabilities (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5 + B.1.6 + B.1.7)	86,788	78,914
B.1.1 Trade, Loans, Notes and Other Payables to Domestic Entities (B.1.1.1 + B.1.1.2 + B.1.1.3 + B.1.1.4 + B.1.1.5 + B.1.1.6)	61,311	55,090
B.1.1.1 Notes payable	-	-
B.1.1.2 Trade accounts payable	27,980	30,759
B.1.1.3 Output VAT- net	5,932	5,970
B.1.1.4 Advances from Directors, Officers, Employees and Principal Stockholders		
B.1.1.5 Accrued expenses (B.1.1.5.1 + B.1.1.5.2 + B.1.1.5.3 + B.1.1.5.4)	5,336	6,282
B.1.1.5.1 Accrued employee benefits	1,655	2,249
B.1.1.5.2 Accrued taxes	1,559	1,934
B.1.1.5.3 Accrued interest	115	109
B.1.1.5.4 Others	2,007	1,990
B.1.1.6 Current Portions of: (B.1.1.6.1 to B.1.1.6.4)	9,755	6,594
B.1.1.6.1 Bill deposits and related interest	2,437	3,531
B.1.1.6.2 Refundable service extension costs	2,502	1,852
B.1.1.6.3 Meter deposits and related interest	495	500
B.1.1.6.4 Other liabilities	1,034	711
B.1.1.6.5 Long-term employee benefits	3,287	-
B.1.1.7 Dividends payable on:	700	325
B.1.1.3.1 Preferred stock	250	250
B.1.1.3.2 Common stock	450	75
B.1.1.8 Others, specify (B.1.1.7.1 to B.1.1.7.5)	11,608	5,160
B.1.1.8.1 Payable to customers	8,009	2,046
B.1.1.8.2 Universal charges payable	2,222	1,958
B.1.1.8.3 Regulatory fees payable	271	271
B.1.1.8.4 Other current liabilities	1,106	885
B.1.2 Trade and Other Payables to Foreign Entities		
B.1.3 Provisions	16,388	14,320
B.1.4 Financial Liabilities (excluding Trade and Other Payables and Provisions)		
B.1.5 Income tax payable	1,668	1,668
B.1.6 Deferred Tax Liabilities		
B.1.7 Others, specify (If material, state separately; indicate if the item is payable to public/private or financial/non-financial institutions) (B.1.7.1 to B.1.7.6)	7,421	7,836
B.1.7.1 Payables to related parties		
B.1.7.2 Acceptances payable		
B.1.7.3 Liabilities under trust receipts		
B.1.7.4 Current portion of long-term interest-bearing liabilities	349	350
B.1.7.5 Deferred Income		
B.1.7.6 Any other current liability in excess of 5% of Total Current Liabilities, specify: (B.1.7.2.1 + B.1.7.2.2)	7,072	7,486
B.1.7.6.1 Customers' refund	5,550	5,937
B.1.7.6.2 Preferred stock	1,522	1,549

Control No.: _____
Form Type: PHFS

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY
CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY
TEL. NO.: 631-2222/16220 FAX NO.: 632-8501
COMPANY TYPE: Distribution - Electric Utility PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 1. Parent Company Statements of Financial Position

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
B.2 Long-term Debt - Non-current Interest-bearing Liabilities (B.2.1 + B.2.2 + B.2.3 + B.2.4 + B.2.5)	27,264	27,613
B.2.1 Domestic Public Financial Institutions	27,264	27,613
B.2.2 Domestic Public Non-Financial Institutions		
B.2.3 Domestic Private Financial Institutions		
B.2.4 Domestic Private Non-Financial Institutions		
B.2.5 Foreign Financial Institutions		
B.3 Indebtedness to Affiliates and Related Parties (Non-Current)		
B.4 Liabilities Included in the Disposal Groups Classified as Held for Sale		
B.5 Other Liabilities (B.5.1 + B.5.2)	79,948	77,129
B.5.1 Deferred tax liabilities - net		
B.5.2 Others, specify (B.5.2.1 + B.5.2.2 + B.5.2.3 + B.5.2.4 + B.5.2.6 + B.5.2.7)	79,948	77,129
B.5.2.1 Customers' deposits - net of current portion	23,264	24,071
B.5.2.2 Long-term employee benefits	3,353	4,706
B.5.2.3 Provisions	21,014	16,073
B.5.2.4 Refundable service extension costs - net of current portion	4,234	7,006
B.5.2.5 Other noncurrent liabilities	28,083	25,273
C. EQUITY (C.3 + C.4 + C.5 + C.6 + C.7 + C.8 + C.9+C.10)	78,305	77,423
C.1 Authorized Capital Stock (no. of shares, par value and total value; show details) (C.1.1+C.1.2+C.1.3)	12,500	12,500
C.1.1 Common shares 1,250,000,000 shares in 2013 and 2012; P10 par value	12,500	12,500
C.1.2 Preferred shares		
C.1.3 Others		
C.2 Subscribed Capital Stock (C.2.1 + C.2.2 + C.2.3)	11,273	11,265
C.2.1 Common shares (1,127,271,117 shares, P10 par value)	11,273	11,273
C.2.2 Preferred shares	-	-
C.2.3 Subscription receivables	-	(8)
C.3 Paid-up Capital Stock (C.3.1 + C.3.2)	11,273	11,265
C.3.1 Common shares	11,273	11,265
C.3.2 Preferred Shares		
C.4 Additional Paid-in Capital / Capital in excess of par value / Paid-in Surplus	4,111	4,111
C.5 Minority Interest		
C.6 Others, specify (C.6.1 + C.6.2 + C.6.3+C.6.4+C.6.5)	2,137	2,497
C.6.1 Remeasurement adjustments on retirement and other post-employment liabilities	993	1,348
C.6.2 Employee stock purchase plan	1,049	1,049
C.6.3 Unrealized fair value gains on available-for-sale financial assets	95	100
C.7 Appraisal Surplus/Revaluation Increment in Property/Revaluation Surplus		
C.8 Retained Earnings (C.8.1 + C.8.2)	60,795	59,561
C.8.1 Appropriated	11,000	11,000
C.8.2 Unappropriated*	49,795	48,561
C.9 Head / Home Office Account (for Foreign Branches only)		
C.10 Cost of Stocks Held in Treasury (negative entry)	(11)	(11)
TOTAL LIABILITIES AND EQUITY (B + C)	272,305	261,079

*The unappropriated retained earnings as at December 31, 2015 and 2014 include the balance of revaluation increment in utility plant and others and investment properties carried at deemed cost, deferred tax assets and derivative assets amounting to P38,184 million and P34,417 million, respectively. Such amounts are restricted for dividend declaration purposes.

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY
CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY
TEL. NO.: 631-2222/16220 FAX NO.: 632-8501
COMPANY TYPE : Distribution - Electric Utility PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 2. Parent Company Statements of Income

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
A. REVENUE / INCOME (A.1 + A.2 + A.3 + A.4)	250,068	261,203
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining, utilities, trade, services, etc.) (from Primary Activity)	246,812	258,883
A.2 Share in the Profit or Loss of Associates and Joint Ventures accounted for		
A.3 Other Revenue (A.3.1 + A.3.2 + A.3.3 + A.3.4 + A.3.5)	690	635
A.3.1 Pole rental revenue	690	635
A.3.2 Receipts from Sale of Merchandise (trading) (from Secondary Activity)		
A.3.3 Sale of Real Estate or other Property and Equipment		
A.3.4 Royalties, Franchise Fees, Copyrights (books, films, records, etc.)		
A.3.5 Others, specify (A.3.5.1 + A.3.5.2 + A.3.5.3 + A.3.5.4 + A.3.5.5 + A.3.5.6 + A.3.5.7 + A.3.5.8)		
A.3.5.1		
A.3.5.2		
A.3.5.3		
A.3.5.4		
A.3.5.5		
A.3.5.6		
A.3.5.7		
A.3.5.8		
A.4 Other Income (non-operating) (A.4.1 + A.4.2 + A.4.3 + A.4.4)	2,566	1,685
A.4.1 Interest and other financial Income	1,491	731
A.4.2 Dividend Income	99	147
A.4.3 Gain / (Loss) from selling of Assets, specify (A.4.3.1 + A.4.3.2 + A.4.3.3 + A.4.3.4)		
A.4.3.1		
A.4.3.2		
A.4.3.3		
A.4.3.4		
A.4.4 Others, specify (A.4.4.1 + A.4.4.2 + A.4.4.3 + A.4.4.4)	976	807
A.4.4.1 Foreign exchange loss - net	54	(31)
A.4.4.2 Derivative mark to market loss	-	-
A.4.4.3 Others	922	838
B. COST OF GOODS SOLD (B.1 + B.2 + B.3)		
B.1 Cost of Goods Manufactured (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5)		
B.1.1 Direct Material Used		
B.1.2 Direct Labor		
B.1.3 Other Manufacturing Cost / Overhead		
B.1.4 Goods in Process, Beginning		
B.1.5 Goods in Process, End (negative entry)		
B.2 Finished Goods, Beginning		
B.3 Finished Goods, End (negative entry)		
C. COST OF SALES (C.1 + C.2 + C.3)	189,615	200,762
C.1 Purchases - Purchased power	189,615	200,762
C.2 Merchandise Inventory, Beginning		
C.3 Merchandise Inventory, End (negative entry)		
D. GROSS PROFIT (A - B - C)	60,453	60,441

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY
CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY
TEL. NO.: 631-2222/16220 FAX NO.: 632-8501
COMPANY TYPE : Distribution - Electric Utility PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 2. Parent Company Statements of Income

FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
E. OPERATING EXPENSES (E.1 + E.2 + E.3 + E.4)	35,493	33,196
E.1 Selling or Marketing Expenses		
E.2 Administrative Expenses		
E.3 General Expenses		
E.4 Other Expenses, specify (E.4.1 + E.4.2 + E.4.3 + E.4.4 + E.4.5 + E.4.6 + E.4.7 + E.4.8 + E.4.9 + E.4.10 + E.4.11 + E.4.12 + E.4.13 + E.4.14 + E.4.15)	35,493	33,196
E.4.1 Salaries, wages and employee benefits	9,494	9,216
E.4.2.1 Salaries, wages and related employee benefits	8,375	8,081
E.4.2.2 Pension expense	992	1,017
E.4.2.3 Other long term post-employment benefits expense	127	118
E.4.2 Provision for probable charges and expenses from claims	11,628	10,720
E.4.3 Depreciation and amortization	6,539	5,786
E.4.4 Contracted services	4,545	4,304
E.4.5 Provision for doubtful accounts - net	481	443
E.4.6 Taxes, fees and permits	459	426
E.4.7 Other Expenses	2,347	2,301
E.4.7.1 Rent and utilities	439	479
E.4.7.2 Advertising expense	280	401
E.4.7.3 Insurance	281	308
E.4.7.4 Inventories	367	277
E.4.7.5 Transportation and travel	170	207
E.4.7.6 Communication expense	96	74
E.4.7.7 Others	714	555
F. FINANCE COSTS (F.1 + F.2 + F.3 + F.4 + F.5)	1,185	1,424
F.1 Interest on notes payable	-	-
F.2 Interest on long-term interest bearing liabilities	1,050	1,209
F.3 Amortization of debt issue costs	23	43
F.4 Other interests, specify (F.4.1 + F.4.2)	112	172
F.4.1 Interest expense on customers' deposits	82	83
F.4.2 Others	30	89
G. NET INCOME BEFORE TAX (D - E - F)	23,775	25,821
H. INCOME TAX EXPENSE/BENEFIT (negative entry)	(5,353)	(8,068)
I. INCOME AFTER TAX	18,422	17,753
J. Amount of (i) Post-Tax Profit or Loss of Discontinued Operations; and (ii) Post-Tax Gain or Loss Recognized on the Measurement of Fair Value less Cost to Sell or on the Disposal of the Assets or Disposal Group(s) constituting the Discontinued Operation (if any)		
J.1		
J.2		
K. PROFIT OR LOSS ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	18,422	17,753

Control No.: _____	
Form Type: <u>PHFS</u>	
SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES	
NAME OF CORPORATION: <u>MANILA ELECTRIC COMPANY</u>	
CURRENT ADDRESS: <u>LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY</u>	
TEL. NO.: <u>631-2222/16220</u>	FAX NO.: <u>632-8501</u>
COMPANY TYPE <u>Distribution - Electric Utility</u>	PSIC: _____

Table 3. Parent Company Statements of Cash Flows		
FINANCIAL DATA	2015 (In Million Pesos)	2014 (In Million Pesos)
CASH FLOWS FROM OPERATING ACTIVITIES		
Income Before Tax	23,775	25,821
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities		
Adjustments for:		
Provision for probable charges and expenses from claims, net of settlement	11,611	10,720
Depreciation and amortization	6,539	5,786
Interest and other financial charges	1,185	1,424
Interest and other financial income	(1,590)	(878)
Provision for doubtful accounts, net	481	443
Others	(560)	(194)
Operating Income before working capital changes	41,441	43,122
Changes in Assets and Liabilities:		
Decrease (Increase) in:		
Trade and other receivables	5,571	12,063
Inventories	(67)	(704)
Other current assets	(237)	3,127
Increase (Decrease) in:		
Trade payables and other current liabilities	518	(11,469)
Customers' deposits	(1,392)	(1,108)
Long-term employee benefits	1,426	458
Customers' refund	(387)	(76)
Net cash generated from operations	46,873	45,413
Income tax paid	(6,758)	(7,089)
A. Net Cash Provided by Operating Activities (sum of above rows)	40,115	38,324
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to:		
Held-to-maturity investments	(21,118)	-
Available-for-sale investments	(10,788)	-
Utility plant and others	(9,471)	(11,533)
Investments in subsidiaries and associates	(421)	(2,345)
Intangible assets	(639)	(382)
Short-term investments	-	-
Proceeds from:		
Disposal of utility plant and others	167	166
Disposal of interest in a joint venture	330	-
Interest other than financial income and dividends received	1,534	659
Return of capital from a joint venture	31	-
Increase in other noncurrent assets	(425)	(144)
B. Net Cash Used in Investing Activities (sum of above rows)	(40,800)	(13,579)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments of:		
Dividends	(16,813)	(13,933)
Interest-bearing long-term financial liabilities	(400)	(9,508)
Interest and other financial charges	(1,850)	(1,993)
Notes payable	-	(1,700)
Proceeds from:		
Availment of Interest-bearing long-term financial liabilities, net of issue costs	-	7,200
Collection of subscriptions receivable	8	61
Increase in other noncurrent liabilities	383	3,890
C. Net Cash Used in Financing Activities (sum of above rows)	(18,672)	(15,983)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C)	(19,357)	8,762
Cash and Cash Equivalents		
Beginning of year	66,369	57,607
End of year	47,012	66,369

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: MANILA ELECTRIC COMPANY

CURRENT ADDRESS: LOPEZ BUILDING, ORTIGAS AVENUE, PASIG CITY

TEL. NO.: 631-2222/16220

631-8501

COMPANY TYPE: Distribution - Electric Utility

PSIC: _____

If these are based on consolidated financial statements, please so indicate in the caption.

Table 4. Parent Company Statements of Changes in Equity

FINANCIAL DATA	(In Million Pesos)									
	Common Stock	Subscriptions Receivable	Additional Paid-in Capital	Employee Stock Purchase Plan	Unrealized Fair Value Gains on Available-for-Sale Financial Assets	Remeasurement Adjustments on Retirement and Other Post-employment Liabilities	Treasury Shares	Appropriated Retained Earnings	Unappropriated Retained Earnings	Total Equity
A. At January 1, 2014	11,273	(69)	4,111	1,049	88	1,446	(11)	11,000	44,739	73,626
B. Surplus										
B.1 Surplus (Deficit) on Revaluation of Properties	-	-	-	-	-	-	-	-	-	-
B.2 Surplus (Deficit) on Revaluation of Investments	-	-	-	-	-	-	-	-	-	-
B.3 Currency Translation Differences	-	-	-	-	-	-	-	-	-	-
B.4 Other Surplus (specify)										
B.4.1 Depreciation on appraisal increase transferred to unappropriated retained earnings	-	-	-	-	-	-	-	-	-	-
B.4.2 Remeasurement adjustments on retirement and other post-employment liabilities	-	-	-	-	-	(98)	-	-	-	(98)
B.4.3 Change in tax rate	-	-	-	-	-	-	-	-	-	-
B.4.4 Unrealized fair value gain (loss)	-	-	-	-	12	-	-	-	-	12
B.4.5 Share-based payments	-	-	-	-	-	-	-	-	-	-
B.4.6 Discontinued Operation	-	-	-	-	-	-	-	-	-	-
C. Net Income for the year	-	-	-	-	-	-	-	-	17,753	17,753
D. Dividends (negative entry)	-	-	-	-	-	-	-	-	(13,931)	(13,931)
E. Appropriation for (specify)										
E.1 Reversal of appropriation for generation cost under recoveries	-	-	-	-	-	-	-	-	-	-
E.2 Business expansion	-	-	-	-	-	-	-	-	-	-
F. Issuance of Capital Stock										
F.1 Common Stock	-	61	-	-	-	-	-	-	-	61
F.2 Preferred Stock	-	-	-	-	-	-	-	-	-	-
F.3 Others	-	-	-	-	-	-	-	-	-	-
G. Balance at December 31, 2014	11,273	(8)	4,111	1,049	100	1,348	(11)	11,000	48,561	77,423
G.1 Correction of Error (s)										
G.2 Changes in Accounting Policy										
H. At January 1, 2015	11,273	(8)	4,111	1,049	100	1,348	(11)	11,000	48,561	77,423
I. Surplus										
I.1 Surplus (Deficit) on Revaluation of Properties	-	-	-	-	-	-	-	-	-	-
I.2 Surplus (Deficit) on Revaluation of Investments	-	-	-	-	-	-	-	-	-	-
I.3 Currency Translation Differences	-	-	-	-	-	-	-	-	-	-
I.4 Other Surplus (specify)										
I.4.1 Depreciation on appraisal increase transferred to unappropriated retained earnings	-	-	-	-	-	-	-	-	-	-
I.4.2 Remeasurement adjustments on retirement and other post-employment liabilities	-	-	-	-	-	(355)	-	-	-	(355)
I.4.3 Share in cumulative translation adjustment of an associate	-	-	-	-	-	-	-	-	-	-
I.4.4 Unrealized fair value gain (loss)	-	-	-	-	(5)	-	-	-	-	(5)
I.4.5 Share-based payments	-	-	-	-	-	-	-	-	-	-
I.4.6 Deconsolidation of subsidiary	-	-	-	-	-	-	-	-	-	-
J. Net Income for the year	-	-	-	-	-	-	-	-	18,422	18,422
K. Dividends (negative entry)	-	-	-	-	-	-	-	-	(17,188)	(17,188)
L. Appropriation for (specify)										
L.1 Under-recoveries	-	-	-	-	-	-	-	-	-	-
L.2 Reversal of appropriation for self-insurance	-	-	-	-	-	-	-	-	-	-
M. Issuance of Capital Stock										
F.1 Common Stock	-	8	-	-	-	-	-	-	-	8
F.2 Preferred Stock	-	-	-	-	-	-	-	-	-	-
F.3 Treasury shares	-	-	-	-	-	-	-	-	-	-
N. Balance at December 31, 2015	11,273	-	4,111	1,049	95	993	(11)	11,000	49,795	78,305