

## Business Separation Guidelines

**Total Statement of Assets and Liabilities as at \_\_\_\_\_**  
**Electric Power Industry Group \_\_\_\_\_**

Description	Total Assets	Total Liabilities	Net Assets (Liabilities)
<b>ELECTRIC POWER INDUSTRY PARTICIPANT(S)</b>			
<b>Generation*</b> Generation Services Supply Services			
<b>Transmission and Related Activities*</b> Transmission Services Transmission Connection Services Market Operations System Operations Related Businesses			
<b>Distribution and Related Activities*</b> Distribution Services Distribution Connection Services Regulated Retail Services Wholesale Aggregation Services Last Resort Supply Services Non-regulated Retail Services			
<b>Wholesale Aggregation Services</b> Related Businesses			
<b>Supply*</b> Supply Services			
<b>Elimination of Inter-company Transactions</b> Long term borrowings Provision for deferred tax Provision for dividends payable Unallocated dividends receivable Unallocated interest payable Unallocated interest receivable Unallocated assets/liabilities <sup>2</sup>			
<b>Total</b>			
<b>RELATED BUSINESSES</b> Assets & Liabilities for Related Businesses			
<b>OTHER BUSINESSES</b> Assets & Liabilities for other businesses			
<b>Shareholders' Equity</b> as per audited General Purpose Financial Statements			

\* Complete for each Business Segment that the Electric Power Industry Group is engaged in

<sup>1</sup> Adjustments will include assets and liabilities relating to the business as a whole and which cannot be allocated to individual Business Segments. All adjustments should be reported by type of transaction.

<sup>2</sup> Unallocated assets and liabilities should be specified individually. These items will include any assets or liabilities which relate to the business as a whole and are therefore not allocated to individual Business Segments.

**APPENDIX C – ACCOUNTING SEPARATION REPORTING FORMATS (GENERATION BUSINESS SEGMENTS)**

**Generation, Electric Power Industry Participant \_\_\_\_\_**  
**Statement of Income for the year ended \_\_\_\_\_**

Account code or reference	Description	Generation Million Pesos	Supply Million Pesos
	Revenue from the sale of electricity and provision of ancillary services		
	Revenue from the sale of assets		
	Other revenue (analyzed as appropriate)		
	<b>Total Revenue</b>		
	Maintenance		
	Operating expenses (analyzed as appropriate)		
	Depreciation – Historic cost		
	Depreciation – Appraisal increment		
	<b>Total operating costs</b>		
	<b>Profit before interest and tax</b>		
	Interest		
	<b>Profit before tax and extraordinary items</b>		
	Tax		
	Extraordinary Revenue Items <sup>1</sup>		
	Extraordinary Expense Items <sup>1</sup>		
	<b>Profit after interest, tax and extraordinary items</b>		

<sup>1</sup> Includes all segment revenues and expenses which would otherwise be excluded under paragraph 16 of SFAS31 / IAS 14.

## Business Separation Guidelines

Generation, Electric Power Industry Participant \_\_\_\_\_  
 Statement of Assets and Liabilities as at \_\_\_\_\_

Account code or reference	Description	Generation Million Pesos	Supply Million Pesos
	<b>NON-CURRENT ASSETS</b>		
	Utility plant and equipment – Historic cost		
	Utility plant and equipment – Accumulated Historic depreciation		
	Utility plant and equipment – Appraisal increment		
	Utility plant and equipment – Accumulated Appraisal depreciation		
	Buildings and improvements – Historic cost		
	Buildings and improvements – Accumulated Historic depreciation		
	Buildings and improvements – Appraisal increment		
	Buildings and improvements – Accumulated Appraisal depreciation		
	Information technology– Historic cost		
	Information technology– Accumulated Historic depreciation		
	Motor vehicles– Historic cost		
	Motor vehicles– Accumulated Historic depreciation		
	Investments and advances		
	Land and development		
	Other non-current – Net of accumulated depreciation		
	<b>Total non-current assets</b>		
	<b>CURRENT ASSETS</b>		
	Cash and cash equivalents		
	Receivables		
	Investments		
	Prepayments		
	Materials and supplies		
	Other current assets		
	<b>Total Current Assets</b>		
	<b>TOTAL ASSETS</b>		
	<b>NON-CURRENT LIABILITIES<sup>1</sup></b>		
	Provisions <sup>2</sup>		
	Loans		
	<b>Total non-current liabilities</b>		
	<b>CURRENT LIABILITIES</b>		
	Trade payables and accrued expenses		
	Loans		
	Provisions		
	<b>Total current liabilities</b>		
	<b>TOTAL LIABILITIES</b>		
	<b>NET ASSETS/ (LIABILITIES)</b>		

Long term borrowings and any tax liabilities and standard provisions generally included in the balance sheet in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member, and that relate to the business as a whole, should be excluded from the statement of assets and liabilities for individual Business Segments because these items relate to the business as a whole and not to the individual Business Segments. Unallocated items such as these should be included in the reconciliation of the total statement of assets and liabilities to those General Purpose Financial Statements (See Appendix B).

<sup>2</sup> Includes any provisions that can be allocated to this particular Business Segment. Provisions refer to any standard provisions that are generally included in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member. As defined in SFAS 1, Presentation of Financial Statements, a provision is a liability of uncertain timing or amount such as provision for warranties.

## Business Separation Guidelines

Generation, Electric Power Industry Participant \_\_\_\_\_  
 Cash Flow Statement for the year ended \_\_\_\_\_

Account code or reference	Description	Generation Million Pesos	Supply Million Pesos
<b>Cash Flows from Operating Activities</b>			
	Net income before tax and extraordinary items		
	Adjustments for depreciation – Historic cost		
	Adjustments for depreciation – Appraisal increment		
	Adjustments for foreign exchange loss / (gain)		
	Investment loss (income)		
	Interest expense (income)		
	<b>Operating income before working capital charges</b>		
	Decrease / (increase) in trade and other receivables		
	Decrease / (increase) in inventories		
	Increase / (decrease) in trade payables		
	<b>Cash generated from operations</b>		
	Interest paid		
	Income taxes paid		
	<b>Cash flow before extraordinary items</b>		
	Extraordinary gain / (loss)		
	<b>Net cash from (used in) operating activities</b>		
<b>Cash Flows from Investing Activities</b>			
	Acquisition of subsidiary		
	Purchase of plant and equipment (analyzed as appropriate)		
	Purchase of land and buildings		
	Interest received		
	Dividends received		
	Purchase of Other Investment Activities		
	Sale of Other Investment Activities		
	<b>Net cash used in (from) investment activities</b>		
<b>Cash Flows from Financing Activities</b>			
	Proceeds from issuance of stock		
	Proceeds from Long Term Debt (analyzed as appropriate)		
	Payment of financial lease liabilities		
	Dividends paid		
	<b>Net cash used in (from) financing activities</b>		
<b>Net Change in Cash Equivalents</b>			
	Cash and Cash Equivalents at Beginning of Year		
	Cash and Cash Equivalents at End of Year		

*AG*

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## Business Separation Guidelines

**Generation, Electric Power Industry Participant** \_\_\_\_\_  
**Revenue Schedule for the year ended** \_\_\_\_\_

Account code or reference	Description	Generation Million Pesos	Supply Million Pesos
	<b>Direct revenue</b>		
	Revenue from the sale of electricity and ancillary services		
	Revenue from the sale of assets		
	Other revenue (analyzed as appropriate)		
	<b>Total direct revenue</b>		
	<b>Indirectly attributable revenue</b>		
	Revenue from the sale of electricity and ancillary services		
	Revenue from the sale of assets		
	Other revenue (analyzed as appropriate)		
	<b>Total indirectly attributable revenue</b>		
	<b>Unattributable revenue allocated</b>		
	Revenue from the sale of electricity and ancillary services		
	Revenue from the sale of assets		
	Other revenue (analyzed as appropriate)		
	<b>Total unattributable revenue</b>		
	<b>Total revenue</b>		

Note: In addition to the above it is mandatory to produce for each revenue item that has been allocated to the Business Segment a supporting work paper that includes:

- (a) the amounts that have been indirectly attributed to the Business Segment
- (b) the amounts that have been allocated to the Business Segment
- (c) a description of the allocation basis
- (d) the numeric quantity of each allocation factor

## Business Separation Guidelines

Generation, Electric Power Industry Participant \_\_\_\_\_  
 Cost Schedule for the year ended \_\_\_\_\_

Account code or reference	Description	Generation Million Pesos	Supply Million Pesos
	<b>Direct costs</b>		
	Maintenance		
	Operating expenses		
	Depreciation – Historic cost		
	Depreciation – Appraisal increment		
	Other costs (analyzed as appropriate)		
	<b>Total direct costs</b>		
	<b>Indirectly attributable costs</b>		
	Maintenance		
	Operating expenses (analyzed as appropriate)		
	Depreciation – Historic cost		
	Depreciation – Appraisal increment		
	<b>Total indirectly attributable costs</b>		
	<b>Unattributable costs allocated</b>		
	Maintenance		
	Operating expenses (analyzed as appropriate)		
	Depreciation – Historic cost		
	Depreciation – Appraisal increment		
	<b>Total unattributable costs allocated</b>		
	<b>Total operating costs</b>		
	Direct extraordinary items		
	Indirectly attributable extraordinary items		
	Unattributable extraordinary items allocated		
	<b>Total Extraordinary Items</b>		

**Note:** In addition to the above it is mandatory to produce for each cost item that has been attributed or allocated to the Business Segment a supporting work paper that includes:

- (a) the amounts that have been indirectly attributed to the Business Segment
- (b) the amounts that have been allocated to the Business Segment
- (c) a description of the allocation basis
- (d) the numeric quantity of each allocation factor

**Business Separation Guidelines**

Generation, Electric Power Industry Participant \_\_\_\_\_  
Inter-segmental Transactions Note for the year ended \_\_\_\_\_

**(a) Inter-segmental Revenues recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

**(b) Inter-segmental Costs recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

**APPENDIX D – ACCOUNTING SEPARATION REPORTING FORMATS (TRANSMISSION AND RELATED ACTIVITIES BUSINESS SEGMENTS)**

Transmission and Related Activities, Electric Power Industry Participant \_\_\_\_\_  
 Statement of Income for the year ended \_\_\_\_\_

Account code or reference	Description	Transmission Services Million Pesos	Transmission Connection Services Million Pesos	Market Operations Million Pesos	System Operations Million Pesos	Related Businesses Million Pesos
	Revenue from regulated services (analyzed as appropriate)					
	Revenue from non-regulated services					
	Revenue from the sale of assets					
	Other revenue (analyzed as appropriate)					
	<b>Total Revenue</b>					
	Maintenance					
	Operating expenses (analyzed as appropriate)					
	Depreciation – Historic cost					
	Depreciation – Appraisal increment					
	<b>Total operating costs</b>					
	<b>Profit before interest and tax</b>					
	Interest					
	<b>Profit before tax and extraordinary items</b>					
	Tax					
	Extraordinary Revenue Items <sup>1</sup>					
	Extraordinary Expense Items <sup>1</sup>					
	<b>Profit after interest, tax and extraordinary items</b>					

<sup>1</sup> Includes all segment revenues and expenses which would otherwise be excluded under paragraph 16 of SFAS31 / IAS 14.



## Business Separation Guidelines

**Transmission and Related Activities, Electric Power Industry Participant** \_\_\_\_\_  
**Statement of Assets and Liabilities as at** \_\_\_\_\_

Account code or reference	Description	Transmission Services Million Pesos	Transmission Connection Services Million Pesos	Market Operations Million Pesos	System Operations Million Pesos	Related Businesses Million Pesos
<b>NON-CURRENT ASSETS</b>						
	Utility plant and equipment – Historic cost					
	Utility plant and equipment – Accumulated Historic depreciation					
	Utility plant and equipment – Appraisal increment					
	Utility plant and equipment – Accumulated Appraisal depreciation					
	Buildings and improvements – Historic cost					
	Buildings and improvements – Accumulated Historic depreciation					
	Buildings and improvements – Appraisal increment					
	Buildings and improvements – Accumulated Appraisal depreciation					
	Information technology– Historic cost					
	Information technology– Accumulated Historic depreciation					
	Motor vehicles– Historic cost					
	Motor vehicles– Accumulated Historic depreciation					
	Investments and advances					
	Land and development					
	Other non-current – Net of accumulated depreciation					
	<b>Total non-current assets</b>					
<b>CURRENT ASSETS</b>						
	Cash and cash equivalents					
	Receivables					
	Investments					
	Prepayments					
	Materials and supplies					
	Other current assets					
	<b>Total Current Assets</b>					
<b>TOTAL ASSETS</b>						
<b>NON-CURRENT LIABILITIES<sup>1</sup></b>						
	Provisions <sup>2</sup>					
	Loans					
	<b>Total non-current liabilities</b>					
<b>CURRENT LIABILITIES</b>						
	Trade payables and accrued expenses					
	Loans					
	Provisions					
	<b>Total current liabilities</b>					
<b>TOTAL LIABILITIES</b>						
<b>NET ASSETS/ (LIABILITIES)</b>						

Long term borrowings and any tax liabilities and standard provisions generally included in the balance sheet in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member, and that relate to the business as a whole, should be excluded from the statement of assets and liabilities for individual Business Segments because these items relate to the business as a whole and not to the individual Business Segments. Unallocated items such as these should be included in the reconciliation of the total statement of assets and liabilities to those General Purpose Financial Statements (See Appendix B).

<sup>2</sup> Includes any provisions that can be allocated to this particular Business Segment. Provisions refer to any standard provisions that are generally included in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member. As defined in SFAS 1, Presentation of Financial Statements, a provision is a liability of uncertain timing or amount such as provision for warranties.

## Business Separation Guidelines

**Transmission and Related Activities, Electric Power Industry Participant** \_\_\_\_\_

**Cash Flow Statement for the year ended** \_\_\_\_\_

Account code or reference	Description	Transmission Services Million Pesos	Transmission Connection Services Million Pesos	Market Operations Million Pesos	System Operations Million Pesos	Related Businesses Million Pesos
<b>Cash Flows from Operating Activities</b>						
	Net income before tax and extraordinary items					
	Adjustments for depreciation – Historic cost					
	Adjustments for depreciation – Appraisal increment					
	Adjustments for foreign exchange loss / (gain)					
	Investment loss (income)					
	Interest expense (income)					
	<u>Operating income before working capital charges</u>					
	Decrease / (increase) in trade and other receivables					
	Decrease / (increase) in inventories					
	Increase / (decrease) in trade payables					
	<u>Cash generated from operations</u>					
	Interest paid					
	Income taxes paid					
	<u>Cash flow before extraordinary items</u>					
	Extraordinary gain / (loss)					
	<u>Net cash from (used in) operating activities</u>					
<b>Cash Flows from Investing Activities</b>						
	Acquisition of subsidiary					
	Purchase of plant and equipment (analyzed as appropriate)					
	Purchase of land and buildings					
	Interest received					
	Dividends received					
	Purchase of Other Investment Activities					
	Sale of Other Investment Activities					
	<u>Net cash used in (from) investment activities</u>					
<b>Cash Flows from Financing Activities</b>						
	Proceeds from issuance of stock					
	Proceeds from Long Term Debt (analyzed as appropriate)					
	Payment of financial lease liabilities					
	Dividends paid					
	<u>Net cash used in (from) financing activities</u>					
<b>Net Change in Cash Equivalents</b>						
	Cash and Cash Equivalents at Beginning of Year					
	Cash and Cash Equivalents at End of Year					

**Business Separation Guidelines**

**Transmission and Related Activities, Electric Power Industry Participant \_\_\_\_\_**  
**Revenue Schedule for the year ended \_\_\_\_\_**

Account code or reference	Description	Transmission Services Million Pesos	Transmission Connection Services Million Pesos	Market Operations Million Pesos	System Operations Million Pesos	Related Businesses Million Pesos
	<b>Direct revenue</b>					
	Revenue from regulated services (analyzed as appropriate)					
	Revenue from non-regulated services					
	Revenue from the sale of assets					
	Other revenue (analyzed as appropriate)					
	<b>Total direct revenue</b>					
	<b>Indirectly attributable revenue</b>					
	Revenue from the sale of electricity and ancillary services					
	Revenue from the sale of assets					
	Other revenue (analyzed as appropriate)					
	<b>Total indirectly attributable revenue</b>					
	<b>Unattributable revenue allocated</b>					
	Revenue from the sale of electricity and ancillary services					
	Revenue from the sale of assets					
	Other revenue (analyzed as appropriate)					
	<b>Total unattributable revenue allocated</b>					
	<b>Total revenue</b>					

**Note:** In addition to the above it is mandatory to produce for each revenue item that has been allocated to the Business Segment a supporting work paper that includes:

- (a) the amounts that have been indirectly attributed to the Business Segment
- (b) the amounts that have been allocated to the Business Segment
- (c) a description of the allocation basis
- (d) the numeric quantity of each allocation factor

## Business Separation Guidelines

**Transmission and Related Activities, Electric Power Industry Participant** \_\_\_\_\_  
**Cost Schedule for the year ended** \_\_\_\_\_

Account code or reference	Description	Transmission Services Million Pesos	Transmission Connection Services Million Pesos	Market Operations Million Pesos	System Operations Million Pesos	Related Businesses Million Pesos
	<b>Direct costs</b>					
	Maintenance					
	Operating expenses					
	GMC operating costs					
	Depreciation					
	Other costs (analyzed as appropriate)					
	<b>Total direct costs</b>					
	<b>Indirectly attributable costs</b>					
	Maintenance					
	Operating expenses (analyzed as appropriate)					
	GMC operating costs					
	Depreciation					
	<b>Total indirectly attributable costs</b>					
	<b>Unattributable costs allocated</b>					
	Maintenance					
	Operating expenses (analyzed as appropriate)					
	GMC operating costs					
	Depreciation					
	<b>Total unattributable costs allocated</b>					
	<b>Total operating costs</b>					
	Direct extraordinary items					
	Indirectly attributable extraordinary items					
	Unattributable extraordinary items allocated					
	<b>Total Extraordinary Items</b>					

**Note:** In addition to the above it is mandatory to produce for each cost item that has been allocated to the Business Segment a supporting work paper that includes:

- (a) the amounts that have been indirectly attributed to the Business Segment
- (b) the amounts that have been allocated to the Business Segment
- (c) a description of the allocation basis
- (d) the numeric quantity of each allocation factor

**Business Separation Guidelines**

**Transmission and Related Activities, Electric Power Industry Participant** \_\_\_\_\_  
**Inter-segmental Transactions Note for the year ended** \_\_\_\_\_

**(a) Inter-segmental Revenues recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

**(b) Inter-segmental Costs recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

**APPENDIX E – ACCOUNTING SEPARATION REPORTING FORMATS (DISTRIBUTION AND RELATED ACTIVITIES BUSINESS SEGMENTS)**

**Distribution and Related Activities, Electric Power Industry Participant \_\_\_\_\_**  
**Statement of Income for the year ended \_\_\_\_\_**

Account code or reference	Description	Distribution Services Million Pesos	Distribution Connection Services Million Pesos	Regulated Retail Services Million Pesos	Non-regulated Retail Services Million Pesos	Wholesale Aggregation Million Pesos	Last Resort Supply Services Million Pesos	Related Businesses Million Pesos
	Revenue from regulated services (analyzed as appropriate)							
	Revenue from non-regulated services							
	Revenue from the sale of assets							
	Other revenue (analyzed as appropriate)							
	<b>Total Revenue</b>							
	Maintenance							
	Electricity charges (paid to Generators)							
	Transmission grid charges							
	WESM fees							
	Operating expenses (analyzed as appropriate)							
	Depreciation – Historic cost							
	Depreciation – Appraisal increment							
	<b>Total operating costs</b>							
	<b>Profit before interest and tax</b>							
	Interest							
	<b>Profit before tax and extraordinary items</b>							
	Tax							
	Extraordinary Revenue Items <sup>1</sup>							
	Extraordinary Expense Items <sup>1</sup>							
	<b>Profit after interest, tax and extraordinary items</b>							

<sup>1</sup> Includes all segment revenues and expenses which would otherwise be excluded under paragraph 16 of SFAS31 / IAS 14.

## Business Separation Guidelines

Distribution and Related Activities, Electric Power Industry Participant \_\_\_\_\_  
 Statement of Assets and Liabilities as at \_\_\_\_\_

Account code or reference	Description	Distribution Services Million Pesos	Distribution Connection Services Million Pesos	Regulated Retail Services Million Pesos	Non-regulate- Retail Services Million Pesos	Wholesale Aggregation Million Pesos	Last Resort Supply Services Million Pesos	Related Businesses Million Pesos
<b>NON-CURRENT ASSETS</b>								
	Utility plant and equipment – Historic cost							
	Utility plant and equipment – Accum. Historic depr.							
	Utility plant and equipment – Appraisal increment							
	Utility plant and equipment – Accum. Appraisal depr.							
	Buildings and improvements – Historic cost							
	Buildings and improvements – Accum. Historic depr.							
	Buildings and improvements – Appraisal increment							
	Buildings and improvements – Accum. Appraisal depr.							
	Information technology– Historic cost							
	Information technology– Accum. Historic depreciation							
	Motor vehicles– Historic cost							
	Motor vehicles– Accumulated Historic depreciation							
	Investments and advances							
	Land and development							
	Other non-current – Net of accumulated depreciation							
	<b>Total non-current assets</b>							
<b>CURRENT ASSETS</b>								
	Cash and cash equivalents							
	Receivables							
	Investments							
	Prepayments							
	Materials and supplies							
	Other current assets							
	<b>Total Current Assets</b>							
<b>TOTAL ASSETS</b>								
<b>NON-CURRENT LIABILITIES<sup>1</sup></b>								
	Provisions <sup>2</sup>							
	Loans							
	<b>Total non-current liabilities</b>							
<b>CURRENT LIABILITIES</b>								
	Trade payables and accrued expenses							
	Loans							
	Provisions							
	<b>Total current liabilities</b>							
<b>TOTAL LIABILITIES</b>								
<b>NET ASSETS/ (LIABILITIES)</b>								

Long term borrowings and any tax liabilities and standard provisions generally included in the balance sheet in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member, and that relate to the business as a whole, should be excluded from the statement of assets and liabilities for individual Business Segments because these items relate to the business as a whole and not to the individual Business Segments. Unallocated items such as these should be included in the reconciliation of the total statement of assets and liabilities to those General Purpose Financial Statements (see Appendix B).

<sup>2</sup> Includes any provisions that can be allocated to this particular Business Segment. Provisions refer to any standard provisions that are generally included in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member. As defined in SFAS 1, Presentation of Financial Statements, a provision is a liability of uncertain timing or amount such as provision for warranties.

**Business Separation Guidelines**

**Distribution and Related Activities, Electric Power Industry Participant \_\_\_\_\_**  
**Cash Flow Statement for the year ended \_\_\_\_\_**

Account code or reference	Description	Distribution Services Million Pesos	Distribution Connection Services Million Pesos	Regulated Retail Services Million Pesos	Non-regulated Retail Services Million Pesos	Wholesale Aggregation Million Pesos	Last Resort Supply Service Million Pesos	Related Businesses Million Pesos
<b>Cash Flows from Operating Activities</b>								
	Net income before tax and extraordinary items							
	Adjustments for depreciation – Historic cost							
	Adjustments for depreciation – Appraisal increment							
	Adjustments for foreign exchange loss / (gain)							
	Investment loss (income)							
	Interest expense (income)							
	<b>Operating income before working capital charges</b>							
	Decrease / (increase) in trade and other receivables							
	Decrease / (increase) in inventories							
	Increase / (decrease) in trade payables							
	<b>Cash generated from operations</b>							
	Interest paid							
	Income taxes paid							
	<b>Cash flow before extraordinary items</b>							
	Extraordinary gain / (loss)							
	<b>Net cash from (used in) operating activities</b>							
<b>Cash Flows from Investing Activities</b>								
	Acquisition of subsidiary							
	Purchase of plant and equipment (analyzed as appropriate)							
	Purchase of land and buildings							
	Interest received							
	Dividends received							
	Purchase of Other Investment Activities							
	Sale of Other Investment Activities							
	<b>Net cash used in (from) investment activities</b>							
<b>Cash Flows from Financing Activities</b>								
	Proceeds from issuance of stock							
	Proceeds from Long Term Debt (analyzed as appropriate)							
	Payment of financial lease liabilities							
	Dividends paid							
	<b>Net cash used in (from) financing activities</b>							
<b>Net Change in Cash Equivalents</b>								
	Cash and Cash Equivalents at Beginning of Year							
	Cash and Cash Equivalents at End of Year							



## Business Separation Guidelines

**Distribution and Related Activities, Electric Power Industry Participant \_\_\_\_\_**  
**Revenue Schedule for the year ended \_\_\_\_\_**

Account code or reference	Distribution Services Million Pesos	Distribution Connection Services Million Pesos	Regulated Retail Services Million Pesos	Non-regulated Retail Services Million Pesos	Wholesale Aggregation Million Pesos	Last Resort Supply Services Million Pesos	Related Businesses Million Pesos
<b>Direct revenue</b>							
Revenue from regulated services (analyzed as appropriate)							
Revenue from non-regulated services							
Revenue from the sale of assets							
Other revenue (analyzed as appropriate)							
<b>Total direct revenue</b>							
<b>Indirectly attributable revenue</b>							
Revenue from the sale of electricity and ancillary services							
Revenue from the sale of assets							
Other revenue (analyzed as appropriate)							
<b>Total indirectly attributable revenue</b>							
<b>Unattributable revenue allocated</b>							
Revenue from the sale of electricity and ancillary services							
Revenue from the sale of assets							
Other revenue (analyzed as appropriate)							
<b>Total unattributable revenue allocated</b>							
<b>Total revenue</b>							

Note: In addition to the above it is mandatory to produce for each revenue item that has been allocated to the Business Segment a supporting work paper that includes:

- (a) the amounts that have been indirectly attributed to the Business Segment
- (b) the amounts that have been allocated to the Business Segment
- (c) a description of the allocation basis
- (d) the numeric quantity of each allocation factor

**Business Separation Guidelines**

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**Distribution and Related Activities, Electric Power Industry Participant \_\_\_\_\_**  
**Inter-segmental Transactions Note for the year ended \_\_\_\_\_**

**(a) Inter-segmental Revenues recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

**(b) Inter-segmental Costs recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

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*Handwritten initials/signature*

**APPENDIX F – ACCOUNTING SEPARATION REPORTING FORMATS (SUPPLY BUSINESS SEGMENTS)**

Supply, Electric Power Industry Participant \_\_\_\_\_  
 Statement of Income for the year ended \_\_\_\_\_

Account code or reference	Description	Supply Services Million Pesos
	Revenue from the supply of electricity	
	Revenue from the sale of assets	
	Other revenue (analyzed as appropriate)	
	<b>Total Revenue</b>	
	Maintenance	
	Operating expenses (analyzed as appropriate)	
	Depreciation – Historic cost	
	Depreciation – Appraisal increment	
	<b>Total operating costs</b>	
	<b>Profit before interest and tax</b>	
	Interest	
	<b>Profit before tax and extraordinary items</b>	
	Tax	
	Extraordinary Revenue Items <sup>1</sup>	
	Extraordinary Expense Items <sup>1</sup>	
	<b>Profit after interest, tax and extraordinary items</b>	

**Business Separation Guidelines**

**Supply, Electric Power Industry Participant \_\_\_\_\_**  
**Statement of Assets and Liabilities as at \_\_\_\_\_**

Account code or reference	Description	Supply Services Million Pesos
	<b>NON-CURRENT ASSETS</b>	
	Utility plant and equipment – Historic cost	
	Utility plant and equipment – Accumulated Historic depreciation	
	Utility plant and equipment – Appraisal increment	
	Utility plant and equipment – Accumulated Appraisal depreciation	
	Buildings and improvements – Historic cost	
	Buildings and improvements – Accumulated Historic depreciation	
	Buildings and improvements – Appraisal increment	
	Buildings and improvements – Accumulated Appraisal depreciation	
	Information technology– Historic cost	
	Information technology– Accumulated Historic depreciation	
	Motor vehicles– Historic cost	
	Motor vehicles– Accumulated Historic depreciation	
	Investments and advances	
	Land and development	
	Other non-current – Net of accumulated depreciation	
	<b>Total non-current assets</b>	
	<b>CURRENT ASSETS</b>	
	Cash and cash equivalents	
	Receivables	
	Investments	
	Prepayments	
	Materials and supplies	
	Other current assets	
	<b>Total Current Assets</b>	
	<b>TOTAL ASSETS</b>	
	<b>NON-CURRENT LIABILITIES<sup>1</sup></b>	
	Provisions <sup>2</sup>	
	Loans	
	<b>Total non-current liabilities</b>	
	<b>CURRENT LIABILITIES</b>	
	Trade payables and accrued expenses	
	Loans	
	Provisions	
	<b>Total current liabilities</b>	
	<b>TOTAL LIABILITIES</b>	
	<b>NET ASSETS/ (LIABILITIES)</b>	

Long term borrowings and any tax liabilities and standard provisions generally included in the balance sheet in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member, and that relate to the business as a whole, should be excluded from the statement of assets and liabilities for individual Business Segments because these items relate to the business as a whole and not to the individual Business Segments. Unallocated items such as these should be included in the reconciliation of the total statement of assets and liabilities to those General Purpose Financial Statements (see Appendix B).

<sup>2</sup> Includes any provisions that can be allocated to this particular Business Segment. Provisions refer to any standard provisions that are generally included in the General Purpose Financial Statements that pertain to the Electric Power Industry Group of which the Electric Power Industry Participant is a member. As defined in SFAS 1, Presentation of Financial Statements, a provision is a liability of uncertain timing or amount such as provision for warranties.

**Business Separation Guidelines**

**Supply, Electric Power Industry Participant** \_\_\_\_\_  
**Cash Flow Statement for the year ended** \_\_\_\_\_

Account code or reference	Description	Supply Services Million Pesos
	<b>Cash Flows from Operating Activities</b>	
	Net income before tax and extraordinary items	
	Adjustments for depreciation – Historic cost	
	Adjustments for depreciation – Appraisal increment	
	Adjustments for foreign exchange loss / (gain)	
	Investment loss (income)	
	Interest expense (income)	
	<b>Operating income before working capital charges</b>	
	Decrease / (increase) in trade and other receivables	
	Decrease / (increase) in inventories	
	Increase / (decrease) in trade payables	
	<b>Cash generated from operations</b>	
	Interest paid	
	Income taxes paid	
	<b>Cash flow before extraordinary items</b>	
	Extraordinary gain / (loss)	
	<b>Net cash from (used in) operating activities</b>	
	<b>Cash Flows from Investing Activities</b>	
	Acquisition of subsidiary	
	Purchase of plant and equipment (analyzed as appropriate)	
	Purchase of land and buildings	
	Interest received	
	Dividends received	
	Purchase of Other Investment Activities	
	Sale of Other Investment Activities	
	<b>Net cash used in (from) investment activities</b>	
	<b>Cash Flows from Financing Activities</b>	
	Proceeds from issuance of stock	
	Proceeds from Long Term Debt (analyzed as appropriate)	
	Payment of financial lease liabilities	
	Dividends paid	
	<b>Net cash used in (from) financing activities</b>	
	<b>Net Change in Cash Equivalents</b>	
	Cash and Cash Equivalents at Beginning of Year	
	Cash and Cash Equivalents at End of Year	

## Business Separation Guidelines

Supply, Electric Power Industry Participant \_\_\_\_\_  
 Revenue Schedule for the year ended \_\_\_\_\_

Account code or reference	Description	Supply Services Million Pesos
	<b>Direct revenue</b>	
	Revenue from the supply of electricity	
	Revenue from the sale of assets	
	Other revenue (analyzed as appropriate)	
	<b>Total direct revenue</b>	
	<b>Indirectly attributable revenue</b>	
	Revenue from the sale of electricity and ancillary services	
	Revenue from the sale of assets	
	Other revenue (analyzed as appropriate)	
	<b>Total indirectly attributable revenue</b>	
	<b>Unattributable revenue allocated</b>	
	Revenue from the sale of electricity and ancillary services	
	Revenue from the sale of assets	
	Other revenue (analyzed as appropriate)	
	<b>Total unattributable revenue</b>	
	<b>Total revenue</b>	

Note: In addition to the above it is mandatory to produce for each revenue item that has been allocated to the Business Segment a supporting work paper that includes:

- (a) the amounts that have been indirectly attributed to the Business Segment
- (b) the amounts that have been allocated to the Business Segment
- (c) a description of the allocation basis
- (d) the numeric quantity of each allocation factor

## Business Separation Guidelines

Supply, Electric Power Industry Participant \_\_\_\_\_  
 Cost Schedule for the year ended \_\_\_\_\_

Account code or reference	Description	Supply Services Million Pesos
	<b>Direct costs</b>	
	Maintenance	
	Operating expenses	
	Depreciation	
	Other costs (analyzed as appropriate)	
	<b>Total direct costs</b>	
	<b>Indirectly attributable costs</b>	
	Maintenance	
	Operating expenses (analyzed as appropriate)	
	Depreciation	
	<b>Total indirectly attributable costs</b>	
	<b>Unattributable costs allocated</b>	
	Maintenance	
	Operating expenses (analyzed as appropriate)	
	Depreciation	
	<b>Total unattributable costs allocated</b>	
	<b>Total operating costs</b>	
	Direct extraordinary items	
	Indirectly attributable extraordinary items	
	Unattributable extraordinary items allocated	
	<b>Total Extraordinary Items</b>	

Note: In addition to the above it is mandatory to produce for each cost item that has been allocated to the Business Segment a supporting work paper that includes:

- (a) the amounts that have been indirectly attributed to the Business Segment
- (b) the amounts that have been allocated to the Business Segment
- (c) a description of the allocation basis
- (d) the numeric quantity of each allocation factor

**Business Separation Guidelines**

Supply, Electric Power Industry Participant \_\_\_\_\_  
 Inter-segmental Transactions Note for the year ended \_\_\_\_\_

**(a) Inter-segmental Revenues recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

**(b) Inter-segmental Costs recorded in the Statement of Income**

Reference	Description	Business Segment & Account debited	Business Segment & Account credited	Amount debited [Mil. Pesos]	Amount credited [Mil. Pesos]

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