

TOURISM INFRASTRUCTURE AND ENTERPRISE ZONE AUTHORITY**STATEMENTS OF CASH FLOWS**

For the Years Ended December 31, 2015 and 2014

(In Philippine Peso)

| | Note | 2015 | 2014 |
|--|------|-----------------|-----------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash receipts from customers and others | | 5,950,706,158 | 4,591,683,632 |
| Cash paid to suppliers, employees and others | | (3,367,108,274) | (3,151,140,420) |
| Cancellation/replacement of issued, stale and lost checks | | 37,833,493 | (4,858,035) |
| Cash advances to officers and employees | | (24,025,847) | (17,381,892) |
| Refund of travel tax/retention fee/guaranty deposits/others | | (79,507,688) | (69,196,752) |
| Others | | (34,360,668) | (21,580,313) |
| Net cash provided by operating activities | | 2,483,537,174 | 1,327,526,220 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Capital expenditures | | (292,732,021) | (209,508,908) |
| Proceeds from sale of bonds | | 212,241,600 | 0 |
| Purchase of bonds | | (242,241,600) | 0 |
| Purchase of treasury bills | | (525,454,972) | (1,570,197,185) |
| Proceeds from sale of properties | | 0 | 16,584 |
| Net cash used in investing activities | | (848,186,993) | (1,779,689,509) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Payment of loans payable | | (26,985,038) | (32,095,206) |
| Net cash used in financing activities | | (26,985,038) | (32,095,206) |
| EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS | | | |
| | | 203,693 | 0 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | | 1,608,568,836 | (484,258,495) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | | 5,065,955,359 | 5,550,213,854 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | 4 | 6,674,524,195 | 5,065,955,359 |

See accompanying Notes to Financial Statements.