



May 7, 2015

SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA Greenhills,
Mandaluyong City, Metro Manila

ATTENTION : **DIR. VICENTE GRACIANO P. FELIZMENIO JR.,**
Director, Markets and Securities Regulation Department

PHILIPPINE STOCK EXCHANGE, INC.

3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue, Makati City

ATTENTION : **MS. JANET ENCARNACION**
Head, Disclosure Department

PHILIPPINE DEALING & EXCHANGE CORP.

Market Regulatory Services Group
37/F, Tower 1, The Enterprise Center
6766 Ayala Avenue corner Paseo de Roxas, Makati City

ATTENTION : **MS. VINA VANESSA S. SALONGA**
Head - Issuer Compliance and Disclosures Department

Gentlemen:

We submit for your files the SEC Form 17-C (Current Report) of Aboitiz Power Corporation.

Kindly acknowledge receipt hereof.

Thank you.

Very truly yours,

ABOITIZ POWER CORPORATION

By

M. JASMINE S. OPORTO

Corporate Secretary

COVER SHEET

C 1 9 9 8 0 0 1 3 4

S.E.C. Registration Number

A B O I T I Z P O W E R C O R P O R A T I O N

(Company's Full Name)

3 2 N D S T R E E T , B O N I F A C I O G L O B A L

C I T Y , T A G U I G C I T Y , M E T R O M A N I L A

P H I L I P P I N E S

(Business Address: No. Street City / Town / Province)

M. JASMINE S. OPORTO

Contact Person
Contact Person

02- 886-2729

Company Telephone Number

1 2 3 1

Month Day
Fiscal Year

1 7 - C

FORM TYPE

3rd Monday of May
0 5 1 8

Month Day
Annual Meeting

N/A

Secondary License Type, if Applicable

SEC

Dept. Requiring this Doc

N/A

Amended Articles Number/Section

Total No. of Stockholders

x

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier


STAMPS

Remarks = Pls. use black ink for scanning purposes

SECURITIES & EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATION CODE (SRC)
AND SRC RULE 17.2(c) THEREUNDER

1. May 7, 2015
Date of Report (Date of earliest event reported)
2. SEC Identification Number C199800134 3. BIR TIN 200-652-460
4. ABOITIZ POWER CORPORATION
Exact name of registrant as specified in its charter
5. Philippines 6. 
Province, country or other jurisdiction of incorporation Industry Classification Code
7. 32nd Street, Bonifacio Global City, Taguig City, Metro Manila, Philippines 1634
Address of principal office Postal Code
8. (02) 886-2800
Registrant's telephone number, including area code
9. N.A.
Former name or former address, if changed since last report
10. Securities registered pursuant to Sections 4 and 8 of the RSA
- | Title of Each Class | Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding |
|---|---|
| <u>Common Stock ₱1 Par Value</u> | <u>7,358,604,307</u> |
| <u>Amount of Debt Outstanding (As of December 31, 2014)</u> | <u>₱97,347,096,000.00</u> |
11. Indicate the item numbers reported herein: 9

Item 9: Other Events

Aboitiz Power Corporation (AboitizPower or the Company) recorded a consolidated net income of ₱4.3 billion (bn) for the quarter ending March 31, 2015, recording an increase of 4% year-on-year (YoY).

The revaluation of consolidated dollar loans and placements resulted to an unrealized non-recurring gain amounting to ₱11.4 million (mn). Accounting for this, AboitizPower's core net income for the first quarter of 2015 amounted to ₱4.3 bn, registering a slight decline from the ₱4.4 bn registered in the same period the previous year.

Business Segments

Power Generation

For the first quarter of 2015, the income contribution of the power generation business was largely unchanged at ₱4.3 bn as compared to the same period last year. When adjusted for non-recurring items, the group registered a 6% YoY decrease in its core net income, from ₱3.8 bn to ₱3.6 bn. The decline in earnings was mainly attributable to the lower sales registered by the Tiwi-Makban plants due to a decline in steam flow during the period as well as the implementation last February 2014 of the Binga plant's new contract for ancillary services, which resulted in lower average prices. The generation group's income contribution for the quarter was also affected by the expiration of the Magat plant's income tax holiday which took effect last July 2014.

For the period in review, AboitizPower's attributable net generation rose by 5% YoY, from 2,688 GWh to 2,828 GWh, as electricity sold through bilateral contracts, which made up 87% of total energy sold during the period, expanded by 12% to 2,448 GWh. This is in line with the Company's efforts to reduce its exposure to spot market sales. Consequently, spot sales decreased by 24% YoY from 501 GWh to 380 GWh.

On the other hand, capacity sales for the first quarter of 2015 registered a slight increase to 1,804 MW from 1,798 MW last year as the decline in Tiwi-Makban's sales offset the additional capacity that the Company sold from Therma Mobile, Inc.

The group's average price for its energy sales decreased by 22% YoY during the quarter ended March 2014. This was mainly due to the 27% decrease in the average selling price of the group's bilateral sales as fuel costs continued to decline. The average rate for ancillary services is also down by 14% YoY due to the implementation of the Binga plant's new contract for ancillary services towards the end of February 2014.

Technical works performed at the Binga plant has resulted in an incremental increase of 8 MW in the Company's net attributable sellable capacity to 2,258 MW as of this writing. The Company is targeting the full commissioning of its 14 MW Sabangan hydro plant and one unit with capacity of 130 MW (net) from its Davao coal plant around the first half of 2015. As disclosed earlier, the other 130 MW (net) unit of the Davao plant, which was supposed to be commissioned in April 2015, will be delayed by 10 months.

Power Distribution

For the period in review, the power distribution group registered a 31% increase YoY in its earnings contribution, from ₱618.4 mn to ₱812.3 mn. The group's attributable electricity sales for the quarter increased by 11% to 1,111 GWh from 1,000 GWh a year ago. The growth in sales was primarily driven by higher electricity sales across all customer segments, with residential, commercial, and industrial sales registering YoY growth of 7%, 5%, and 14% respectively. The group's year-to-date gross margin on a per kWh basis declined to ₱1.51 from ₱1.53 a year ago.

Financial Condition

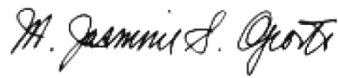
As of March 31, 2015, the Company's total consolidated assets amounted to ₱224.8 bn, 4% higher than the year-end 2014 level of ₱216.8 bn. The Company's consolidated Cash and Cash Equivalents was at ₱47.4 bn, while total consolidated interest-bearing liabilities was at ₱97.9 bn. Equity Attributable to Equity Holders of the Parent decreased by 9% to ₱84.1 bn from the year-end 2014 level. As of March 31, 2015, the Company's current ratio was at 1.9 x (versus year-end 2014's 3.4x), while net debt-to-equity ratio was at 0.6x (versus year-end 2014's 0.6x).

SIGNATURE (S)

Pursuant to the requirements of the Securities Regulation Code, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

ABOITIZ POWER CORPORATION

By

A handwritten signature in black ink, appearing to read "M. Jasmine S. Oporto". The signature is written in a cursive style with a large initial "M" and a long, sweeping underline.

M. JASMINE S. OPORTO

Corporate Secretary

Dated: May 7, 2015