

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)

A B O I T I Z C O R P O R A T E C E N T E R
 G O V . M A N U E L A . C U E N C O A V E N U E ,
 K A S A M B A G A N , C E B U C I T Y

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

M. JASMINE S. OPORTO

Contact Person

032-411-1801

Company Telephone Number

1 2 3 1

Month Day

Fiscal Year

1 7 - C

FORM TYPE

3rd Monday of May

0 5 2 1

Month Day

Annual Meeting

Secondary License Type, if Applicable

S E C

Dept. Requiring this Doc

Amended Articles Number/Section

530

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 2, 2013
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. Cebu City, Philippines 6. 
Province, country or other jurisdiction of incorporation Industry Classification Code
7. Gov. Manuel A. Cuenco Ave., Kasambagan, Cebu City 6000
Address of principal office Postal Code
8. (032) 411-1800
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
(as of December 31, 2012) |
|-----------------------------------|---|
| <u>Common Stock P1 Par Value</u> | <u>7,358,604,307</u> |
| <u>Amount of Debt Outstanding</u> | <u>P66,879,331,000.00</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 P4.6 billion (bn) for the quarter ending March 31, 2013, recording a decrease of 18% year-on-year (YoY).

The revaluation of consolidated dollar loans and placements resulted to a P154 million (mn) non-recurring income. However, AboitizPower realized a one-time, non-recurring expense due to a debt prepayment cost of P92 mn. Accounting for all one-off items, AboitizPower's core net income for the first quarter of 2013 amounted to P4.5 bn, 11% lower YoY.

Business Segments

Power Generation

For the quarter ending March 31, 2013, the power generation business recorded a 22% YoY decrease in earnings contribution, from ₱5.1 bn to ₱4.0 bn. The decrease in earnings was mainly attributable to the drop in ancillary volumes due to the lower acceptance rate by the National Grid Corporation of the Philippines (NGCP). Lower water levels at the Company's impounding dams have also limited its ability to sell energy at the spot market. When adjusted for non-recurring items, the group registered a 15% YoY decrease in its core net income, from ₱4.6 bn to ₱3.9 bn.

The group's average price for its power decreased by 11% YoY during the quarter ended March 2013. This was on the back of a 6% YoY fall in average selling price of electricity sold to the spot market due to lower demand in the first two months of the year and lower capacity on outage for the quarter. Meanwhile, average selling prices under bilateral contracts decreased by 10% YoY in line with the Company's efforts to shift some of its capacity into de-risked capacity-based contracts.

AboitizPower's net generation was flat, registering at 2,450 GWh for the period in review. While power sales through bilateral contracts decreased by 11% YoY to 1,948 GWh, spot market sales improved by 96% YoY from 256 GWh to 502 GWh. On a capacity basis, the Company's attributable sales decreased by 4% YoY from 1,483 MW to 1,419 MW as a result of lower sales for ancillary services. Ancillary volumes dropped by 66% during the quarter due to the lower acceptance rate by the NGCP.

Power Distribution

AboitizPower's attributable electricity sales for the quarter ending March 31, 2012 was at 956 GWh, increasing by 1% from 950 GWh a year ago. The growth was primarily driven by higher electricity sales from the residential and commercial segments, registering increases in YoY electricity sales of 3% and 2% respectively. On the other hand, the industrial segment registered a slight YoY decline of 0.5% due to the effects of Typhoon Pablo which affected both the banana and coconut plantations in northern Davao, thereby causing a major decline in the consumption of customers that support these industries, as well as a shutdown of CEMEX operations in the Visayan Electric Company, Inc. (VECO) franchise for the months of February and March for major plant rehabilitation. As a result, the power distribution group registered a 2% YoY increase in its income contribution, from ₱733 mn to ₱749 mn.

The group's year-to-date gross margin on a per kWh basis stood at ₱1.63. Adding to the group's gross margin was the improvement in systems loss levels of both VECO and Cotabato Light & Power Company, which registered reductions of 0.8 and 2.7 percentage points, respectively.

Financial Condition

As of March 31, 2013, the Company's total consolidated assets amounted to ₱156.9 bn, 4% lower than the year-end 2012 level of ₱163.1 bn. The Company's consolidated Cash and Cash Equivalents was at ₱23.5 bn, while total consolidated interest-bearing loans was at ₱60.6 bn. Equity Attributable to Equity Holders of the Parent increased by 6% to ₱85.5 bn from year-end 2012. Current ratio as of the quarter ending March 31, 2013 was at 3.5x (versus year-end 2012's 2.7x), while net debt-to-equity ratio was slightly lower at 0.4x.

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 cursive script, appearing to read "M. Jasmine S. Oporto".

M. JASMINE S. OPORTO

Corporate Secretary

Dated: May 2, 2013