



December 03, 2019

SECURITIES AND EXCHANGE COMMISSION

Secretariat Building, PICC Complex,
Roxas Boulevard, Pasay City, 1307

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

via PSE EDGE

PHILIPPINE STOCK EXCHANGE, INC.

PSE Tower, 28th Street, cor. 5th Avenue
Bonifacio Global City, Taguig City

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

via electronic mail

PHILIPPINE DEALING & EXCHANGE CORP.

Market Regulatory Services Group
29th Floor BDO Equitable Tower
8751 Paseo de Roxas, Makati City 1226

ATTENTION : **ATTY. MARIE ROSE M. MAGALLEN-LIRIO**
Head – Issuer Compliance and Disclosures Department

Gentlemen:

Attached is the SEC Form 17-C (Current Report) of Aboitiz Power Corporation filed in compliance with the Securities Regulation Code, its 2015 Implementing Rules and Regulations, the Revised Disclosure Rules of the Philippine Stock Exchange (PSE), and the Issuer Disclosure Operating Guidelines of the Philippine Dealing Exchange Corp. (PDEX).

Kindly acknowledge receipt hereof.

Thank you.

Very truly yours,

ABOITIZ POWER CORPORATION

By:

A handwritten signature in blue ink, appearing to read "SDA", written over a light blue circular stamp.

SAMMY DAVE A. SANTOS

Assistant 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)

MANUEL ALBERTO R. COLAYCO

Contact Person

(02) 8 886-2338

Company Telephone Number

1 2 3 1

Month Day

Fiscal Year

1 7 - C

FORM TYPE

4th Monday of April

0 4 2 2

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

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 'SDA', is positioned above the printed name of the signatory.

SAMMY DAVE A. SANTOS

Assistant Corporate Secretary

Dated: December 3, 2019

ABOITIZ POWER CORPORATION'S DISCLOSURE
Legal Proceedings

Subject of the Disclosure	:	<u>Issuance of a Temporary Restraining Order (TRO) in favor of Luzon Hydro Corporation (LHC), a wholly owned subsidiary of Aboitiz Power Corporation (AboitizPower), enjoining the Municipality of Alilem from auctioning LHC's real properties located in Alilem, Ilocos Sur.</u>
Background/Description of the Disclosure	:	<p>LHC advised AboitizPower that it filed a Petition for Prohibition and Mandamus, with prayer for a Temporary Restraining Order and Preliminary Injunction, to enjoin the Municipality of Alilem from auctioning the real properties located in Alilem, Ilocos Sur.</p> <p><u>This was after</u> LHC received a notice of real property tax ("RPT") delinquency from the Office of the Municipal Treasurer of Alilem, Ilocos Sur seeking to collect a total of Php 446,029,609.46 in unpaid RPT and accrued penalties covering the period from 2002 to August 2019. <u>This was followed by a warrant of levy, and</u> a notice of publication and auction sale covering the real properties of LHC, consisting of industrial machineries and buildings.</p> <p><u>AboitizPower was informed that the Regional Trial Court of the Province of Ilocos Sur has issued a TRO enjoining the Municipality of Alilem from selling at public auction LHC's real properties located in Alilem, Ilocos Sur for a period of twenty (20) days. Parties were also ordered to submit their position papers with ten (10) days.</u></p>
Name of the court or agency in which the proceedings are pending	:	Regional Trial Court, First Judicial Region Branch 25, Municipality of Tagudin, Province of Ilocos Sur
Date Instituted	:	November 22, 2019
Docket Number	:	Civil Action No. 01810-T
Principal Parties	:	<p>Luzon Hydro Corporation (Petitioner); and</p> <p>Cristina G. Monderin, in her official capacity as the Municipal Treasurer of Alilem, Ilocos Sur; The Provincial Government of Ilocos Sur, Jocelyn Cuyo Foz, in her official capacity as the Officer-in-Charge (OIC), Provincial Treasurer of Ilocos Sur; and Imelda R. Ben, in her official capacity as the Provincial Assessor of Ilocos Sur (collectively, as the Respondents).</p>

PSE Disclosure Form 4-26 – Legal Proceedings

References: SRC Rule 17 (SEC Form 17-C) and Section 4.4 of the Revised Disclosure Rules

<p>Nature and description of the legal proceedings</p>	<p>LHC filed the Petition for Prohibition and Mandamus with prayer for a Temporary Restraining Order and Preliminary Injunction, to challenge the correctness of the amount assessed as RPT delinquency and to prevent the auction sale of the assets covered by the Warrants of Levy issued by the Municipal Treasurer of Alilem. The action will seek the enforcement of the executive orders issued by the Office of the President directing the reduction of RPT on property, machinery and equipment actually and directly used by Independent Power Producers (IPPs) under Build-Operate-Transfer (BOT) contracts (however denominated), and condoning related RPT interest and penalties.</p> <p>Prior to its receipt of Alilem’s notice of RPT delinquency, LHC has a standing offer to the Provincial Government of Ilocos Sur that it is willing to pay RPT computed in accordance with the provisions of Executive Order No. 60, series of 2018 (“EO 60”). The tender of payment was rejected.</p> <p>: EO 60 allows the reduction and condonation of real property taxes and penalties assessed on power generation facilities of IPPs under BOT contracts. The reduction and condonation cover all liabilities for real property tax, including any special levies accruing to the Special Education Fund for calendar year (CY) 2017 and prior years.</p> <p>In addition, the Power Sector Assets and Liabilities Management Corporation (PSALM) issued a letter to the Municipality of Alilem urging it to reconsider the auction of the levied assets, in consideration of the ownership rights and interest of the government (through PSALM) over the levied assets.</p> <p>On August 13, 2019, the President of the Philippines issued Executive Order No. 88, series of 2019, essentially reiterating the terms under EO 60 and confirming the reduction of the IPPs RPT obligations for all years up to 2018.</p>
<p>Effect (s) on the Issuer’s business or operations, if any</p>	<p>: There is no material impact to the business or operations of AboitizPower.</p>
<p>Other relevant Information</p>	<p>: <i>Amended to reflect a material update on the case.</i></p>