



March 4, 2022

via electronic mail

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) on the Full Year 2021 Financial and Operating Results 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:


MAILENE M. DE LA TORRE
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) 8886-2848

Company Telephone Number

1 2 3 1

Month Day Fiscal Year

1 7 - C

FORM TYPE

4th Monday of April

0 4 2 5

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. March 4, 2022
Date of Report (Date of earliest event reported)
2. SEC Identification Number C199800134 3. BIR TIN 200-652-460-000
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) 8886-2800
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 September 30, 2021)</u> | <u>₱213,904,836,000.00</u> |

11. Indicate the item numbers reported herein: 9

Item 9: Other Matters

Aboitiz Power Corporation (AboitizPower or the "Company") recorded consolidated net income of ₱5.2 billion (bn) for the fourth quarter of 2021, 8% lower than the ₱5.6 bn recorded in the corresponding period in 2020. The Company also recognized non-recurring losses of ₱192 million (mn) during the period, primarily due to the impairment losses of Therma Power Visayas, Inc. (TPVI) and Redondo Peninsula Energy, Inc. (RP Energy), versus the ₱483 mn in non-recurring losses, from the revaluation of dollar denominated liabilities recorded during the same period last year. Without these one-off gains, core net income for the fourth quarter of 2021 was ₱5.3 bn, 12% lower year-on-year (YoY). This was primarily due to higher steam costs of AP Renewables Inc. (APRI) and lower water inflow for AboitizPower's hydro plants.

AboitizPower's net income for the full year 2021, was ₱20.8 bn, 66% higher than the ₱12.6 bn recorded in 2020. The Company recognized non-recurring losses of ₱228 mn during the full year 2021, primarily as discussed above due to the impairment losses of TPVI and RP Energy, partially offset by net foreign exchange gains on the revaluation of dollar denominated liabilities, compared to the non-recurring gains of ₱45 mn in 2020. Without these one-off gains, the Company's core net income for 2021 was ₱21.1 bn, 68% higher than the ₱12.5 bn recorded in 2020. This was primarily due to commissioning revenue from GNP Unit 1, higher water inflow for AboitizPower's hydro plants, higher availability of the Therma Luzon, Inc. (TLI), Therma South, Inc. (TSI) and Therma Visayas, Inc. (TSI) facilities, and higher WESM dispatch in compliance with the must-offer rule. AboitizPower was also able to claim liquidated damages for the delay in the construction of GNP Units 1 and 2, and also received the final payment for business interruption claims resulting from GNPower Mariveles Energy Center Ltd. Co. (GMEC) and APRI outages in previous years.

"The new capacity from GNP Unit 1 not only contributed to AboitizPower's better financial performance but also delivered the much needed energy supply as economic activities gradually increased in 2021. We are optimistic that with the target synchronization of Unit 2 in the second quarter of 2022, GNP will help address the country's thin reserves and meet critical market needs," AboitizPower President and Chief Executive Officer Emmanuel V. Rubio said.

"We also look forward to the continued operational improvements across our business units. Our operated coal assets delivered a remarkable performance, about 5% to 14% more in 2021 versus the previous year. This was a key result of our innovation and digitalization strategy to drive operational efficiencies, and ultimately, serve our customers and communities better," Rubio added.

Results of Operations

Generation and Retail Electricity Supply

AboitizPower's generation and retail supply business recorded EBITDA of ₱43.4 bn during the full year 2021, 15% higher than the ₱37.7 bn recorded in 2020. As discussed above, this was due to commissioning revenue from GNP Unit 1, higher availability of the Company's TLI, TSI and TVI facilities, higher water inflows for hydro plants, and higher WESM dispatch in compliance with the must offer rule. These gains were partially offset by the lower margins resulting from the GMEC outage. Capacity sold in 2021 increased by 10% to 3,753 megawatts (MW), compared to 3,417 MW in 2020. Energy sold increased by 14% to 26,031 gigawatt-hours (GWh) for 2021, compared to 22,754 GWh during 2020.

Distribution

During 2021, AboitizPower's distribution business recorded EBITDA of ₱7.5 bn, 5% higher than the ₱7.2 bn recorded in 2020. Energy sales increased by 4% to 5,584 GWh for 2021, compared to 5,368 GWh for 2020. This was driven by higher energy consumption resulting from recoveries in demand. Energy sales from the Residential, Commercial and Industrial customer segments increased due to less stringent community quarantines during 2021 and the resumption of operations of commercial and industrial customers.

Financial Condition

As of December 31, 2021, AboitizPower's total consolidated assets stood at ₱427.4 bn, 7% higher than the year-end 2020 amount of ₱397.9 bn. Total cash and cash equivalents was ₱57.1 bn, while total consolidated interest bearing liabilities was ₱234.4 bn. Equity attributable to holders of the

parent was ₱148 bn. As of December 31, 2021, the Company's current ratio was at 1.5x, versus year-end 2020's 1.4x, while its net-debt-to-equity ratio was at 1.1x, versus year-end 2020's 1.4x.

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:


Mailene M. de la Torre
Assistant Corporate Secretary

Dated: March 4, 2022