

May 2, 2018

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 : **MR. JOSE VALERIANO B. ZUÑO III**
OIC – Head, Disclosure Department

via electronic mail

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. ERIKA GRACE C. ALULOD**
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:



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) 886-2338

Company Telephone Number

Contact Person

1 2 3 1

Month Day Fiscal Year

1 7 - C

FORM TYPE

3rd Monday of

0 5 2 1

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 2, 2018**
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) 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 |
|---|---|
| Common Stock ₱1 Par Value | 7,358,604,307 |
| Amount of Debt Outstanding (As of December 31, 2017) | ₱205,996,054,000.00 |
11. Indicate the item numbers reported herein: 9

Item 9: Other Events

Aboitiz Power Corporation ("AboitizPower" or the "Company") recorded for the first quarter of 2018 a 9% year-on-year (YoY) decrease in its consolidated net income, from ₱4.4 billion (bn) to ₱4.0 bn. The Company recognized non-recurring foreign exchange losses on the revaluation of dollar denominated liabilities amounting to ₱1.2 bn (versus a non-recurring loss of ₱577 million (mn) during the first quarter of 2017) resulting from the movements in the peso-dollar exchange rates. Without the one-off adjustments, AboitizPower's core net income for the first quarter of 2018 amounted to ₱5.2 bn, 4% higher YoY. The Company also recorded an 11% YoY increase in consolidated earnings before interest, tax, depreciation and amortization (EBITDA) for the first quarter of 2018, from ₱10.7 bn to ₱11.9 bn.

Results of Operations

Generation and Retail Electricity Supply

Fresh EBITDA from Pagbilao Energy Corporation's (PEC) newly operating 400-MW Pagbilao Unit 3, increase in EBITDA from GNPower Mariveles Coal Plant Ltd. Co from higher plant availability and higher contracting levels at our retail electricity suppliers, offset by lower EBITDA from the Company's hydro units due to lower hydrology, led to ₱10.1 bn EBITDA from the Company's generation and electricity supply business. This is a 12% increase from last year. After taking into account interest, depreciation and taxes, core net income at the end of the first quarter is ₱4.6 bn, which is 2% higher than last year. Due to foreign exchange losses recognized on the restatement of dollar-denominated debt, non-recurring losses amounted to ₱715 mn during this period (versus last year's non-recurring loss of ₱307 mn) bringing the generation and retail electricity supply net income contribution to ₱3.8 bn, which is 7% lower than last year.

For the period, AboitizPower's capacity sold increased by 22% YoY, from 2,630 megawatts (MW) to 3,215 MW, primarily driven by the new capacity of PEC and an increase in the number of contracts in place compared to the same period last year.

Distribution

First quarter 2018 consolidated EBITDA for the distribution business was ₱1.8 bn, up 4% from the same period in 2017. Higher electricity sales across all customer segments drove the increase in EBITDA. Net income contribution increased by 9% compared to the same period in 2017, from ₱908 mn to ₱992 mn.

As a result of the lag in the recovery of purchased power costs, the distribution business' gross margin remains flat from last year's ₱1.59 per kWh.

AboitizPower's attributable sales in the distribution group for the first quarter of 2018 was 1,298 gigawatt-hours (GWh), a 7% increase from the same period last year.

Financial Condition

As of March 31, 2018, the Company's total consolidated assets stood at ₱375.5 bn, 4% higher compared to the year-end 2017 level of ₱361.5 bn. The Company's consolidated Cash and Cash Equivalents totaled ₱44.3 bn, while total consolidated interest-bearing liabilities was at ₱218.0 bn. At the end of the first three months of 2018, Equity Attributable to Equity Holders of the Parent was ₱110.2 bn. As of March 31, 2018, the Company's current ratio was at 1.3x (versus year-end 2017's 1.4x), while the net debt-to-equity ratio was at 1.5x (versus year-end 2017'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: May 2, 2018