



July 30, 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. JOSEPH B. EVANGELISTA**
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 "Manuel Alberto R. Colayco".

MANUEL ALBERTO R. COLAYCO
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
Contact Person

(02) 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

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. **July 30, 2019**
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 Industry Classification Code
of incorporation
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 March 31, 2019)</u> | <u>₱220,413,200,000.00</u> |
11. Indicate the item numbers reported herein: 9

Item 9: Other Events

Aboitiz Power Corporation (AboitizPower or the "Company") recorded consolidated net income of ₱5.0 billion (bn) for the second quarter of 2019, 2% lower than the ₱5.1 bn recorded for the same period last year. Non-recurring gains amounting to ₱560 million (mn) were recognized during the period, compared to the ₱196 mn in non-recurring losses recorded during the previous year. Without these one-off gains, core net income for the second quarter of 2019 was ₱4.5 bn, 16% lower year-on-year, which was largely due to interest expense from the Company's bond issuance in October 2018 and takeup of interest and depreciation expenses from Hedcor Bukidnon, Inc. and Therma Visayas, Inc.

On a year-to-date (YTD) basis, AboitizPower's net income for the first half of 2019 was ₱8.6 bn, 5% lower than the ₱9.1 bn recorded last year. The Company recognized non-recurring gains of

₱121 mn, versus last year's losses of ₱1.4 bn, coming from net foreign exchange gains on the revaluation of dollar denominated liabilities. Without these one-off gains, the Company's core net income was ₱8.5 bn, 19% lower than the ₱10.5 bn recorded in the same period last year, which was largely the result of the higher volume and cost of purchased power during the first half of 2019. Spot market prices were exceptionally high during the first half of 2019, and the Company purchased replacement power due to outages and contracting ahead in preparation for incoming capacity.

Results of Operations

Generation and Retail Electricity Supply

AboitizPower's generation and retail supply business recorded consolidated earnings before interest, tax, depreciation and amortization (EBITDA) of ₱17.8 bn in the first half of 2019, 12% lower than the ₱20.2 bn recorded during the same period last year. This was due to the aforementioned higher volume and cost of purchased power. Spot market prices were high during the first half of 2019, and the Company purchased replacement power due to outages and contracting ahead in preparation for Therma Visayas, Inc.'s incoming capacity.

Capacity sold for the first half of 2019 decreased by 6%, from 3,213 megawatts (MW) in 2018 to 3,035 MW in 2019, due to Therma Mobile, Inc.'s bunker C-fired diesel power plants being put on preservation mode in the first quarter of 2019.

Distribution

For the first half of 2019, AboitizPower's distribution business recorded consolidated EBITDA of ₱3.7 bn, 5% lower than the ₱3.9 bn recorded during the corresponding period in 2018, which was primarily due to lost margins from the decommissioning of the Bajada power plant. The Company saw energy sales increase to 2,842 gigawatt-hours (GWh), which was 5% higher than the 2,719 GWh recorded in the first half of 2018. This was primarily driven by the increase in new customers across all segments.

Financial Condition

As of June 30, 2019, AboitizPower's total consolidated assets stood at ₱404.5 bn, 4% higher than the year-end 2018 level of ₱389.7 bn. Total cash and cash equivalents as of the end of the first half of 2019 was ₱31.8 bn, while total consolidated interest bearing liabilities was ₱235.7 bn. Equity attributable to holders of the parent was ₱118.0 bn. As of June 30, 2019, the Company's current ratio was at 1.3x, versus year-end 2018's 1.9x, while its net-debt-to-equity ratio was at 1.6x, versus year-end 2018's 1.2x.

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:



Manuel Alberto R. Colayco
Corporate Secretary

Dated: July 30, 2019