

November 7, 2017

**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.**

3rd Floor, Philippine Stock Exchange Plaza  
Ayala Triangle, Ayala Avenue, Makati 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. VINA VANESSA S. SALONGA**  
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).

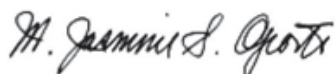
Kindly acknowledge receipt hereof.

Thank you.

Very truly yours,

**ABOITIZ POWER CORPORATION**

By:



**M. JASMINE S. OPORTO**

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 )

**M. JASMINE S. OPORTO**

Contact Person

**02- 886-2729**

Company Telephone Number

Contact Person

1 2 3 1

Month Day  
Fiscal Year

1 7 - C

FORM TYPE

3rd Monday of

0 5 1 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

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To be accomplished by SEC Personnel concerned

File Number

\_\_\_\_\_

LCU

Document I.D.

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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. **November 7, 2017**  
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. **32<sup>nd</sup> 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 |
|---|---|
| <b>Common Stock ₱1 Par Value</b>                        | <b>7,358,604,307</b>  |
| <b>Amount of Debt Outstanding (As of June 30, 2017)</b> | <b>₱213,017,087,000.00</b>  |

11. Indicate the item numbers reported herein: 9

**Item 9: Other Events**

Aboitiz Power Corporation (AboitizPower or the "Company") recorded a 17% year-on-year (YoY) increase in its consolidated net income for the third quarter of 2017, from ₱5.1 billion (bn) to ₱6.0 bn. The revaluation of consolidated dollar-denominated liabilities and placements as well as debt prepayment costs by a subsidiary resulted to a ₱994 million (mn) non-recurring loss (versus last year's loss of ₱232 mn). Without the one-offs, AboitizPower's core net income for the third quarter of 2017 is ₱7.0 bn, which is 31% higher YoY. The Company's earnings before interest, tax, depreciation and amortization (EBITDA) for the third quarter of 2017, grew from ₱10.0 bn to ₱13.6 bn YoY.

AboitizPower's net income for the first nine months of the year increased by 4% with a net income of ₱15.7 bn. The Company recognized non-recurring losses of ₱1.7 bn (versus last year's loss of

₱102 mn) from the revaluation of dollar denominated liabilities and placements and from the debt prepayment costs associated with a debt refinancing of a subsidiary. Without these one-off losses, core net income grew 15% from ₱15.2 bn to ₱17.5 bn. The Company's consolidated EBITDA grew from ₱28.5 bn to ₱35.4 bn, a 24% increase YoY.

## **Business Segments**

### *Power Generation*

For the quarter ending September 30, 2017, the power generation business consolidated EBITDA increased from ₱7.8 bn to ₱11.2 bn as the Company took up fresh contributions from GNPower-Mariveles Coal Plant Ltd Co. (GNPower-Mariveles) and higher EBITDA contributions from the hydro units. Taking into account interest expense and depreciation, as the Company consolidated these expenses from GNPower-Mariveles, core net income rose to ₱6.0 bn, 43% higher versus the same period last year. Non-recurring losses of ₱787 mn this period (versus last year's loss of ₱533 mn) from forex losses on the revaluation of dollar denominated liabilities and debt prepayment costs, the net income contribution of the group for the quarter is ₱5.2 bn, 42% higher than last year's ₱3.7 bn.

On a year-to-date (YTD) basis, the generation business accounted for 82% of EBITDA contributions from AboitizPower's business segments, recording a consolidated EBITDA share of ₱29.0 bn, up by 29% YoY. At the core net income level, generation business grew 25% YoY from ₱12.3 bn to ₱15.3 bn. After taking into account one-off items, AboitizPower's generation business income contribution for the period amounted to ₱14.2 bn.

For the period, AboitizPower's capacity sold increased by 39% YoY, from 2,244 megawatt (MW) to 3,112 MW, mainly driven by the additional capacities from GNPower-Mariveles, higher generation of the hydro units, and more capacities contracted.

### *Power Distribution*

The third quarter 2017 consolidated EBITDA for the distribution business remained close to the same levels as last year, contributing ₱2.2 bn for the period. Net income contribution, however, increased by 7% versus same period last year, from ₱1.1 bn to ₱1.2 bn.

On a YTD basis, EBITDA for the distribution business increased by 4% YoY from ₱5.4 bn to ₱5.6 bn. Net income contribution increased by 4% YoY for the first nine months of 2017 to ₱3.0 bn.

The group's gross margin on a per kilowatt-hour basis for the period increased to ₱1.70 from ₱1.59 in the first nine months of the year. The improved margins came from adequate power supply, better supply mix and recoveries on purchased power costs.

AboitizPower's attributable sales in the distribution group for the period was at 3,924 gigawatt-hours, registering a 3% increase from the same period last year.

## **Financial Condition**


As of September 30, 2017, the Company's total consolidated assets amounted to ₱370.8 bn, 5% higher compared to the year-end 2016 level of ₱354.8 bn. The Company's consolidated Cash and Cash Equivalents was at ₱48.6 bn, while total consolidated interest-bearing liabilities was at ₱222.3 bn. Compared to year end 2016, Equity Attributable to Equity Holders of the Parent increased to ₱111.6 bn. As of September 30, 2017, the Company's current ratio was at 2.6x (versus year-end 2016's 2.2x), while net debt-to-equity ratio was at 1.4x (versus year-end 2016's 1.5x).

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 "M. Jasmine S. Oporto". The signature is written in a cursive style with a large initial "M" and a long, sweeping underline.

M. Jasmine S. Oporto  
Corporate Secretary

Dated: November 7, 2017