

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)

A B O I T I Z C O R P O R A T E C E N T E R
G O V . M A N U E L A . C U E N C O A V E N U E ,
K A S A M B A G A N , C E B U C I T Y

(Business Address: No. Street City / Town / Province)

M. JASMINE S. OPORTO

Contact Person

032-411-1801

Company Telephone Number

1 2 3 1

Month Day

Fiscal Year

1 7 - C

FORM TYPE

3rd Monday of May
0 5 1 6

Month Day

Annual Meeting

Secondary License Type, if Applicable

S E C

Dept. Requiring this Doc

Amended Articles Number/Section

469

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 3, 2012**
Date of Report (Date of earliest event reported)
2. SEC Identification Number **C199800134** 3. BIR TIN **200-652-460**
4. **ABOITIZ POWER CORPORATION**
Exact name of registrant as specified in its charter
5. **Cebu City, Philippines**
Province, country or other jurisdiction of incorporation
6. 
Industry Classification Code
7. **Gov. Manuel A. Cuenco Ave., Kasambagan, Cebu City** **6000**
Address of principal office Postal Code
8. **(032) 411-1800**
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
(as of December 31, 2011) |
|-----------------------------------|---|
| Common Stock P1 Par Value | 7,358,604,307 |
| Amount of Debt Outstanding | P73,197,511,000 |

11. Indicate the item numbers reported herein: **9**

Item 9: Other Matters

Aboitiz Power Corporation (AboitizPower or the Company) recorded a consolidated net income of P5.6 billion (bn) for the quarter ending March 31, 2012, up by 10% versus the same period last year. This translates to an earnings per share of P0.76 for the period in review.

The revaluation of consolidated dollar loans and placements resulted to a P503 million (mn) non-recurring income. In addition, AboitizPower realized a gain of P14 mn, which resulted from the redemption of shares made by its associate companies. Accounting for all one-off items, AboitizPower's core net income for the first quarter of 2012 amounted to P5.1 bn, 9% higher year-on-year (YoY).

Business Segments

Power Generation

For the three-month period in review, the power generation business recorded an income contribution of ₱5.1 bn, posting an increase of 3% YoY. When adjusted for non-recurring items, the group registered a 4% YoY rise in its core net income, from ₱4.4 bn to ₱4.6 bn. The enhanced bottomline was attributable to higher average selling prices and improved net generation level.

As a group, AboitizPower recorded a 5% YoY improvement in its average selling price for its power. This was mainly due to the higher prices at the Wholesale Electricity Spot Market. Both supply and demand conditions led to the 34% YoY hike in the average price of electricity in the Luzon grid's spot market. For the first three months of 2012, the average plant outages in Luzon were higher than last year, which curtailed available capacity. Meanwhile, demand picked up during the period with the Luzon grid's recorded peak surging by 5% YoY, breaching the 7,200 MW mark. The hotter climate was one of the factors that led to the increase in power requirements.

AboitizPower's attributable net generation for the quarter grew by 13% YoY, from 2,168 GWh to 2,452 GWh, mainly on the back of a 22% YoY expansion in power sales through bilateral contracts. On a capacity basis, the Company's attributable sales increased by 14% YoY, from 1,302 MW to 1,483 MW. This was on the back of rising capacity sales through bilateral contracts and improved levels of ancillary services.

As of quarter end, AboitizPower's attributable capacity was at 2,350 MW, posting a 15% YoY increase. The growth was due to the following: assumption of full ownership of and control over the 70-MW Bakun hydro run-of-river plant in May 2011, acquisition of the 242-MW Navotas power barges in May 2011, the full completion of the rehabilitation of the Ambuklao hydropower facility in September 2011, the completion of the 4-MW Irisan hydropower Greenfield project in September 2011, and the partial completion of the rehabilitation works at the Binga hydropower facility.

Power Distribution

Recorded expansions in volumes and margins resulted to a 61% YoY increase in the power distribution group's income contribution for the first quarter of 2012, from ₱454 mn to ₱733 mn. AboitizPower's attributable electricity sales for the quarter ending March 31, 2012 grew by 7% YoY, from 889 GWh to 950 GWh. Growth was spurred mainly by an 8% YoY increase in attributable power consumption of the industrial customer segment, while the residential and commercial sectors posted healthy YoY growth rates of 6% and 4%, respectively. Gross margin for the group improved on a YoY basis mainly due to the implementation of the distribution utilities' approved rates under the Performance Based Regulation (PBR) scheme. Subic Enerzone Corporation (SEZ) and San Fernando Electric Light & Power Co., Inc. (SFELAPCO) were the last distribution utilities of AboitizPower that shifted to PBR. Both SEZ and SFELAPCO entered their respective 4-year regulatory period in October 2011, with implementation of approved tariffs taking place in January 2012 and March 2012, respectively.

Financial Condition

As of March 31, 2012, AboitizPower's total consolidated assets amounted to P159.4 bn, 4% higher than year-end 2011 level of P153.5 bn. The Company's consolidated Cash and Cash Equivalents was at P28.6 bn, while total consolidated interest-bearing debt was at P73.2 bn. Equity Attributable to Equity Holders of the Parent was at P74.1 bn, up 8% from year-end 2011 level. Current ratio as of quarter-end was at 4.1x (versus year-end 2011's 3.5x), while net debt-to-equity ratio was at 0.6x (versus year-end 2011's 0.7x).

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



M. JASMINE S. OPORTO

Corporate Secretary

Date: May 3, 2012