



July 24, 2024

*via electronic mail*

**SECURITIES AND EXCHANGE COMMISSION**

SEC Headquarters, 7907 Makati Avenue,  
Salcedo Village, Bel-Air, Makati City

ATTENTION : **DIR. OLIVER O. LEONARDO**  
Markets and Securities Regulation Department

*via PSE EDGE*

**PHILIPPINE STOCK EXCHANGE, INC.**

PSE Tower, 28<sup>th</sup> Street, cor. 5<sup>th</sup> Avenue,  
Bonifacio Global City, Taguig City

ATTENTION : **MR. NORBERTO T. MORENO, JR.**  
Officer-in-Charge, Disclosure Department

*via electronic mail*

**PHILIPPINE DEALING & EXCHANGE CORP.**

Market Regulatory Services Group  
29<sup>th</sup> Floor BDO Equitable Tower  
8751 Paseo de Roxas, Makati City

ATTENTION : **ATTY. SUZY CLAIRE R. SELLEZA**  
Head, Issuer Compliance and Disclosures Department

Gentlemen:

Please see attached the SEC Form 17-C (Current Report) on the second quarter 2024 financial and operating results of Aboitiz Equity Ventures Inc. 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 EQUITY VENTURES INC.**

By:

**SAMMY DAVE A. SANTOS**

Assistant Corporate Secretary

COVER SHEET

C E O 2 5 3 6

S.E.C. Registration Number

A B O I T I Z E Q U I T Y V E N T U R E S I N C .

( 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 )

CONNIE G. CHU

Contact Person

(02) 8 886-2800

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

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LCU

Document I.D.

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Cashier

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Remarks = Pls. use black ink for scanning purposes



non-recurring net gain of ₱137 million, the Company's core net income for the second quarter of 2024 was ₱6.4 billion, which was 1% lower than the Company's core net income of ₱6.5 billion during the corresponding period in 2023.

Power accounted for 65% of the total net income contributions from AEV's Strategic Business Units (SBU) for the first half of 2024, while Food and Beverage accounted for 20%. Net income contributions from Financial Services, Real Estate, and Infrastructure SBUs were at 18%, 3%, and -5%, respectively.

## **Strategic Business Units**

### *Power*

Aboitiz Power Corporation's (AboitizPower) net income contribution to AEV for the first half of 2024 amounted to ₱9.1 billion, 2% lower than the ₱9.3 billion recorded in the same period in 2023.

AboitizPower's beneficial EBITDA grew by 8% year-on-year (YoY) to ₱36.3 billion for the first half of 2024, mainly due to higher generation portfolio margins. AboitizPower's net income for the first half of 2024 was ₱17.1 billion. Due to the recognition of depreciation and interest for GNPower Dinginin Ltd. Co.'s (GNPD) Unit 1 and Unit 2, AboitizPower's net income for the first half of 2024 was 4% lower than its net income of ₱17.8 billion for the corresponding period in 2023. Excluding forex and derivative gains, AboitizPower's core net income for the first half of 2024 would be ₱17.1 billion, compared to ₱17.8 billion in the same period last year.

AboitizPower's generation and retail supply business beneficial EBITDA for the first half of 2024 was ₱33.0 billion, 10% higher than the ₱30.0 billion in the same period in 2023. This was mainly due to higher portfolio margins and energization of AboitizPower's Cayanga and Laoag solar plants. Energy sold for the first half of 2024 was at 17,758 gigawatt-hours (GWh).

During the first half of 2024, AboitizPower's distribution business beneficial EBITDA was ₱4.2 billion. This was 16% lower than the ₱5.0 billion in the same period in 2023, which was mainly the result of the favorable timing of pass through charges due to the steep decline in fuel prices in the same year. Nevertheless, energy sales increased by 9% to 3,256 GWh for the first half of 2024, compared to 2,983 GWh in the same period in 2023 due to the higher demand driven by the effect of the El Niño phenomenon. Energy sales from Residential, and Commercial and Industrial customers increased by 17% and 6% YoY, respectively.

### *Banking & Financial Services*

Net income contribution from Union Bank of the Philippines ("UnionBank", or "the Bank") amounted to ₱2.5 billion for the first half of 2024. This is 23% lower than the ₱3.2 billion recorded in the same period in 2023.

On a stand-alone basis, UnionBank recorded a net income of ₱5.1 billion for the first half of 2024. This was 17% lower than the ₱6.1 billion recorded in the same period in 2023. Nevertheless, core operations remain healthy as the Bank's revenues increased by 8.3% YoY to ₱37.3 billion for the first half of 2024. Net interest income also rose by 15% YoY to ₱27.5 billion for the first half of 2024 as a result of higher net interest margin of 5.7%, which was attributable to the significant growth in consumer loans. As of June 2024, consumer loans account for 60% of UnionBank's total loan portfolio, which grew by 8% YoY for the first half of 2024.

Operating expenses were lower by 2% YoY to ₱21.6 billion, primarily driven by reduction in IT cost as a result of the successful migration of the acquired Citi Consumer business into the UnionBank system.

Total assets as of June 30, 2024 was ₱1.1 trillion. Total loans was ₱514.8 billion, while low-cost CASA deposits were at ₱427.8 billion.

#### *Real Estate*

Aboitiz Land, Inc. ("AboitizLand") and its Subsidiaries reported a consolidated net income of ₱445 million for the first half of 2024, 14% higher than the ₱389 million recorded in the same period in 2023. This was attributable to higher revenues from the newly launched phases in Pristina and Priveya in 2023, along with additional revenues from higher spot sales and more units sold for the first half of 2024.

#### *Food and Beverage*

Net income contribution from the Food and Beverage segment, which includes Pilmico Foods Corporation, Pilmico Animal Nutrition Corporation, and Pilmico International Pte. Ltd. (which houses Gold Coin Management Holdings Pte. Ltd.) (collectively, the "Food Group"), and Coca-Cola Beverages Philippines, Inc. (CCBPI), was ₱2.8 billion for the first half of 2024. This is more than 15x higher than the ₱181 million recorded in the same period in 2023. This was primarily driven by the Food Group's Flour and Agribusiness divisions, which continued to benefit from stabilizing commodity prices and strategic selling prices adjustments, and fresh contributions from CCBPI, which AEV acquired on February 23, 2024.

#### *Infrastructure*

Aboitiz InfraCapital, Inc.'s income contribution to AEV for the first half of 2024 amounted to a loss of ₱312 million, a reversal from the ₱334 million profit recorded in the same period in 2023. This was mainly the result of higher interest expense from the increased debt availments of Aboitiz InfraCapital, Inc. for its expansion.

AEV's share in Republic Cement & Building Materials, Inc.'s ("Republic Cement") loss for the first half of 2024 amounted to ₱407 million. This is slightly lower than its share of losses in the same period in 2023, which amounted to ₱452 million. Although margins improved as a result of lower costs for the first half of 2024, relative to the first half of 2023, Republic Cement still incurred a loss as sales volume and selling prices still declined YoY due to weak market demand for cement.

## Financial Condition

As of June 30, 2024, AEV's consolidated assets was ₱847.8 billion, 2% higher from year end-2023 level of ₱833.9 billion. Cash and cash equivalents was ₱73.0 billion, 35% lower from year end-2023 level of ₱112.3 billion. Consolidated liabilities was ₱468.5 billion, 2% higher from the year-end 2023 level of ₱458.5 billion, while equity attributable to equity holders of the parent increased by 1% at ₱275.2 billion from year end-2023 level of ₱272.0 billion. AEV's current ratio as of June 30, 2024 stood at 1.9x while its net debt-to-equity ratio was 0.8x.

### 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 EQUITY VENTURES INC.**

By:

  
Sammy Dave A. Santos  
Assistant Corporate Secretary

Date: July 24, 2024