

COVER SHEET

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Sec. Registration Number

S P C P O W E R C O R P O R A T I O N

(f o r m e r l y S A L C O N P O W E R C O R P .)

(Company's Full Name)

7 t h F l o o r B D O T o w e r s P a s e o

8 7 4 1 P a s e o d e R o x a s

M a k a t i C i t y

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

Mr. Niño Ray D. Aguirre

Contact Person

8810 44 74 to 77

Company Telephone Number

0 3

Month

3 1

Day

Calendar Year

SEC FORM

1 7 - Q

FORM TYPE

0 6

Month

1 1

Day

Annual Meeting

Secondary License Type, if Applicable

Dept. Requiring this Doc.

Amended Articles Number/Section

Total No. of Stockholders

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

DOCUMENT I.D.

Cashier

STAMPS

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SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

QUARTERLY REPORT UNDER SECTION 17 OF THE SECURITIES
REGULATION CODE AND SRC RULE 17 (2) (b) THEREUNDER

1. For the quarterly period ended March 31, 2025
2. SEC Identification Number AS94-002365 3. BIR Tax Identification No. 003-868-048-00000
4. SPC POWER CORPORATION
Exact name of the issuer as specified in its charter
5. Metro Manila, Philippines 6. [REDACTED] (SEC Use Only)
Province, country, or other jurisdiction of incorporation Industry Classification Code:
7. 7th FL, BDO Towers Paseo, 8741, Paseo de Roxas, Makati City, 1209
Address of Issuer's principal office Postal Code
8. (63 2) 8810-4474 to 77
Issuer's telephone number, including area code
9. N.A.
Former name of former address, if changed since last report
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Section 4 and 8 of the RSA

a. Title of Each Class	b. Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common Shares (as of March 31, 2025)	1,496,551,803 shares
Total Debt (as of March 31, 2025)	-

11. Are any or all of the securities listed on a Stock Exchange?

Yes [] No []

If yes, state the name of such Stock Exchange and the class/es of securities listed therein:

Philippine Stock Exchange

common shares

12. Check whether the issuer:

(a) has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17 thereunder or Section 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of The Corporation Code of the Philippines during the preceding twelve (12 months or for such shorter period that the registrant was required to file such report(s):

Yes [] No []

(b) has been subject to such filing requirements for the past ninety (90) days.

Yes [] No []

PART I – FINANCIAL INFORMATION

ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS

The consolidated interim financial statements of the Parent Company and its Subsidiaries (the “Group”) are attached herewith as follows:

- a. Consolidated Statements of Financial Position – March 31, 2025 (unaudited) and December 31, 2024 (audited).
- b. Consolidated Statements of Comprehensive Income – Three Months Ended March 31, 2025 and 2024 (unaudited).
- c. Consolidated Statements of Changes in Stockholders’ Equity – Three Months Ended March 31, 2025 and 2024 (unaudited).
- d. Consolidated Statements of Cash Flows – Three Months ended March 31, 2025 and 2024 (unaudited).
- e. Notes to the Consolidated Interim Financial Statements.

ITEM 2. MANAGEMENT’S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITIONS AND RESULTS OF OPERATIONS

Hereunder is management’s discussion and analysis of the significant factors affecting the financial performance, financial position and cash flows of the Parent Company and Subsidiaries (collectively referred to as the “Group”). The discussion and analysis should be read in conjunction with the accompanying interim consolidated financial statements and the notes thereto as well as the schedules and disclosures set forth elsewhere in this report.

Financial Conditions and Results of Operations

Results of Operations

Three Months Ended March 31, 2025 and 2024

The **Consolidated total comprehensive income** amounts to ₱234.8 million for the period ending March 2025, 106.5% remarkably better compared to previous year's level of ₱113.7 million. This was largely due to the cost-saving initiatives in some of the major costs of operations in the current year, tapered by the decrease in the share in net earnings of associates and net foreign exchange losses.

The Group’s **return on average equity** improved to 2.2% from 1.1% in 2025 and 2024, respectively. Earnings per share amounts to 16 centavos per share in March 2025, higher by 129.1% from the 7 centavos per share in March 2024.

Consolidated revenues declined by 34.7% to ₱372.7 million from ₱570.7 million in this period due to the expiration of the ASPA contracts. Although the available capacity maximized the opportunities in the Reserve Market and WESM, this resulted to lower energy dispatched.

Equity share from the earnings of the investee companies (namely, KSPC and MECO), plunged by 85.8%, from ₱86.4 million in the first quarter last year to ₱12.3 million in 2025. KSPC's operations for the quarter, unfolded to a net loss of ₱167.8 million from a ₱16.5 million net income in the previous year due to (1) lower overall sales due to the 35 days scheduled plant outages this quarter, (2) lower WESM revenue and; (3) increase in periodic maintenance costs. On the other hand, MECO's net income slightly increased by 4.9% or ₱181.3 million in this period from ₱172.3 million in the same period last year.

The Group's power generation business segment contributed 99% of the group's net income, which pitched in ₱232.2 million in 2025, higher compared to ₱12.5 million in the same period last year.

Cost of services decreased by 84.9% in March 2025 from ₱563.8 million in March 2024 due mainly to lower consumption of fuel, lubricants, spares, materials and supplies and plant repairs, resulting from the lower actual energy generated in Q1 of 2025.

As costs of services decreased, gross margin surged to ₱287.8 million in March 2025, from the same period last year amounting to ₱6.9 million.

General and administrative expenses minimally increased by 0.6% to ₱52.0 million in the first quarter, from ₱51.7 million in the same period a year earlier.

Interest income went down by 1.0% to ₱46.2 million in 2025 from ₱46.6 million last year due to a slightly lower effective interest rates in short-term money market placements in 2025.

Foreign exchange losses amounted to ₱15.5 million in 2025, in contrast to last year's net foreign exchange gains of ₱19.1 million due to the increase in U.S. dollar denominated financial assets which were restated and exposed to the peso depreciation compared to the U.S. dollar from March 31, 2024 to March 31, 2025.

Provision for income tax surged by 471.6% to ₱43.2 million in 2025, from the previous year's ₱7.6 million because of this period's higher taxable income.

The Group's income before income tax from continuing operations logged a 137.3% substantial increase, from ₱99.0 million in the prior period to ₱234.8 million in this period.

Income from discontinued operations is nil in this period and ₱14.7 million in prior period since this income pertains to the Group's sale of its entire shareholding in BLCI which took effect last September 12, 2024.

Financial Condition

March 31, 2025 Vs. December 31, 2024

The Group's consolidated assets at the end of March 2025 amounts to ₱12,022.6 million, 2.2% more than the end of 2024 balance of ₱11,765.1 million due to the rise in the carrying value of investments, cash and cash equivalents, materials and supplies inventory and prepayments.

By the end of March 2025, **total liabilities** had increased to ₱646.8 million, 3.6% more than the balance at the start of the year which amounts to ₱624.2 million mainly due to increase in income tax payable.

Total stockholders' equity rose by 2.1% to ₱11,375.8 million this year from ₱11,141.0 million at the start of the year primarily due to total comprehensive income for the period.

Trade and other receivables declined by 16.2% to ₱347.3 million this quarter from ₱414.5 million last year due to lower energy dispatch in the first quarter of the year, resulting to lower revenue for the period.

Inventories slightly grew by 3.1% to ₱378.2 million, from the previous period ₱366.9 million, due mainly to the net effect of higher volume of fuel inventory this first quarter.

Prepayments and other current assets increased by 13.7% to ₱42.1 million this year, from ₱37.1 million, due mainly to deferred business tax and accumulated input tax awaiting application against output tax.

Investment in associates is 0.2% slightly higher compared to ₱5,763.6 million at the end of December 2024, resulting from the Group's share in net earnings of associates for the current quarter.

Property, plant and equipment declined by 2.4% to ₱439.2 million this quarter from ₱450.0 million last year. This was attributed to depreciation and amortization amounting to ₱15.9 million net of new additions to property, plant and equipment amounting to ₱4.9 million.

Trade and other payables decreased by 4.0% to ₱364.7 million from ₱379.8 million due mainly to payment of fuel purchases during the quarter which were also lower as compared to the previous quarter.

Income tax payable rose by 117.6% to ₱72.6 million from ₱33.3 million driven by the higher taxable income this current period and the effect of prior year's last quarter payable being carried over and to be settled on or before April 15, 2025.

Unappropriated retained earnings increased by ₱234.7 million or 2.4% to ₱9,818.8 million from ₱9,584.1 million due to the total comprehensive income this quarter.

The Group's cash flow and liquidity are still robust, with headroom to finance additional capital management projects and investments.

Cash and cash equivalents increased by 6.6% to ₱4,965.3 million as at end-March 2025 from ₱4,658.7 million. Cash and cash equivalents are discussed further under Cash Flows below.

Cash Flows

Net cash provided by operating activities significantly increased to ₱327.7 million this period due to net increase in income before income tax, decrease in equity net earnings of associates and the increase in changes in working capital.

Net cash (used in) provided by investing activities decreased substantially due to the cash used in investing activities in 2025 amounting to ₱6.2 million as compared to the cash provided by investing activities amounting to ₱587.1 million in the same period last year as the Group did not receive cash dividends as of the period.

Net cash used in financing activities decreased by 99.9% to ₱0.6 million this period from ₱981.0 million due to no payment of cash dividends and payment of lease liabilities.

Key Performance Indicators

The following financial indicators are used, among others, to evaluate the performance of the Group as of March 31, 2025 and December 31, 2024 and for the three months ended March 31, 2025 and 2024:

	For the three months ended March 31	
	2025	2024
Earnings Per Share	₱0.16	₱0.07
Share In Net Earnings of Associates	₱12,266,518	₱86,428,425
Return on Equity (total comprehensive income divided by average total equity)	2.18%	1.07%
Return on Assets (total comprehensive income divided by average total assets)	2.05%	1.03%
Net cash flows generated from operating activities	₱327,717,220	₱4,028,757
Net cash flows provided by investing activities	(₱6,248,659)	₱580,837,477
Net cash flows used in financing activities	(₱606,924)	(₱981,012,957)

Solvency ratio (total comprehensive income before depreciation and amortization divided by total liabilities)	0.39	0.12
	Mar. 31, 2025	Dec. 31, 2024
Cash and cash equivalents at end of period	₱4,965,334,676	₱4,658,740,988
Current ratio (total current assets divided by current liabilities)	11.45	11.50
Debt ratio (total liabilities divided by total assets)	0.05	0.05
Debt-to-equity ratio (total liabilities divided by total equity)	0.06	0.06

Further descriptions of the performance indicators are shown below:

Earnings Per Share (EPS)

EPS is a measure of profitability representing net income attributable to equity holders divided by the weighted average number of shares outstanding as of the end of the relevant period.

Share in Net Earnings of Associates

This indicates profitability of the investments and investees' contribution to the Group's net income. It is determined by multiplying the associate's net income by the investor's percentage of ownership, less goodwill impairment cost, if any. Goodwill is the difference between the acquisition cost of the investment and the investor's share in the value of the net identifiable assets of the investee at the date of acquisition.

Return on Equity

Return on Equity is derived by dividing total comprehensive income by average total stockholders' equity. This ratio indicates the level of profit earned by the Group in comparison with the total amount of stockholders' equity found in the statements of financial position. The higher the return on equity, the higher the Group's ability to produce internally generated cash flows. Moreover, the higher the Group's return on equity compared to other companies in the same industry, the better.

Return on Assets

Return on Assets is derived by dividing total comprehensive income by average total assets. This ratio measures the ability of the Group's management to realize an adequate return on the average total resources employed for the business. A high percentage rate indicates how the Group is well run and has a healthy return on assets employed.

Cash Flows

The Group uses the Statements of Cash Flows to determine the sources and application of funds for the period and to analyze and evaluate how the sources and uses of capital are being managed.

Current Ratio

Current Ratio is derived by dividing total current assets by total current liabilities. This ratio is a rough indication of the Group's ability to service its current obligations. The higher the current ratio, the greater the Group's ability to pay its current obligations.

Debt Ratio

Debt ratio is derived by dividing total liabilities by total assets. The ratio indicates the degree of protection provided for the Group's creditors. A high ratio generally indicates greater risk being assumed by creditors. On the other hand, a low ratio indicates greater long-term financial safety.

Debt-to-Equity Ratio

Debt-to-equity ratio is derived by dividing total liabilities by total equity. The ratio indicates how leveraged the Group is. It compares the resources provided by creditors against the resources provided by the stockholders in running the business of the Group.

Solvency Ratio

Solvency Ratio is derived by dividing the sum of total comprehensive income, depreciation and amortizations by the sum of long-term and short-term liabilities. This ratio provides another measurement of how likely the Group will be able to continue meeting its debt obligation. The higher the ratio, the greater the Company's ability to continue meeting its debt obligations.

Any Significant Elements of Income or Loss from Continuing Operations

There are no significant elements of income or loss from continuing operations.

Major Subsequent Events

There are no events or transactions that have occurred subsequent to the reporting date that would have material effect on the interim financial statements at that date, or that are of such significance in relation to the Group's affairs to require adjustment or mention in the management's discussion in order to make them not misleading regarding the financial position, financial performance, or cash flows of the Group.

Material Off-Balance Sheet Items

There are no material off-balance sheet transactions, arrangements, obligations, and other relationships of the Group with unconsolidated entities or other persons created during the reporting period.

Material Commitments for Capital Expenditures

As of March 31, 2025, there are no material commitments for capital expenditures other than in the ordinary course of business to improve power generation and distribution facilities. Funding comes from internally generated cash from operations.

Known Trends

Except as already discussed herein and in the notes to the interim consolidated financial statements, management is not aware of any other trend, event or uncertainty to have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales/revenues/income from continuing operations. Management is likewise not aware of any other event that will trigger direct or contingent financial obligation that is material to the Group, including any default or acceleration of an obligation.

SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the Issuer has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.


SPC POWER CORPORATION

Issuer

By:



EDGARDO S. CABRAL, JR.
Finance Manager
Date: May 7, 2025



Niño RAY D. AGUIRRE
VP-Finance & Treasurer
Date: May 7, 2025

SPC POWER CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Amounts in Philippine Pesos)

	Mar. 31, 2025	Dec. 31, 2024	Incr. / (Decr.)	
	(Unaudited)	(Audited) (Restated)	Amount	Percent
ASSETS				
Current Assets				
Cash and cash equivalents	4,965,334,676	4,658,740,988	306,593,688	6.6%
Trade and other receivables - net	347,322,321	414,451,431	(67,129,110)	(16.2%)
Inventories - at cost	378,159,882	366,917,840	11,242,042	3.1%
Prepayments and other current assets	42,142,639	37,071,087	5,071,552	13.7%
Total Current Assets	5,732,959,518	5,477,181,346	255,778,172	0.0%
Noncurrent Assets				
Investment in associates	5,775,842,222	5,763,575,703	12,266,519	0.2%
Property, plant and equipment - net	439,206,994	450,025,525	(10,818,531)	(2.4%)
Deferred income tax assets	32,890,025	33,856,007	(965,982)	(2.9%)
Intangible Assets	456,188	608,253	(152,065)	(25.0%)
Other noncurrent assets - net	41,237,694	39,890,638	1,347,056	3.4%
Total Noncurrent Assets	6,289,633,123	6,287,956,126	1,676,997	0.0%
TOTAL ASSETS	12,022,592,641	11,765,137,472	257,455,169	2.2%
LIABILITIES & EQUITY				
Current Liabilities				
Trade and other payables	364,711,360	379,778,622	(15,067,262)	(4.0%)
Income tax payable	72,559,548	33,338,578	39,220,970	117.6%
Current portion of lease liabilities	2,386,043	2,386,043	-	0.0%
Dividends payable	60,857,481	60,857,481	-	0.0%
Total current liabilities	500,514,432	476,360,724	24,153,708	100.0%
Noncurrent Liabilities				
Asset retirement obligation	97,424,366	97,424,366	-	0.0%
Net pension liabilities	31,084,464	31,084,464	-	0.0%
Deferred income tax liabilities	13,680,899	14,571,925	(891,026)	(6.1%)
Lease liabilities - net of current portion	4,127,147	4,734,071	(606,924)	(12.8%)
Total noncurrent liabilities	146,316,876	147,814,826	(1,497,950)	0.0%
Total Liabilities	646,831,308	624,175,550	22,655,758	3.6%
(Forward)				

Stockholders' Equity

Capital stock - P1 par value

Authorized - 2,000,000,000 shares

Issued - 1,569,491,900 shares **1,569,491,900** 1,569,491,900 - 0.0%Additional paid-in capital **86,810,752** 86,810,752 - 0.0%

Retained earnings:

Unappropriated **9,818,792,512** 9,584,104,015 234,688,497 2.4%

Appropriated - - -

Other comprehensive income:

Remeasurement of employee benefits **(1,866,361)** (1,866,361) - 0.0%

Net unrealized valuation gains

on financial asset at FVOCI **16,350,000** 16,350,000 - 0.0%

Share in remeasurement of employee

benefits of associates **2,276,217** 2,276,217 - 0.0%Treasury stock at cost - 72,940,097 shares **(131,008,174)** (131,008,174) - 0.0%

Equity attributable to equity holders

of Parent **11,360,846,846** 11,126,158,349 234,688,497 2.1%

Equity attributable to Non-controlling

interests **14,914,487** 14,803,573 110,914 0.7%Total Equity **11,375,761,333** 11,140,961,922 234,799,411 2.1%**TOTAL LIABILITIES and EQUITY** **12,022,592,641** 11,765,137,472 257,455,169 2.2%

SPC POWER CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Amounts in Philippine Pesos)

	For the three months ended March 31		Increase / (Decrease)	
	2025	2024	Amount	Percent
	(Unaudited) (Restated)	(Unaudited) (Restated)		
CONTINUING OPERATIONS:				
REVENUE	372,711,130	570,717,973	(198,006,843)	(34.7%)
COST OF OPERATIONS	84,878,214	563,815,161	(478,936,947)	(84.9%)
GROSS MARGIN	287,832,916	6,902,812	280,930,104	4069.8%
GENERAL AND ADMINISTRATIVE EXPENSES	(52,046,945)	(51,711,565)	335,380	(0.6%)
OTHER INCOME (CHARGES) - Net				
Equity in net earnings of associates	12,266,518	86,428,425	(74,161,907)	(85.8%)
Interest income	46,179,982	46,637,409	(457,427)	(1.0%)
Interest expense	(110,458)	(146,454)	35,996	(24.6%)
Gain (loss) from disposal of assets	-	-	-	0%
Foreign exchange gains (losses)	(15,490,201)	19,130,926	(34,621,127)	(181.0%)
Others - net	(659,309)	(735,611)	76,302	(10.4%)
	42,186,532	151,314,695	(109,128,163)	(72.1%)
INCOME BEFORE INCOME TAX	277,972,503	106,505,942	171,466,561	161.0%
PROVISION FOR INCOME TAX				
Current	43,098,135	7,511,079	35,587,056	473.8%
Deferred	74,957	41,432	33,525	80.9%
	43,173,092	7,552,511	35,620,581	471.6%
INCOME FROM CONTINUING OPERATIONS	234,799,411	98,953,431	135,845,980	137.3%
DISCONTINUED OPERATIONS:				
After tax income (loss) from Discontinued Operations	-	14,732,447	(14,732,447)	(100.0%)
NET INCOME	234,799,411	113,685,878	121,113,533	106.5%
OTHER COMPREHENSIVE INCOME	-	-	-	
TOTAL COMPREHENSIVE INCOME	234,799,411	113,685,878	121,113,533	106.5%
NET INCOME ATTRIBUTABLE TO:				
Equity holders of the Parent	234,688,497	106,799,144	127,889,353	119.7%
Non-controlling interests	110,914	6,886,734	(6,775,820)	(98.4%)
	234,799,411	113,685,878	121,113,533	106.5%
EARNINGS PER SHARE (Note 3):				
Basic/diluted, for income for the period attributable to equity holders of the Parent	0.16	0.07	0.09	119.7%

SPC POWER CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED MARCH 31, 2025 & 2024

Equity Attributable to Equity Holders of the Parent

	Capital Stock	Additional Paid-In Capital	Treasury Stock at Cost	Remeasurement of Employee Benefits	Share of Associates in OCI	Retained Earnings		Net Unrealized Valuation Gains on Financial Assets at FVOCI	Total	Non-controlling Interest	Total
						Appropriated	Unappropriated				
Balances at January 1, 2025	₱1,569,491,900	₱86,810,752	₱(131,008,174)	₱(1,866,361)	₱2,276,217	-	₱9,584,104,015	₱16,350,000	₱11,126,158,349	₱14,803,573	₱11,140,961,922
Total comprehensive income from continuing operations	-	-	-	-	-	-	234,688,497	-	234,688,497	110,914	234,799,411
Cash dividends	-	-	-	-	-	-	-	-	-	-	-
Balances at March 31, 2025	₱1,569,491,900	₱86,810,752	₱(131,008,174)	₱(1,866,361)	₱2,276,217	-	₱9,818,792,512	₱16,350,000	₱11,360,846,846	₱14,914,487	₱11,375,761,333
							-		0.00	-	-
Balances at January 1, 2024	₱1,569,491,900	₱86,810,752	₱(131,008,174)	₱1,208,496	₱2,941,249	-	₱9,598,002,269	₱13,350,000	₱11,140,796,492	₱166,912,054	₱11,307,708,546
Total comprehensive income	-	-	-	(0)	-	-	106,799,144	-	106,799,144	6,886,734	113,685,878
Cash dividends	-	-	-	-	-	-	(897,931,082)	-	(897,931,082)	-	(897,931,082)
Balances at March 31, 2024	₱1,569,491,900	₱86,810,752	₱(131,008,174)	₱1,208,496	₱2,941,249	-	₱8,806,870,331	₱13,350,000	₱10,349,664,554	₱173,798,788	₱10,523,463,342

SPC POWER CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Amounts in Philippine Pesos)

	For the three months ended March 31	
	2025	2024
	(Unaudited)	(Unaudited)
	(Restated)	(Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
INCOME BEFORE INCOME TAX	277,972,503	106,505,942
Income (loss) from discontinued operations	-	18,835,986
Adjustments for:		
Equity in net earnings (losses) of associates	(12,266,518)	(86,428,425)
Depreciation and amortization	15,872,197	22,797,212
Interest expense	110,458	161,985
Net changes in pension liability	-	(2,789,826)
Gain from changes in Asset Retirement Obligation	-	-
Interest income	(46,179,982)	(46,813,473)
Provision for impairment on PPE	-	-
Loss (gain) on disposal of assets	-	-
Unrealized foreign exchange losses (gains)	14,267,949	(19,019,489)
Others	-	-
Operating income before working capital changes	249,776,607	(6,750,088)
Decrease (increase) in:		
Trade and other receivables - net	67,093,628	(16,413,820)
Due from Related Parties	(217,138)	(139,093)
Materials and supplies - net of allowance	(11,242,042)	12,012,828
Prepayments and other current assets	(5,738,638)	(10,084,284)
Increase (decrease) in:		
Trade and other payables	(12,194,899)	(19,653,951)
Due to NPC/PSALM	-	-
Due to Related Parties	(120,585)	(6,211)
Customers' deposits	-	2,392,002
Net cash generated from operations	287,356,934	(38,642,617)
Income Tax Paid	(3,210,080)	(3,938,159)
Interest paid	(2,862,030)	(203,941)
Interest received	46,432,396	46,813,474
Net cash provided by operating activities	327,717,220	4,028,757
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash dividends received	-	590,323,891
Additions to plant, property and equipment	(4,901,603)	(9,925,560)
Proceeds from disposal of PPE	-	-
Additional investment in associates	-	-
Decrease (increase) in:	-	-
Collection of noncurrent receivable	-	-
Decrease in other noncurrent assets	(1,347,056)	439,146

Net cash provided by investing activities	(6,248,659)	580,837,477
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash dividends paid	-	(980,507,245)
Payment of lease liabilities	(606,924)	(505,712)
Net cash used in financing activities	(606,924)	(981,012,957)
NET EFFECT OF EXCHANGE RATE CHANGES	(14,267,949)	19,019,489
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	320,861,637	(396,146,723)
CASH AND CASH EQUIVALENTS AT BEG. OF PERIOD	4,658,740,988	4,743,043,034
CASH AND CASH EQUIVALENTS AT END OF PERIOD	4,965,334,676	4,365,915,800

SPC POWER CORPORATION AND SUBSIDIARIES
SELECTED NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. General

The consolidated financial statements comprise the financial statements of the Parent Company and the following wholly owned and majority owned subsidiaries:

	Nature of Business	% of Ownership		
		Direct	Indirect	Total
SPC Island Power Corporation	Power generation	100.00%	-	100.00%
Cebu Naga Power Corporation	Power generation	100.00%	-	100.00%
SPC Malaya Power Corporation	Power generation	40.00%	38.40%	78.40%
SPC Light Company, Inc.	Holding company	40.00%	24.00%	64.00%
SPC Electric Company, Inc.	Holding company	40.00%	-	40.00%

The consolidated interim financial statements of the Group were authorized for issue by the Parent Company's Board of Directors through its Executive Committee on May 7, 2025.

2. Accounting Policies

The Group's consolidated interim financial statements have been prepared in compliance with Philippine Financial Reporting Standards (PFRS). Measurements are on historical cost basis, except for financial assets at FVOCI which have been measured at fair value, and are presented in Philippine Peso, the Group's functional and presentation currency.

The accounting policies adopted in the preparation of the interim financial statements are the same as those mentioned in the audited financial statements for the year 2024.

3. Earnings Per Share

The following presents information necessary to calculate earnings per share attributable to equity holders of the Parent Company:

	For the three months ended March 31	
	2025	2024
Net income attributable to equity holders of the parent	₱234,688,497	₱106,799,144
Weighted average number of common shares issued and outstanding	1,496,551,803	1,496,551,803
Basic/Diluted earnings per share	₱0.16	₱0.07

Computation of weighted average number of common shares issued and outstanding follows:

Number of shares issued	1,569,491,900
Less weighted average number of treasury shares	72,940,097
	1,496,551,803

There are no dilutive potential common stocks issued as of March 31, 2025.

4. Seasonal Aspects

The group does not have any seasonal aspect that has a material effect on its financial condition and results of operations.

5. Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income, or Cash Flows That Are Unusual Because of Their Nature, Size or Incidence.

Aside from what is already disclosed in the management's discussion and analysis of financial condition and results of operations, there are no other assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

6. Nature and Amount of Changes in Estimates of Amounts Reported in Prior Interim Periods of the Current Financial Year or Changes in Estimates of Amounts Reported in Prior Financial Years, if Those Changes Have a Material Effect in the Current Interim Period.

There are no changes in estimates of amounts in the first quarter of 2025.

7. Issuances, Repurchases & Repayments of Debts & Equity Securities.

There are no issuances, repurchases and repayments of debt and equity securities during the three months ended March 31, 2025.

8. Segment Information

For management purposes, the Group is organized into business units based on their products and services provided as follows:

- Generation - generation and supply of power and ancillary services to NGCP, distribution utilities, IEMOP (WESM) and other customers.
- Others - includes the operations of SECI, SLCI, CNPC and SMPC such as to manage, operate and invest in power generating plants and related facilities.

The operating segments are consistent with those reported to the BOD, the Group's Chief Operating Decision Maker (CODM).

The Group operates and generates revenue principally only in the Philippines (i.e., one geographical location). Thus, geographical segment information is not presented.

The CODM monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss in the consolidated financial statements.

No inter-segment revenues were earned within the Group in the three months ended March 31, 2025 and 2024.

The following tables present revenue and income information and certain asset and liability information regarding the business segments as of March 31, 2025 and 2024:

March 31 2025					
	Before Eliminations			Adjustments and Eliminations	After Eliminations/ Consolidated
	Generation	Others	Total		
Revenue	₱372,711,130	-	₱372,711,130	-	₱372,711,130
Income before income tax	265,474,913	231,072	265,705,985	12,266,518	277,972,503
Net income	222,301,820	231,072	222,532,892	12,266,518	234,799,411
Total assets	9,564,538,500	55,698,122	9,620,236,622	2,402,356,019	12,022,592,641
Property, plant and equipment	437,939,089	-	437,939,089	1,267,905	439,206,994
Total liabilities	647,163,995	2,386,604	649,550,599	(2,719,291)	646,831,308
Depreciation and amortization	15,872,197	-	15,872,197	-	15,872,197

March 31 2024					
	Before Eliminations			Adjustments and Eliminations	After Eliminations/ Consolidated
	Generation	Others	Total		
Revenue	₱570,717,973	-	₱570,717,973	-	₱570,717,973
Income before income tax	610,285,977	115,433	610,401,410	(503,895,468)	106,505,942
Net income	602,733,465	115,433	602,848,898	(489,163,020)	113,685,878
Total assets	8,778,090,409	66,225,974	8,844,316,383	2,806,921,396	11,651,237,779
Property, plant and equipment	451,841,234	-	451,841,234	272,189,150	724,030,384
Total liabilities	725,688,664	101,268	725,789,932	401,984,505	1,127,774,437
Depreciation and amortization	15,344,946	-	15,344,946	7,452,266	22,797,212

Adjustments and eliminations are part of detailed reconciliations presented below:

<i>Reconciliation of Net Income</i>	For the three months ended March 31	
	2025	2024
Segment net income	₱222,532,892	₱602,848,898
Equity in net earnings of associates	12,266,518	86,428,425

Dividend Income	-	(590,323,892)
Income from discontinued operations	-	₱14,732,447
Group net income	₱234,799,411	₱113,685,878

<i>Reconciliation of Total Assets</i>	Mar 31, 2025	Dec 31, 2024
Segment assets	₱9,620,236,622	₱9,375,038,582
Inter-segment receivables/adjustments	(6,719,096)	(6,709,707)
Investments in associates and subsidiaries	2,409,075,115	2,396,808,597
Group assets	₱12,022,592,641	₱11,765,137,472

<i>Reconciliation of Total Liabilities</i>	Mar 31, 2025	Dec 31, 2024
Segment liabilities	₱649,550,599	₱626,885,453
Inter-segment payables/adjustments	(2,719,291)	(2,709,903)
Group liabilities	₱646,831,308	₱624,175,550

9. Effect of Changes in the Composition of the Issuer During the Interim Period, Including Business Combinations, Acquisition or Disposal of Subsidiaries & Long-term Investments, Restructurings, and Discontinuing Operations.

There are no changes in the composition of the registrant during the interim period.

10. Changes in Contingent Liabilities or Contingent Assets Since the Last Annual Balance Sheet Date.

There are no changes in contingent liabilities or contingent assets since the last annual balance sheet date.

11. Financial Risk Management and Policies

The Group's principal financial instruments comprise of cash and cash equivalents and trade and other payables. The Group has various other financial assets and liabilities such as trade and other receivables, trade and other payables, other noncurrent assets at fair value through other comprehensive income, due from/due to related parties and dividend payable which arise directly from its operations.

The main risks arising from the Group's financial instruments are liquidity risk and credit risk.

The Group's senior management oversees the management of these risks. The Group's senior management ensures that the Group's financial risk-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Group's policies and risk appetite.

The BOD reviews and approves policies for managing each of these risks and they are summarized below.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to risk of changes in market interest rates relates primarily to the Group's long-term debt obligations with floating interest rates. The Group's policy is to manage its interest cost using the variable-rate debts.

As of March 31, 2025 and December 31, 2024, the Group does not have a financial liability that is exposed to interest rate risk.

Liquidity Risk

Liquidity risk is the potential of not meeting obligations as they come due because of an inability to liquidate assets or obtain adequate funding. The Group's objective is to maintain a balance between continuity of funding and flexibility. The Group maintains sufficient cash and cash equivalents to finance its operations. Any excess cash is invested in short-term money market placements. These placements are maintained to meet maturing obligations and pay dividend declarations.

The tables below summarize the maturity profile of the Group's financial assets used to manage liquidity risk and financial liabilities at March 31, 2025 and December 31, 2024 based on contractual undiscounted payments:

	March 31 2025					
	Total	Current	1 to 30 Days	31 to 60 Days	61 to 90 Days	Over 90 Days
Financial Assets						
At amortized cost:						
Cash and cash equivalents	₱4,965,334,676	₱4,204,883,125	₱760,451,551	-	-	-
Trade and other receivables						
Receivable from customers	292,476,856	119,406,979	22,295,828	22,295,828	18,260,637	110,217,584
Due from related parties	2,419,225	56,965	18,058	18,058	15,000	2,311,144
Others	52,426,234	18,606,689	5,748,729	264,112	943,546	26,863,158
	347,322,316	138,070,633	28,062,615	22,577,998	19,219,184	139,391,886
	5,312,656,992	4,342,953,758	788,514,165	22,577,998	19,219,184	139,391,886
At FVOCI:						
Investment in proprietary club shares	18,000,000	-	-	-	-	18,000,000
	5,330,656,992	4,342,953,758	788,514,165	22,577,998	19,219,184	157,391,886
Financial Liabilities						
Trade and other payables						
Trade	140,291,518	137,078,492	1,291,838	1,297,150	401,473	222,565
Nontrade	90,499,197	2,939,739	93,744	95,357	102,878	87,267,479
Accrued expenses	16,212,879	14,588,341	-	281,501	273,361	1,069,675
Due to related parties	511,676	1,884	-	-	-	509,792
	247,515,269	154,608,456	1,385,582	1,674,008	777,712	89,069,510
Lease liabilities	7,268,837	-	-	-	-	7,268,837
Dividends payable	60,857,481	-	-	-	-	60,857,481
Other noncurrent liability	-	-	-	-	-	-
	315,641,587	154,608,456	1,385,582	1,674,008	777,712	157,195,828
Net Financial Assets (Liabilities)	₱5,015,015,404	₱4,188,345,303	₱787,128,583	₱20,903,990	₱18,441,472	₱196,057

	December 31 2024					
	Total	Current	1 to 30 Days	31 to 60 Days	61 to 90 Days	Over 90 Days
Financial Assets						
At amortized cost:						
Cash and cash equivalents	₱4,658,740,838	₱1,435,936,435	₱3,222,804,403			
Trade and other receivables						
Receivable from customers	358,866,241	206,551,841	22,295,828	18,260,637	11,560,823	100,197,112
Dividends receivable	-					
Due from related parties	2,202,093	56,965	18,058	15,000	31,611	2,080,459
Others	53,383,097	16,957,240	5,748,729	689,972	496,180	29,490,976
	414,451,431	223,566,046	28,062,615	18,965,609	12,088,614	131,768,547
	5,073,192,269	1,659,502,481	3,250,867,018	18,965,609	12,088,614	131,768,547
At FVOCI:						
Investment in proprietary club shares	18,000,000	-				18,000,000
	5,091,192,269	1,659,502,481	3,250,867,018	18,965,609	12,088,614	149,768,547
Financial Liabilities						
Trade and other payables						
Trade	122,868,576	118,004,036	1,291,838	401,473	222,566	2,948,663
Nontrade	96,209,857	8,650,401	93,744	95,357	102,878	87,267,477
Accrued expenses	9,213,278	7,664,081	(75,340)	281,501	273,361	1,069,675
Due to related parties	632,261	11,318				620,943
	228,923,972	134,329,836	1,310,242	778,331	598,805	91,906,758
Lease liabilities	7,986,220					7,986,220
Other noncurrent liability	60,857,481					60,857,481
	297,767,673	134,329,836	1,310,242	778,331	598,805	160,750,459
Net Financial Assets (Liabilities)	₱4,793,424,596	₱1,525,172,645	₱3,249,556,776	₱18,187,278	₱11,489,809	₱(10,981,912)

Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss.

The Group trades only with recognized, creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit procedures. In addition, receivable balances are monitored on an ongoing basis with the result that exposure to bad debts is not significant.

With respect to credit risk arising from the financial assets of the Group, which comprise cash and cash equivalents, trade and other receivables and due from related parties, the Group's exposure to credit risk arises from default of the counterparty.

The Group's credit risk from cash and cash equivalents is mitigated by Philippine Deposit Insurance Corporation's (PDIC) insurance coverage on the cash in bank. While the Group does not hold collateral as security, its credit risk from trade and other receivables is mitigated by the customers' deposits which are collected to guarantee any uncollected bills from the customers upon termination of the service contract.

The Group's maximum exposure equals the carrying amount of the aforementioned instruments, excluding cash on hand, and is offset by the PDIC insurance coverage and customers' deposits. The offset relates to balances where there is a legally enforceable right of offset in the event of counterparty default and where,

as a result, there is a net exposure for credit risk management purposes. However, as there is no intention to settle these balances on a net basis under normal circumstances, they do not qualify for net presentation for accounting purposes.

March 31 2025			
	Maximum exposure	Offset	Exposure to credit risk
At amortized cost:			
Cash and cash equivalents (excluding cash on hand)	₱4,964,950,206	₱(2,993,694,502)	₱1,971,255,705
Trade and other receivables	347,322,316		347,322,316
At FVOCI:			
Investment in proprietary club shares	18,000,000	-	18,000,000
	₱5,330,272,522	₱(2,993,694,502)	₱2,336,578,020

December 31 2024			
	Maximum exposure	Offset	Exposure to credit risk
At amortized cost:			
Cash and cash equivalents (excluding cash on hand)	₱4,658,275,686	₱(8,019,398)	₱4,650,256,288
Trade and other receivables	414,451,431		414,451,431
At FVOCI:			
Investment in proprietary club shares	18,000,000	-	18,000,000
	₱5,090,727,117	₱(8,019,398)	₱5,082,707,719

As of March 31, 2025 and December 31, 2024, the Group's significant concentration of credit risk pertains to its trade and other receivables adjustments amounting to ₱347.3 million and ₱414.5 million, respectively, and impaired financial assets, determined based on probability of collection, are adequately covered with allowance.

Applicable for the first quarter and year ended March 31, 2025 and December 31, 2024.

The following are the details of the Group's assessment of credit quality and the related ECLs as at March 31, 2025 and December 31, 2024:

General Approach

- *Cash and cash equivalents* - As of March 31, 2025 and December 31, 2024, the ECL relating to the cash and cash equivalents of the Group is minimal as these are deposited in reputable banks which have good bank standing, and is considered to have low credit risk.
- *Due from NPC/PSALM, related parties, and other receivables* - As of March 31, 2025 and December 31, 2024, there were no individually impaired accounts. No ECL is recognized for these receivables since there was no history of default payments. This assessment is undertaken each financial year through examining the financial position of the parties and the markets in which the parties operate.

Simplified Approach

- *Trade and other receivables* - The Group applied the simplified approach using a ‘provision matrix’. As of March 31, 2025 and December 31, 2024, the allowance for impairment losses as a result from performing collective and specific impairment test amounted to ₱47.8 million. Management evaluated that the Parent Company’s trade receivables are of high grade and of good credit quality.

March 31 2025					
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Lifetime ECL Simplified Approach	Total
Gross carrying amount	₱4,658,275,686	-	-	-	₱4,658,275,686
Loss allowance	-	-	-	-	-
Carrying amount	₱4,658,275,686	-	-	-	₱4,658,275,686

December 31 2024					
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Lifetime ECL Simplified Approach	Total
Gross carrying amount	₱4,658,275,686	-	-	-	₱4,658,275,686
Loss allowance	-	-	-	-	-
Carrying amount	₱4,658,275,686	-	-	-	₱4,658,275,686

The Group grades its financial assets as follows:

- *Cash and Cash Equivalents*: These are assessed as high grade since these are deposited in reputable banks which have good bank standing, thus credit risk is minimal.
- *Receivable/Due from NGCP, IEMOP(WESM) and Distribution Utilities*: These are assessed as high grade since these receivables arose from the contract provisions of the ROMM Agreement, Operation and Maintenance Service Contracts (OMSC), Ancillary Services Procurement Agreements (ASPA), Power Supply Contracts (PSCs), and/or collectible from government institution.
- *Due from Related Parties*: These are assessed as standard, although recoverability of these receivables is certain, as these are given secondary priority as to settlement by the related parties compared to third party obligations.
- *Other Receivables*: Grading of financial assets is determined individually based on the Group’s collection experience with the counterparty.

Fair Value of Financial Assets and Financial Liabilities

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models, as appropriate.

The following methods and assumptions are used to estimate the fair value of each class of financial instruments:

- *Cash and Cash Equivalents, Trade and Other Receivables, Trade and Other Payables and Due From/To Related Parties*. The carrying amounts of cash and cash equivalents, trade and other

receivables, trade and other payables and due from/to related parties approximate their value due to the relatively short-term maturity of these financial instruments.

- *Investment in Proprietary Club Shares.* Market values have been used to determine the fair value of listed proprietary club shares.
- *Noncurrent Receivable (included in "Other Noncurrent Assets") and Other Noncurrent Liability.* The fair values of the noncurrent receivable and noncurrent liability are based on the net present value of cash flows using the prevailing market rate of interest. As of March 31, 2025 and December 31, 2024, the carrying values of the noncurrent receivable and noncurrent liability approximate their fair values.

As of March 31, 2025 and December 31, 2024, the Group considers its investment in proprietary club shares measured and carried at fair values of ₱18.0 million under Level 1 classification, respectively.

During the reporting period ended March 31, 2025, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

12. Existence of Material Contingencies and any Other Events or Transactions that are Material to an Understanding of the Current Interim Period.

Except as already discussed in the Management's Discussion and Analysis of Financial Conditions and Results of Operations as well as in the schedules and disclosures set forth in this Selected Notes to Interim Consolidated Financial Statements, there are no other material contingencies and any other events or transactions that are material to an understanding of the current interim period.

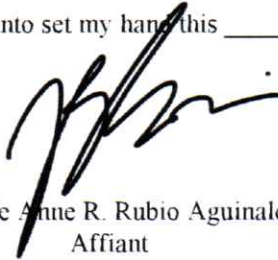
Certification

I, Mishelle Anne Rubio-Aguinaldo, Assistant Corporate Secretary of SPC Power Corporation with SEC registration number AS94-002365 with principal office at the 7/F BDO Towers Paseo, 8741 Paseo de Roxas, Makati City, on oath state:

- 1) That on behalf of SPC Power Corporation, I have caused SEC Form 17-Q (Quarterly Report as of March 31, 2025) report to be prepared;
- 2) That I read and understood its contents which are true and correct of my own personal knowledge and/ or based on true records;
- 3) That we submit the attached Quarterly Report as of March 31, 2025 in compliance with SEC reportorial requirements;
- 4) That SPC Power Corporation will comply with the requirements set forth in SEC Notice dated June 24, 2020 for a complete and official submission of reports and/ or documents through electronic mail; and
- 5) That I am fully aware that documents filed online which require pre-evaluation and/ or processing fee shall be considered complete and officially received only upon payment of the filing fee.


The Certification was issued by the undersigned Assistant Corporate Secretary in lieu of the Corporate Secretary since the latter, by reason of his health condition (i.e. diabetic, cancer survivor, and had also lost one of his kidneys) and advanced age, has to observe health and safety protocols. Moreover, since the onset pandemic in 2020, it has been a practice that the Assistant Corporate Secretary issues certifications and other reportorial requirements for reasons of practicality, convenience, and accessibility. Rest assured, the Assistant Corporate Secretary is supervised by the Corporate Secretary and has personal knowledge on all corporate matters that she certifies.

IN WITNESS WHEREOF, I have hereunto set my hand this _____.


Mishelle Anne R. Rubio-Aguinaldo
Affiant

SUBSCRIBED AND SWORN TO before me this _____ at Makati City, Philippines by the affiant who exhibited to me her Philippine Passport No. P7454258B, issued on August 24, 2021 at DFA Manila, valid until August 23, 2031.

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Book No. 1K
Series of 2025.


ATTY. CESAR T. VERANO
NOTARY PUBLIC MAKATI CITY
APPOINTMENT NO: M-029
VALID UNTIL DECEMBER 31, 2025
ISSUED ON: DECEMBER 15, 2023
PTR NO.: MKT 10465510 / 01-02-2025 / MAKATI CITY
IBP NO.: 484720 ROLL NO 29024
MCLE COMPLIANCE NO.: VII-0023845
VALID UNTIL DECEMBER 31, 2025
OFFICE ADDRESS: #2733 G/F CARREON BLDG
ZENaida ST., BRGY. POBLACION MAKATI CITY