

March 11, 2015

SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA Greenhills,
Mandaluyong City, Metro Manila

ATTENTION : **DIR. VICENTE GRACIANO P. FELIZMENIO JR.,**
Director, Markets and Securities Regulation Department

PHILIPPINE STOCK EXCHANGE, INC.

3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue, Makati City

ATTENTION : **MS. JANET ENCARNACION**
Head, Disclosure Department

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:

On behalf of Aboitiz Equity Ventures, Inc. (AEV), we submit for your files the SEC Form 17-C (Current Report) for its Full Year 2014 Financial and Operating Results.

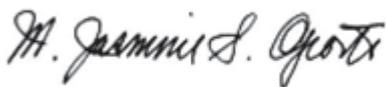
Kindly acknowledge receipt hereof.

Thank you.

Very truly yours,

ABOITIZ EQUITY VENTURES, INC.

By



M. JASMINE S. OPORTO

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)

M. JASMINE S. OPORTO

Contact Person

02- 886-2800

Company Telephone Number

1 2 3 1

Month Day

Fiscal Year

Current Report

1 7 - C

FORM TYPE

3rd Monday of

May

0 5 1 8

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

On a year-to-date (YTD) basis, AEV's consolidated net income declined by 13% YoY to ₱18.4 bn from ₱21.0 bn. This translates to ₱3.32 in earnings per share. Power accounted for 71%, followed by the Banking, Food and Real Estate SBUs with income contributions of 18%, 7%, and 4%, respectively.

For the period ending December 30, 2014, the Company incurred a non-recurring gain of ₱436 mn, which resulted from the revaluation of the Power SBU's consolidated dollar-denominated liabilities and placements, and a one-off gain of ₱634 mn from the sale of a couple of the Group's investments. In addition, the Power SBU booked a non-recurring cost for the acquisition of Lima Enerzone Corporation (formerly Lima Utilities Corporation) (Lima Enerzone). Adjusting for these one-off's, AEV's core net income amounted to ₱17.9 bn, which is 15% lower than last year.

Strategic Business Units

Power

Aboitiz Power Corporation (AboitizPower) ended the year in review with an income contribution of ₱12.7 bn, registering a 10% decrease when compared to the previous year's ₱14.2 bn. When adjusted for non-recurring items, the Power SBU recorded a 16% YoY decline in its earnings share, from ₱15.5 bn to ₱12.9 bn.

On a full-year basis, the generation group contributed earnings of ₱10.4 bn for 2014, down 11% YoY. The decline is attributed to the full-year impact of the implementation of the Geothermal Resource Supply Contract of the Tiwi-Makban plants, limited operations of Magat plant due to low water levels, and the expiration of the Pagbilao and Magat plants' income tax holiday (ITH) during the year. The large hydros also were adversely impacted by lower average prices for both its spot and ancillary sales.

For full year 2014, AboitizPower's attributable net generation rose by 3% YoY, from 10,949 GWh to 11,272 GWh, as electricity sold through bilateral contracts, which made up 86% of total energy sold during the period, expanded by 7% to 9,661 GWh. On the other hand, spot market sales decreased by 16% from 1,914 GWh to 1,612 GWh as low water levels during the dry season constrained the operations of the Magat, Ambuklao, and Binga plants.

In terms of capacity, higher sales through bilateral contracts and ancillary services resulted to a 13% YoY increase in AboitizPower's attributable sales to 1,800 MW. The growth was partly driven by Therma Mobile, Inc., which was only able to offer its full capacity of 200 MW in the second quarter of 2014. While ancillary sales were weak in the second quarter again due to the dry season, the increase in water levels in the second half of 2014 as a result of the typhoons has led to a strong recovery in ancillary sales during the last six months of the year.

The group's average price for its energy sales decreased by 3% YoY in 2014. This was mainly due to the 21% YoY decrease in the average selling price of the group's spot sales. Notwithstanding the increase in ancillary volume sales, revenues were also down as a result of a 39% decrease in average ancillary rates.

AboitizPower is targeting the full commissioning of its 14 MW Sabangan hydro plant and 260 MW (net) Davao coal plant around the first half of 2015. Combined with the 40 MW strip from Unified Leyte that was awarded earlier by the Power Sector and Liabilities Management (PSALM) to a subsidiary of AboitizPower, the Company's net attributable sellable capacity will increase by 14% from 2,210 MW to 2,524 MW in 2015.

Meanwhile, the power distribution group's earnings contribution remained flat at ₱2.5 bn from the same period last year. Total attributable electricity sales increased by 10% YoY,

from 4,076 GWh to 4,480 GWh as energy sales to industrial customers grew by 15% YoY. The acquisition of Lima Enerzone Corporation (formerly, Lima Utilities Corporation) last June 2014 also provided a modest contribution to the improvement in sales. On the other hand, the group's gross margin on a per kwh basis in 2014 decreased to ₱1.71 from ₱1.77 a year ago. The unfavorable variance was brought about by the higher direct costs incurred by Davao Light & Power Company, Inc. and Cotabato Light & Power Company due to the running of their embedded plants to cover for the energy shortfall in the Mindanao grid.

Banking

Union Bank of the Philippines' (UnionBank) income contribution for full year 2014 decreased by 21% YoY, from ₱4.1 bn to ₱3.2 bn.

Net interest income increased by 20% to ₱10.6 bn, in view of the robust expansion in average earning assets alongside the continuous reduction in average costs of interest-bearing liabilities. Total other income, meanwhile, dropped by 35% to ₱8.2 bn, principally due to the exceptional level of trading gains earned the previous year compared to the ₱1.9 bn gained this year overshadowing the 34% jump in service charges, fees and commission brought about by the strong expansion in retail loans. Despite UnionBank's continuous branch expansion particularly in Luzon, total operating expenses narrowed by 6% to ₱9.8 bn from ₱10.4 bn the prior year.

As of end-December 2014, UnionBank's resources registered 12% growth to ₱443.0 bn, funded mainly by the increase in bills payable to ₱48.4 bn and solid growth in total deposits to ₱311.1 bn. Net loans and other receivables slid slightly to ₱139.2 bn, as the reduction in securities purchased under reverse repurchase agreements muted the substantial expansion in loans receivable from customers. Total capital funds rose by 18% to ₱53.1 bn with the reduction in net unrealized fair value losses to ₱3.3 bn from ₱7.5 bn.

Food

The Company's food SBU, Pilmico Foods Corporation (Pilmico), contributed earnings of ₱1.3 bn in 2014, which is 4% higher YoY. The growth was propelled by the remarkable performance of the Farms Division whose net income went up by 101% from ₱188 mn to ₱377 mn. The net income gains in the Farms Division were still able to boost 2014 Food Group's net income by 3% despite the decline in Feeds and Flour's contribution to the Food Group's bottomline. Flour Division's earnings weakened by ₱25 mn to ₱503 mn. This was attributed to the drop in gross profit per bag from ₱149 to ₱124 with the increase in wheat cost and other manufacturing expenses. Moreover, the impact of the expiration of the Feeds Division's ITH dragged its net income contribution lower to ₱411 mn.

Real Estate

AEV's property SBU, AboitizLand Inc. (AboitizLand), registered a YoY growth of 132% in its net income contribution for the year from ₱273 mn to ₱633 mn. The year 2014 does not only mark the 20th year of AboitizLand's continued delivery of dream homes and offices, but is also the start of reaching new heights as the company achieved the ₱3.0 bn mark in revenue, 86% higher than last year's performance. AboitizLand's growth was backed by progress across all business units. The Industrial Business segment alone registered revenue growth of 161% as compared to 2013. This already includes the full consolidation of Lima Land, Inc. after completion of the purchase last February 2014, signifying the first milestone of AboitizLand's expansion plan and the gain from sale of Lima Enerzone to AboitizPower. Meanwhile, the 31% growth in Residential revenue is attributed to The Persimmon Studios, Almiya and Priveya Hills, with construction going

into full swing during the year. Commercial Business also posted significant revenue growth of 123% primarily due to The Outlets at Pueblo Verde which achieved 100% occupancy within its first year of operations.

Financial Condition

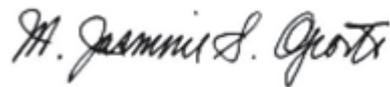
As of December 31, 2014, the Company's consolidated assets amounted to P281.0 bn, 14% higher than the year-end 2013 level. Cash and cash equivalents was at P50.5 bn, 40% higher than the year-end 2013 level of P36.1 bn. Consolidated liabilities amounted to P146.0 bn while Equity Attributable to Equity Holders of the Parent increased by 11% to P107.9 bn. Current ratio as of December 31, 2014 was at 2.8x (versus year-end 2013's 2.6x), while the net debt-to-equity ratio was at 0.5x (versus year-end 2013's 0.5x).

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 EQUITY VENTURES, INC.

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".

M. JASMINE S. OPORTO
Corporate Secretary

Date: March 11, 2015