

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULES

The Board of Directors and Stockholders
First Gen Corporation
6th Floor, Rockwell Business Center Tower 3
Ortigas Avenue, Pasig City

We have audited in accordance with Philippine Standards on Auditing, the consolidated financial statements of First Gen Corporation and Subsidiaries as at December 31, 2017 and 2016 and for each of the three years in the period ended December 31, 2017, included in this Form 17-A and have issued our report thereon dated March 15, 2018. Our audits were made for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The schedules listed in the Index to Consolidated Financial Statements and Supplementary Schedules are the responsibility of the Company's management. These schedules are presented for purposes of complying with Securities Regulation Code Rule 68, As Amended (2011), and are not part of the consolidated financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the consolidated financial statements and, in our opinion, fairly state, in all material respects, the information required to be set forth therein in relation to the consolidated financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Jhoanna Feliza C. Go

Partner

CPA Certificate No. 0114122

SEC Accreditation No. 1414-AR-1 (Group A),

March 2, 2017, valid until March 1, 2020

Tax Identification No. 219-674-288

BIR Accreditation No. 08-001998-103-2017,

January 31, 2017, valid until January 30, 2020

PTR No. 6621266, January 9, 2018, Makati City

March 15, 2018



FIRST GEN CORPORATION AND SUBSIDIARIES

Schedule A. Financial Assets

December 31, 2017

(Amounts in U.S. Dollars and in Thousands)

Financial Assets	Name of Issuing Entity and Description of Each Issue	Number of Shares or Principal Amount of Bonds and Notes	Amount Shown in the Balance Sheet	Value Based on Market Quotations at Balance Sheet Date	Income Received and Accrued
Loans and receivables					
Cash and cash equivalents	N/A	N/A	\$ 671,251	N/A	\$ 7,991
Trade receivables - net of allowance for impairment losses	N/A	N/A	352,135	N/A	-
Due from related parties	N/A	N/A	1,729	N/A	-
Other receivables	N/A	N/A	3,083	N/A	-
Long-term receivables - net of allowance for impairment losses	N/A	N/A	2,575	N/A	-
Special deposits and funds	N/A	N/A	5,177	N/A	-
Short-term investments	N/A	N/A	14,847	N/A	-
Debt service reserve account	Various	N/A	114,173	N/A	1,040
Other current assets	N/A	N/A	709	N/A	-
Available-for-Sale (AFS) financial assets					
Quoted equity securities	Various	Various	864	864	-
Quoted government debt securities	Various	Various	2,245	2,245	-
Corporate bonds	Various	Various	691	691	-
Unquoted securities	BDO Unibank Inc.	₱300.0 million	6,178	6,178	-
Investments in proprietary club membership shares	N/A	N/A	964	N/A	-
Financial Assets at FVPL	Security Bank	N/A	20,699	20,699	-
Financial Assets at FVPL	BDO Unibank Inc.	N/A	21	21	1,101
			\$ 1,197,341		\$ 10,132

FIRST GEN CORPORATION AND SUBSIDIARIES

Schedule C. Amounts Receivable from Related Parties which are Eliminated during Consolidation of Financial Statements

December 31, 2017

(Amounts in U.S. Dollars and in Thousands)

Receivable to Name of Subsidiary/ Counterparty	Beginning Balance	Additions	Collections	Reclassifications/ Revaluations	Amounts Written Off	Ending Balance		Amount Eliminated
						Current	Non-Current	
Subsidiaries:								
Red Vulcan Holdings Corporation	\$10,089	\$5,086	(\$37)	\$74	\$-	\$15,212	\$-	15,212
First Gas Holdings Corporation	9,554	-	-	-	-	9,554	-	9,554
FG Bubunawan Hydro Corporation	4,600	2,438	-	(23)	-	7,015	-	7,015
Gold silk Holdings Corp.	1,517	29,376	(27,409)	(6)	-	3,478	-	3,478
FG Mindanao Hydro Power Corporation	2,581	169	-	(11)	-	2,739	-	2,739
First Gen Prime Energy Corporation	1,976	-	-	(8)	-	1,968	-	1,968
FGLand Corporation	1,787	-	-	(8)	-	1,779	-	1,779
FG Puyo Hydro Corporation	1,206	413	-	(5)	-	1,614	-	1,614
FG Tagoloan Hydro Corporation	1,022	574	-	(4)	-	1,592	-	1,592
Northern Terracotta Power Corp.	5,192	-	(3,758)	(62)	-	1,372	-	1,372
First Gen Luzon Power Corp.	959	4	-	(4)	-	959	-	959
Prime Terracota Holdings Corp.	753	47	-	(1)	-	799	-	799
FGEN LNG Corporation	649	3	-	-	-	652	-	652
First Gen Power Ventures, Inc.	467	12	-	(1)	-	478	-	478
AlliedGen Power Corp.	361	1	-	(2)	-	360	-	360
Blue Vulcan Holdings Corp.	340	-	-	(1)	-	339	-	339
First Gen Premier Energy Corp.	217	-	-	(1)	-	216	-	216
First Gen Visayas Hydro Power Corporation	187	-	-	-	-	187	-	187
First Gen Ecopower Solutions Inc.	180	-	-	(1)	-	179	-	179
First NatGas Power Corp.	162	1	-	(1)	-	162	-	162
FGen Fuel Line System, Inc.	78	57	-	-	-	135	-	135
First Gen Meridian Holdings, Inc.	22	80	-	(1)	-	101	-	101
First Gas Power Corporation	97	-	-	-	-	97	-	97
First Gen Eco Solutions Holdings, Inc.	93	-	-	-	-	93	-	93
First Gen LNG Holdings Corporation	85	2	-	-	-	87	-	87
FG Cabadbaran Hydro Corporation	83	-	-	-	-	83	-	83
Prime Meridian Powergen Corporation	75	-	-	-	-	75	-	75
FG Tumalaong Hydro Corporation	24	-	-	-	-	24	-	24
FGen Northern Mindanao Holdings, Inc.	20	-	-	(1)	-	19	-	19
First Gen Visayas Energy, Inc.	14	1	-	(1)	-	14	-	14
First Gen Energy Solutions, Inc.	6	8	(1)	-	-	13	-	13
FG Mindanao Renewables Corp.	5	2	-	-	-	7	-	7
FGEN Casecnan Hyrdo Power Corp.	2	2	-	-	-	4	-	4
FGen Prime Holdings, Inc.	3	1	-	-	-	4	-	4
FGen Liquefied Natural Gas Holdings, Inc.	3	-	-	-	-	3	-	3
FGen Power Holdings, Inc.	2	1	-	-	-	3	-	3
First Gen Hydro Power Corporation	2	1	-	-	-	3	-	3
FGen Natural Gas Supply, Inc.	2	1	-	-	-	3	-	3
FGen Power Solutions, Inc.	2	-	-	-	-	2	-	2
Onecore Holdings, Inc.	1	1	-	-	-	2	-	2
First Gen Renewables, Inc.	1	-	-	-	-	1	-	1
FGen Reliable Energy Holdings, Inc.	1	-	-	-	-	1	-	1
FGen Vibrant Blue Sky Holdings, Inc.	1	-	-	-	-	1	-	1
FGen Aqua Power Holdings, Inc.	1	-	-	-	-	1	-	1
FGen Power Operations, Inc.	1	-	-	-	-	1	-	1
Dualcore Holdings, Inc.	-	1	-	-	-	1	-	1
FG Bukidnon Power Corporation	53	51	(135)	31	-	-	-	-
	\$44,476	\$38,333	(\$31,340)	(\$37)	\$-	\$51,432	\$-	\$51,432

FIRST GEN CORPORATION AND SUBSIDIARIES

Schedule D. Intangible Assets - Other Assets

December 31, 2017

(Amounts in U.S. Dollars and in Thousands)

Description	Beginning Balance	Additions At Cost	Deductions		Other Changes- Additions (Deductions)*	Ending Balance
			Charged to Costs and Expenses	Charged to Other Accounts		
A) Goodwill and Intangible assets						
Goodwill	\$972,057	\$-	\$-	\$-	(\$4,039)	\$968,018
Concession rights for contracts acquired - net of amortization	48,239	-	(11,646)		(302)	36,291
Water rights - net of amortization	28,777	-	(1,910)	-	(137)	26,730
Pipeline rights - net of amortization	4,671	-	(602)	-	-	4,069
Rights to Use Transmission Line	1,032	-	(120)	-	-	912
Other intangible assets - net of amortization	811	351	(707)	-	(8)	447
	\$1,055,587	\$351	(\$14,985)	\$-	(\$4,486)	\$1,036,467
B) Other Assets						
Input value added tax - net of allowance for impairment	\$82,297	\$53,838	(\$2,037)	\$-	(\$1,449)	\$132,649
Exploration and evaluation assets	62,530	378	(764)	-	(794)	61,350
Tax credit certificates	54,077	-	(8,784)	-	-	45,293
Prepaid major spare parts	65,506	28,738	-	(60,809)	-	33,435
AFS financial assets	10,328	15,298	-	201	(14,885)	10,942
Derivative assets	3,372	-	-	(1,250)	-	2,122
Special deposits and funds	2,695	2,482	-	-	-	5,177
Prepaid expenses	13,559	2,926	-	-	-	16,485
Long-term receivables - net of allowance for impairment losses	570	3,489	(1,268)	-	(216)	2,575
Retirement assets	2,597	-	(266)	(1,359)	-	972
Others	46,271	3,046	-	-	-	49,317
	\$343,802	\$110,195	(\$13,119)	(\$63,217)	(\$17,344)	\$360,317

* Pertains to foreign exchange translations of Intangible and Other assets of First Gen subsidiaries that uses the Philippine Peso as its functional currency to U.S. dollar.

FIRST GEN CORPORATION AND SUBSIDIARIES

Schedule E. Long-term Debt

December 31, 2017

(Amounts in U.S. Dollars and in Thousands)

Name of Issuer and Type of Obligation	Total Loans - net	Amount Shown as Current - net	Amount Shown as Long-term - net	Remarks
Parent Company				
\$200M Term Loan	\$187,003	\$19,794	\$167,209	
\$300M Senior Unsecured Notes	91,000	-	91,000	
FGP Corp. Term Loan Facility	288,261	41,510	246,751	
First Gas Power Corporation Term Loan Facility	459,679	70,175	389,504	
FNPC KfW Facility	184,067	16,265	167,802	
Energy Development Corporation				
EDC \$300M Notes	210,142	-	210,142	
International Finance Corporation Loan	76,992	11,679	65,313	
Peso Fixed Rate Note Facility	121,653	4,651	117,002	
Peso Fixed Rate Bonds	138,678	-	138,678	
\$80M Term Loan	72,625	72,625	-	
₱291.2 M Term Loan	5,796	444	5,352	
₱1.5B Term Loan	29,310	584	28,726	
₱1.0B Term Loan	19,891	189	19,702	
UBP ₱2.0B Term Loan	38,497	2,644	35,853	
SBC ₱3.0B Term Loan	57,354	4,752	52,602	
PNB ₱500M Term Loan	8,972	1,987	6,985	
BPI ₱1.0B Term Loan	19,135	1,587	17,548	
SBC ₱1.0B Term Loan	19,248	1,322	17,926	
SBC ₱500M Term Loan	9,622	661	8,961	
Bac-Man Geothermal Inc.				
₱5.0B Term Loan	75,568	11,858	63,710	
EDC Burgos Wind Power Corporation				
\$37.5M Commercial Debt Facility	32,654	1,850	30,804	
\$150.0M ECA Debt Facility	129,603	7,259	122,344	
₱5.6B Commercial Debt Facility	98,867	5,656	93,211	
Green Core Geothermal Inc.				
₱8.5B Term Loan	118,429	20,180	98,249	
FG Hydro PNB Loan	19,641	3,507	16,134	
	\$2,512,687	\$301,179	\$2,211,508	

Note: Balances shown are already net of the unamortized portion of debt issuance costs as of December 31, 2017 in compliance with PAS 32, Financial Instruments: Presentation. Please refer to Note 14 of the consolidated financial statements for additional information.

FIRST GEN CORPORATION AND SUBSIDIARIES

Schedule H. Capital Stock
December 31, 2017

Title of Issue	Number of Shares Authorized	Number of Shares Issued and Outstanding	Number of Shares Reserved for Options, Warrants, Conversions, and Other Rights	Number of Shares Held By		
				Affiliates	Directors, Officers and Employees	Others
Redeemable preferred stock Series "B"	1,000,000,000	1,000,000,000	-	1,000,000,000	-	-
Redeemable preferred stock Series "E"	1,500,000,000	468,553,892	-	468,553,892	-	-
Redeemable preferred stock Series "F" *	100,000,000	63,202,160	-	16,745,930	-	46,456,230
Redeemable preferred stock Series "G" **	135,000,000	126,855,520	-	50,296,450	105,000	76,454,070
Common stock ***	5,000,000,000	3,598,780,657	-	2,373,266,059	33,494,372	1,192,020,226

Note: Please refer to Note 16 of the consolidated financial statements for additional information regarding the movements in Capital stock.

** Total number of redeemable preferred stock Series "F" issued and outstanding is net of preferred stocks held in treasury totalling to 36,797,840 as of December 31, 2017.*

*** Total number of redeemable preferred stock Series "G" issued and outstanding is net of preferred stocks held in treasury totalling to 6,894,480 as of December 31, 2017.*

**** Total number of common stocks issued and outstanding is net of common stocks held in treasury totalling to 62,162,900 as of December 31, 2017.*

FIRST GEN CORPORATION - PARENT COMPANY

Schedule I. SUPPLEMENTARY SCHEDULE OF RETAINED EARNINGS AVAILABLE FOR DIVIDEND DECLARATION

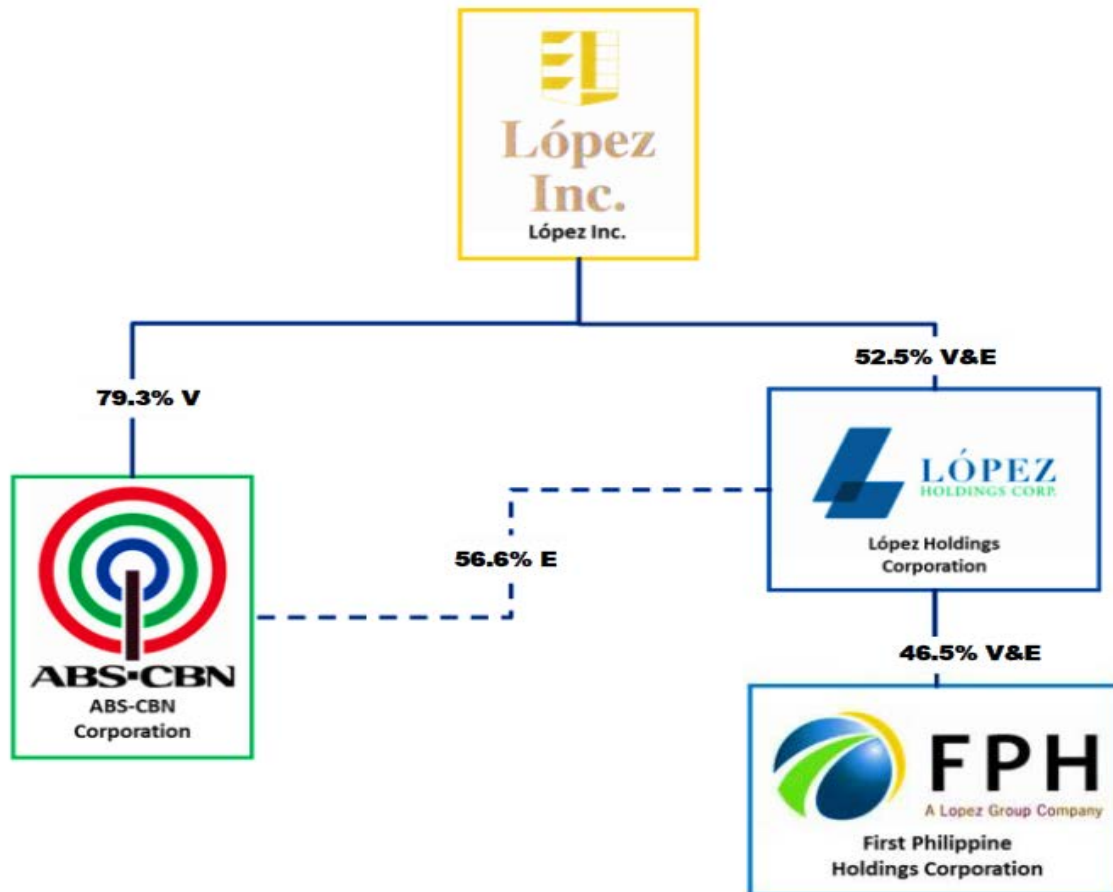
December 31, 2017

(Amounts in U.S. Dollars and in Thousands)

Unappropriated retained earnings, beginning		\$817,872
Add (less) adjustments:		
Non-actual/ unrealized income (net of tax) from previous periods	(50,580)	
Treasury shares	(125,399)	(175,979)
Unappropriated retained earnings, as adjusted to available for dividend declaration, beginning		641,893
Net income during the period closed to retained earnings	105,985	
Less: Non-actual/unrealized income net of tax		
Equity in net income of associate/joint venture	-	
Unrealized foreign exchange gain - net (except those attributable to cash and cash equivalents)	-	
Unrealized actuarial gain	133	
Fair value adjustment (mark-to-market gains)	-	
Fair value adjustment of investment property resulting to gain	-	
Deferred tax asset that reduced the amount of income tax expense	-	
Adjustment due to deviation from PFRS/GAAP- gain	-	
Other unrealized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS	-	
Sub-total	133	
Add: Non-actual losses		
Depreciation on revaluation increment (after tax)	-	
Adjustment due to deviation from PFRS/GAAP - loss	-	
Loss on fair value adjustment of investment property (after tax)	-	
Sub-total	-	
Net income actual/realized during the year		105,852
Add (less):		
Dividends declaration during the period	(53,242)	
Appropriations of retained earnings during the period	-	
Reversals of appropriations	-	
Effects of prior period adjustments	-	
Treasury shares - net of issuance	(5,168)	(58,410)
TOTAL RETAINED EARNINGS, AS ADJUSTED TO AVAILABLE FOR DIVIDEND DECLARATION, END		\$689,335

MAP OF RELATIONSHIPS OF THE COMPANIES WITHIN THE LOPEZ GROUP

MAP OF THE COMPANIES WITHIN THE LOPEZ GROUP
AS OF DECEMBER 31, 2017

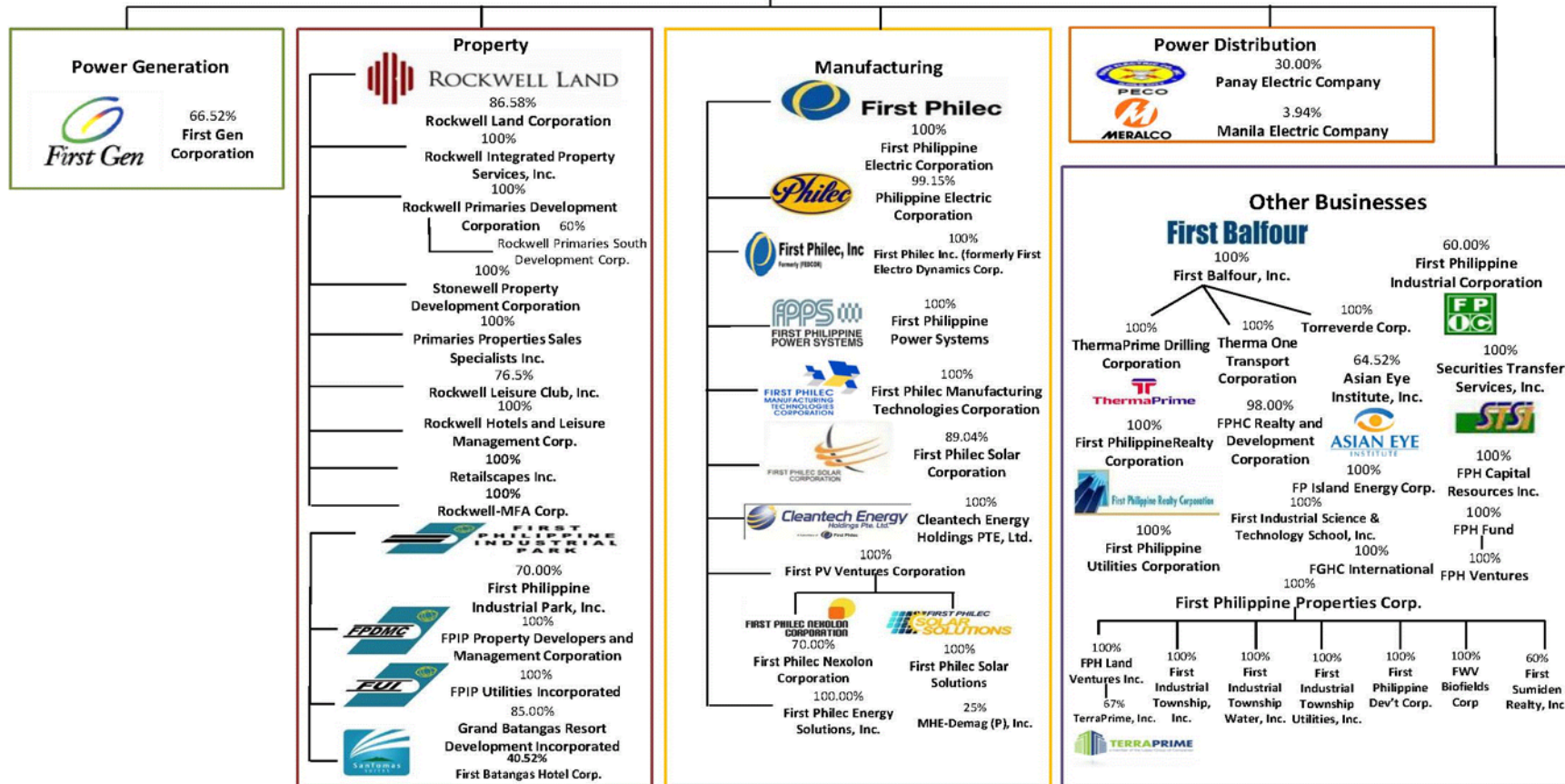


Legend:

E = Economic

V = Voting

FIRST PHILIPPINE HOLDINGS CORP. AND SUBSIDIARIES
CORPORATE STRUCTURE
 December 31, 2017



FPH's Corporate Structure as of December 31, 2017

EDC's Corporate Structure as of December 31, 2017

