

Contribution and profit summary

For the year ended 31 December	Turnover		Contribution to Group profit ⁽ⁱ⁾	
	2018	2017	2018	2017
US\$ millions				
Indofood	5,136.1	5,237.5	134.7	148.0
PLDT ⁽ⁱⁱ⁾	-	-	120.7	124.8
MPIC	1,575.8	1,240.8	120.9	118.3
FPW ⁽ⁱⁱⁱ⁾	-	-	21.2	30.3
Philex ⁽ⁱⁱ⁾	-	-	2.9	12.7
FPM Power	728.6	565.4	(6.2)	(11.0)
FP Natural Resources	301.9	253.1	(0.3)	(2.6)
Contribution from operations ^(iv)	7,742.4	7,296.8	393.9	420.5
Head Office items:				
- Corporate overhead			(23.7)	(27.1)
- Net interest expense			(76.4)	(80.9)
- Other expenses			(4.3)	(12.5)
Recurring profit ^(v)			289.5	300.0
Foreign exchange and derivative gains, net ^(vi)			0.4	16.4
(Loss)/gain on changes in fair value of biological assets			(0.3)	0.1
Non-recurring items ^(vii)			(157.8)	(195.6)
Profit attributable to owners of the parent			131.8	120.9

(i) After taxation and non-controlling interests, where appropriate.

(ii) Associated companies.

(iii) Joint venture.

(iv) Contribution from operations represents the recurring profit contributed to the Group by its operating companies.

(v) Recurring profit represents the profit attributable to owners of the parent excluding the effects of foreign exchange and derivative gains, (loss)/gain on changes in fair value of biological assets and non-recurring items.

(vi) Foreign exchange and derivative gains, net represent the net gains on foreign exchange translation differences on the Group's unhedged foreign currency denominated net assets/liabilities and the changes in the fair values of derivatives.

(vii) Non-recurring items represent certain items, through occurrence or size, which are not considered as usual operating items. 2018's non-recurring losses of US\$157.8 million mainly represent the Group's impairment provisions for assets, including the Group's investment in Philex (US\$82.1 million), PLDT's wireless network assets, including accelerated depreciation (US\$25.0 million), and Philex's mining assets (US\$10.3 million), PLP's provision for onerous contracts (US\$11.0 million), Head Office's bond tender and debt refinancing costs (US\$10.7 million) and Goodman Fielder's network transformation costs (US\$9.3 million). 2017's non-recurring losses of US\$195.6 million mainly represent the Group's impairment provisions for assets, including PLDT's wireless network assets (US\$15.9 million) and accelerated depreciation for wireless network assets (US\$44.1 million), Goodman Fielder's intangible assets (US\$14.2 million), the Group's investments in AF Payments Inc. ("AFPI") (US\$6.5 million) and Indofood's intangible assets in the Beverages business (US\$6.4 million), Goodman Fielder's manufacturing network optimization costs (US\$15.2 million), Head Office's bond tender and debt refinancing costs (US\$14.9 million) and MPIC's loss on remeasurement of its previously held 75.0% interest in Beacon Electric Asset Holdings, Inc. ("Beacon Electric") (US\$13.5 million), partly offset by MPIC's gain on remeasurement of its previously held 60.0% interest in Tollways Management Corporation ("TMC") (US\$11.9 million) and its divestment of a 4.5% direct interest in Manila Electric Company ("Meralco") (US\$6.1 million).