



BIDDING
CONTRACT CAPACITY OF 1,200 MW (NET),
FOR CONTRACT PERIOD FROM 26 DECEMBER 2023

ABSTRACT OF BIDS

Pursuant to the Instructions to Prospective Bidders (dated 29 November 2023), as amended/supplemented by bid bulletins ("IPB"), MERALCO's Bids and Awards Committee for Power Supply Agreements ("BAC-PSA") has prepared the following abstract of bids for MERALCO's Competitive Selection Process (CSP) for Contract Capacity of 1,200 MW (net), for Contract Period from 26 December 2023:

I. SUBMISSION OF THE BIDS

Between 8:00 AM and 9:00 A.M. of 23 January 2024, the Bid Submission Deadline, all three (3) Interested Bidders that manifested their interest to participate in this Bidding, with their corresponding Offered Contract Capacities, attended the proceedings virtually/online and have timely submitted their respective bid documents physically and through their assigned cloud-based folders to the BAC-PSA, to wit:

BIDDER'S NAME	CONTRACT CAPACITY	SUBMISSION TIME STAMP
1. South Premiere Power Corp. (SPPC)	1,200 MW	8:03 AM
2. Limay Power Inc. and San Roque Hydropower Inc. Unincorporated Joint Venture (LPI & SRHI)	150 MW	8:04 AM
3. First NatGas Power Corp. (FNPC)	210MW	8:18 AM
TOTAL	1,560 MW	

Based on the foregoing, the BAC-PSA determined that there was no failure of bidding and resolved to proceed with the opening of the bids.

The attendees were reminded that, in accordance with Section 9 of the ERC CSP Guidelines, CSP Observers were invited (and were in attendance) in the proceedings, while other interested parties can observe the proceedings through the social media live stream via MERALCO's YouTube channel, with the posted link accessible in MERALCO's website.

II. TRANSFER OF CUSTODY OF ENVELOPE 3 TO THE THIRD-PARTY BANK CUSTODIAN

Given the number of Bidders that submitted bid documents, the BAC-PSA reminded the attendees, at the start of the opening of the Document Submissions, to prepare for the possibility that the Pre-Qualification Evaluation may not be completed within the day. Thereafter, the BAC-PSA directed the opening of the Bidders' sealed boxes, and resolved

to turn-over the sealed Bid Prices (Envelope 3) to the BAC-PSA's authorized bank custodian, Asian United Bank ("AUB"), for the custody and safe keeping of the Bidders' Envelope 3 until and upon specific instruction of the BAC-PSA to return them. During the turn-over, AUB's representative, Ms. Rachel Louise S. Arnaez, Vice President & Trust Marketing Head, executed a document to confirm receipt of the signed and duly sealed Envelope 3 from each of the three (3) interested bidders.

The same bank custodian also has custody of the sealed envelope containing the Reserve Prices, which was handed over by the BAC-PSA to AUB on 18 December 2023, in the presence of the authorized representatives of the Interested Bidders, during the Pre-Bid Conference.

III. OPENING OF ENVELOPES 1 AND 2 AND CONDUCT OF PRE-QUALIFICATION EVALUATION

After the opening of the Envelopes 1 and 2 and conducting an initial evaluation on the presence or absence of the required Qualification Documents (Envelope 1) and Technical Proposals (Envelope 2) submitted by the Bidders, the BAC-PSA declared that it would conduct a pre-qualification evaluation of all Bidders' Envelopes 1 and 2.

After conducting the said pre-evaluation on the same day, Bid Bulletin No. 7 was issued to inform the Bidders that the BAC-PSA has found that the Qualification Documents and Technical Proposal (Envelopes 1 and 2) submitted by the three (3) Bidders have "passed" the criteria contained in the Bidding Documents and pre-qualification evaluation. Moreover, pursuant to Section 5 of the IPB, the said finding is subject to Post-Qualification within seven (7) days from the Notification of Best Bid to further determine, to the BAC-PSA's satisfaction, whether the Bidders with the Best Bids comply with and are responsive to all the requirements and conditions specified in the Bidding Documents.

As of the issuance of the said Bid Bulletin No. 7, no request for reconsideration to the BAC-PSA or any protest to the governing board of MERALCO has been received from the bidders. On the basis of the foregoing and pursuant to Section 8.7 of the IPB and Section 19, Article VI of the ERC CSP Guidelines, which provide that any protest at any stage of the CSP shall not stay nor delay the bidding process, the continuation or resumption of the Opening of Document Submission and Opening of the Bid Prices (Envelope 3) was set at 2:45 P.M. of the same day, 23 January 2024. The result of the pre-qualification evaluation and the opening of the bid prices (Envelope 3) are without prejudice to the result of the Post-Qualification evaluation.

IV. STAGE THREE: OPENING OF ENVELOPE 3

Before proceeding with the Opening of the Bid Prices (Envelope 3), the BAC-PSA instructed the bank custodian, AUB, to return the sealed Reserve Prices envelope and the sealed Bid Prices (Envelope 3) of the three (3) Qualified Bidders. AUB likewise submitted a Certification of Safekeeping which states that "during the period that AUB had custody of the sealed envelopes, including during the transit from MERALCO Lopez Building to the secure location and vice-versa, no person accessed the sealed envelopes in the locked security vault and there were no attempts to access them."

After the custody of the sealed Reserve Prices envelope and the sealed Bid Prices (Envelope 3) of the three (3) Qualified Bidders were returned by AUB to the BAC-PSA, the BAC-PSA

proceeded to open and disclose the Reserve Prices, and likewise open and evaluate the Qualified Bidders' Bid Prices (Envelope 3). Finding the submissions complete, and subject to Post-Qualification, the BAC-PSA proceeded to determine whether the computed Total Delivered Headline Rate ("**Headline Rate**") and computed Total Delivered Levelized Cost of Electricity ("**LCOE**") of the Qualified Bidders are equal to or less than the Reserve Prices. The details and result are as follows:

RESERVE PRICES	TOTAL (VAT Inclusive)
Total Delivered Headline Rate	6.8548 PhP/kWh
Total Delivered LCOE	7.1538 PhP/kWh

BIDDER'S NAME	TOTAL DELIVERED HEADLINE RATE (VAT Inclusive)	TOTAL DELIVERED LCOE (VAT Inclusive)	RESERVE PRICES COMPLIANT? [Yes / No]
1. South Premiere Power Corp. (SPPC)	6.7896 PhP/kWh	7.0718 PhP/kWh	Yes
2. Limay Power Inc. and San Roque Hydropower Inc. Unincorporated Joint Venture (LPI & SRHI)	6.8409 PhP/kWh	7.1006 PhP/kWh	Yes
3. First NatGas Power Corp. (FNPC)	8.3986 PhP/kWh	8.4489 PhP/kWh	No

Considering that the Headline Rate and LCOE of FIRST NATGAS POWER CORP. (FNPC) are higher than the Reserve Prices for the Headline Rate and LCOE, its bid was found to be non-compliant.

After an evaluation and ranking of the LCOE of the remaining two (2) Qualified Bidders' proposed tariffs (i.e. SPPC and LPI & SRHI), the BAC-PSA found the Bid submitted by **SOUTH PREMIERE POWER CORP. (SPPC)** to be the Best Bid and whose offered contract capacity already completed the Required Contract Capacity of this Bidding, to wit:

BIDDER'S NAME	TOTAL DELIVERED LCOE (VAT Inclusive)	OFFERED CONTRACT CAPACITY
South Premiere Power Corp. (SPPC)	7.0718 PhP/kWh	1,200 MW
TOTAL		1,200 MW

SPPC will be furnished a Notification of Best Bid to be issued by the BAC-PSA.

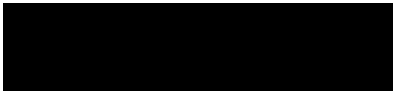
Pursuant to Section 5 of the IPB, the aforesaid Bidder with the Best Bid would undergo Post-Qualification within seven (7) days from the date hereof. The BAC-PSA also reminded the Bidder with the Best Bid to note that such Best Bid is still subject to the result of the protest mechanism that may or may not be availed of by any bidder, if any.

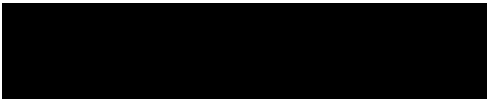
Issued on 24 January 2024 at Pasig City.

Very truly yours,

Bids and Awards Committee-Power Supply Agreements ("BAC-PSA")
Manila Electric Company


Mr. LAWRENCE S. FERNANDEZ
Chairman


Engr. JOSEPH ALLAN C. BALTAZAR
Vice-Chairman


Atty. FRANCIS DINO S. ANTONIO
Member


Atty. CRISTOPHER B. ARPON
Member


Ms. BENNETTE D. BACHOCO
Member

Witnesses

