December 11, 2024

ATTY. SUZY CLAIRE R. SELLEZA
Head, Issuer Compliance and Disclosure Department
Philippine Dealing & Exchange Corp.
29TH Floor, BDO Equitable Tower
8751 Paseo De Roxas

Dear Atty. Selleza,

We reply to your correspondence (received via email on December 10, 2024 at 4:54 pm) requesting confirmation of the information contained in the news article entitled "ERC approves Meralco's RE power supply deals". The article reported in part that:

"THE ENERGY REGULATORY Commission (ERC) has approved Manila Electric Co.'s (Meralco) power supply agreements (PSAs), enabling the power distributor to meet its renewable energy (RE) supply requirement starting February next year.

The regulator granted provisional authority to Meralco to implement its power supply deals with San Roque Hydropower, Inc. (SRHI) and Gigasol3, Inc., according to a document posted on its website.

SRHI and Gigasol3 emerged among the winning bidders during the competitive selection process (CSP) conducted in July for Meralco's 500-megawatt (MW) renewable energy supply requirement.

SRHI offered the lowest rate of P7.10 per kilowatt-hour (kWh) for 340 MW of the total requirement.

Gigasol submitted a rate of P8.1819 per kWh for 139 MW, while Santa Cruz Solar Energy, Inc. (SCSEI) covered the remaining 21 MW at a rate of P8.1998 per kWh.

All offers were below the P8.2380 per kWh reserve price set for the CSP.
SRHI, formerly known as Strategic Power Development Corp., is a subsidiary of San Miguel Global Power Holdings Corp., the power arm of San Miguel Corp. (SMC).

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In connection with said news article, please be informed that we have not received a copy of the decision of the Energy Regulatory Commission (ERC) regarding the approval of the two (2) power supply agreements so we are unable to comment thereon at this time. We will provide the Exchange with an update upon receipt of a copy of the notice issued by the ERC.

Very truly yours,

WILLIAM S. PAMINTUAN
Senior Vice President
Assistant Corporate Secretary and
Information Disclosure Officer