

**SUMMARY OF AGREEMENTS
NATIONAL TRANSMISSION CORPORATION
FY 2014 PES RENEGOTIATION**

PERFORMANCE MEASURES		WEIGHTS			BASELINE				TARGETS				
Description	Formula	Approved Weights for 2014	For Renegotiation	AGREEMENT	2010	2011	2012	2013	Approved Target for 2014	For Renegotiation	AGREEMENT		
MFO1: COMPLIANCE OF THE CONCESSIONAIRE WITH THE CONCESSION AGREEMENT AND OTHER REGULATORY LAWS AND REGULATIONS													
Quantity	No. of inspection conducted in accordance with the Annual Inspection Schedule, and aligned with the Board approved COB, including PUC and New Projects	Actual/Target	12.5%	15.0%	16.0%	17	44	41	55	61	retain 61	61	
Quality	Percent of observations acknowledged by NGCP as valid and with corrective action plans	Actual/Target	17.5%	18.0%	20.0%	94%	92.28%	95.73%	98%	100%	retain 100%	100%	
SUB TOTAL		Subtotal of Weights	30%	33%	36%								
MFO2: DIVESTMENT OF SUBTRANSMISSION ASSETS													
										Board	As Confirmed by DOE		
Quantity (1)	Negotiated Sales contracts in Compliance with Rule 6, Section 8e of EPIRA IRR Mandate	Actual/Target	8%	8%	8%	19	18	4	4	4	5	3	4
Quantity (2)	Signed Joint Applications filed with the ERC	Actual/Target	6%	6%	6%	8	3	10	10	10	12	8	10
Financial	Amount of Sale Packages	Actual/Target	6%	6%	6%	P739M	P1.232B	P428M*	P100 M	P100M	P100M	P60M	P100M
SUB TOTAL		Subtotal of Weights	20%	20%	20%								
MFO3: SETTLEMENT OF ROW CLAIMS													
Quantity (1)	No. of ROW Claims/cases approved for settlement/Expropriation Cases Initiated	Actual/Target	10%	12.5%	12.5%	16	28	21	24	26	28	28	
Quantity (2)	No. of ROW Claims Validated	Actual/Target	10%	12.5%	12.5%	60	111	121	135	159	retain 159	159	
Quantity (3)	Length of Transmission Lines Surveyed	Actual/Target	10%	10%	10%	20.80 km	45.75 kms	51.07 kms	60	66	retain 66 kms	66	
SUB TOTAL		Subtotal of Weights	30%	35%	35%								
MFO4: UTILITY MANAGEMENT													

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Quality (1)	System Loss (%)	(kwh Purchased - kwh Delivered)/kwh Purchased X 100	4%	3%	0%	1.780%	1.680%	1.75%	1.91%	1.60%	2.03%	N/A
Quality (2)	Availability Factor (%)	(Period Hours - Outage Hours)/Period Hours X 100	3%	4%	4%	99.86%	99.88%	99.96%	99.99%	100%	retain 100%	100%
Financial	Collection Efficiency (%)	Total Collections/Total Receivables X 100	3%	5%	5%	98.69%	99.22%	98.47%	98.79%	99%	retain 99%	99%
SUB TOTAL		Subtotal of Weight	10%	12%	9%							
MFO5: Feed in Tariff (FIT) Allowance ADMINISTRATION (starting 2014)												
Quality	Collection Efficiency (%)		5%	0%	0%							N/A
Timeliness	Timely release of payments to RE Developers		5%	0%	0%							N/A
		Subtotal of Weights	10%	0%	0%							N/A
		TOTAL OF WEIGHTS:	100%	100%	100%							

For GCG:

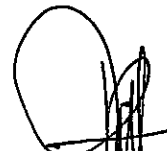


Cesar L. Villanueva
GCG Chairman



Rainier B. Butalid
GCG Commissioner

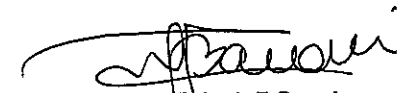
For TRANSCO:



Usec. Jose Emmanuel P. Reverente
DOF Alternate



Atty. Josephine Cassandra J. Cui
TransCo Board Member



Rolando T. Bacani
TransCo PCEO



Atty. Gladys N. Nalda
TransCo Board Member