



National Association of Electricity Consumers for Reforms
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MR. JOSE C. IBAZETA

President & CEO, Power Sector Assets & Liabilities Management Corp.
7th Floor Bankmer Building
Ayala Avenue, Makati City

Dear President Ibazeta:

Greetings!

This pertains to the ongoing efforts of the Power Sector Liabilities and Management Corporation (Psalm) in the privatization of the assets and IPP contracts of the National Power Corporation which are the remaining pre-conditions for the introduction of the "open access and retail competition". As we all know, open access and retail competition is the main objective of the Electric Power Industry Reform Act in reaching its end objective of making the cost of electricity competitively affordable.

We have learned from media reports that the 70% NPC asset privatization requirement of the EPIRA will soon be achieved as the winning bidder of the Calaca plant is able to give its down payment.

In this regard and in the interests of the consumers who continue to shoulder the cost of NPC operations, may we be furnished the names of the privatized NPC plants, winning bidders, amount of winning bid and period of payments and names and capacities of IPPs whose contracts will also be privatized?

Further, may we be informed of Psalm's target date of achieving the transfer of the management and control of at least 70% of the total energy output of power plants under contract with NPC to the IPP Administrators ?

We will highly appreciate your immediate response.

Thank you and God bless.

Very truly yours,

PETE L. ILAGAN

President

Cc: Hon. Angelo T. Reyes, DOE Secretary
Hon. Zenaida C. Ducut, ERC Chair
Hon. Gregorio Honasan, Chair, Senate Committee on Energy
Hon. Mikey M. Arroyo, Chair, House of Representatives Committee on Energy