



**SEMIRARA
MINING
CORPORATION**

September 2, 2013

THE PHILIPPINE STOCK EXCHANGE, INC.

3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue, Makati City

Attn.: **Ms. Janet A. Encarnacion**
Head, Disclosure Department

Re: “Meralco seeking refund from suppliers”

Gentlemen:

We refer to the news article posted in the *Manila Bulletin (internet edition)* on August 30, 2013 regarding the subject. The article reads:

“Distribution utility giant Manila Electric Company (Meralco) has been directed to file petitions with the Energy Regulatory Commission (ERC) against four power generation companies to press them for a refund of P4.663 billion worth of line loss charges to its customers.

These are the successor generation companies (SGCs) to the privatized assets of the Power Section Assets and Liabilities Management Corporation (PSALM) which had been established in the ERC ruling to be in charge of roughly half of the refund due to line loss rentals arising from the transition supply contract (TSC) of then National Power Corporation at Meralco. PSALM is NPC’s transferee-company.

....

Masinloc Power Partners Ltd. Co. of US firm AES Corporation was also levied “payback” amount of P865.825 million; and P265.543 million from Sem-Calaca Power Corporation of the Consunji group.

....”

We wish to clarify that reference to the P265.543 million being “levied” against SEM-Calaca Power Corporation a subsidiary of Semirara Mining Corporation emanated from a decision of the Energy Regulatory Board (ERC) in ERC Case No. 2008-083 filed by MERALCO against Philippine Electricity Market Corporation (PEMC), National Transmission Corporation (TRANSCO), NPC and PSALM to which SEM-Calaca Power Corporation (SCPC) is not a party thereto. Reference to SCPC in said decision was on account of ERC’s observation that invoices presented shown that Successor Generating Companies (SGC) supplied electricity to MERALCO under the NPC assigned TSC. SCPC has yet to receive a copy of the complaint/petition which may be filed by MERALCO to claim said refund.

Thank you.

Very truly yours,

JOHN R. SADULLO
Corporate Information Officer