



NATIONAL POWER CORPORATION

21 January 2019

CERTIFICATION

This is to certify that the **NATIONAL POWER CORPORATION (NPC)** is no longer allowed to incur any indebtedness pursuant to EPIRA and DOJ opinion dated 17 August 2010. As such, it has not availed/applied for any local and foreign borrowings, including any guarantees by the government for CY 2018. The last loan obtained by NPC was on 08 March 2006 which was prior to the rendition of the DOJ opinion. The loans were contracted with Natixis and BNP Paribas with total outstanding balance of **EUR10,466,826.11** as of December 31, 2018.

This is to further certify that NPC has received from the National Government the total subsidy of **Php349,890,463.00** for CY 2014 – CY 2017 under SARO-BMB-F-14-0005155, SARO-BMB-F-15-0001471, SARO-BMB-C-16-0017381, SARO-BMB-C-16-0018876 and SARO-BMB-C-17-0002904 to cover the capital expenditure requirements of NPC Small Power Utilities Group.

Finally, this is to certify that risk exposures on NPC's assets are addressed/being addressed by securing pertinent insurance coverages thru the Government Service Insurance System (GSIS).

This Certification is issued in compliance with the requirements of the Governance Commission for GOCCs (GCG).


PIO J. BENAVIDEZ
President & CEO

**NATIONAL POWER CORPORATION
 NG SUBSIDY CASH RELEASES
 CY 2018**

SPECIAL ALLOTMENT RELEASE ORDER(SARO)	APPROVED SARO	NCA/Cash Received
1 BMB-F-14-0005155 FY 2014 CAPEX	2,000,000,000.00	46,791,005.00
2. BMB-F-15-0001471 FY 2015 BNPP & SPUG CAPEX CAPEX	32,526,000.00 1,967,474,000.00	95,694,019.00
3. BMB-C-16-0017381 PHP518.452M BMB-C-16-0018876 PHP1,544.889B BNPP CAPEX	46,438,000.00 2,016,903,000.00 2,063,341,000.00	201,152,479.00
4. BMB-C-17-0002904 SPUG FY 2017 CAPEX MFO 1-Supply of Electrification in MissionaryAreas Construction of Transmission Lines and Substation Facilities	949,534,000.00 1,848,711,000.00 2,798,245,000.00	6,252,960.00
5. BMB-C-18-0005578 SPUG FY 2018 CAPEX Commissioning of Additional Generating Capacity Construction of T/L and Sub-Stations	1,262,282,000.00 818,420,000.00 2,080,702,000.00	- -
TOTAL	10,942,288,000.00	349,890,463.00

Prepared by:


AMELIA G. GAÑOLA
 Sr. Financial Specialist B

Noted by:


ELMA G. CHACON
 Manager, Fund Mgt. Division

**NATIONAL POWER CORPORATION
LOCAL AND FOREIGN BORROWINGS
AS OF DECEMBER 31, 2018**

CREDITOR	PROJECT	DATE OF LOAN	ORIG. CURR	LOAN AMOUNT	TOTAL AVAILMENT	OUTSTANDING BALANCE	USD EQUIVALENT	PESO EQUIVALENT	MATURITY DATE
I. FOREIGN LOANS:									
NATIXIS (NATEXIS BANQUES POPULAIRES)	PRES PROJECT FOR SPUG	November 8, 2006	EUR	10,498,773.28	10,498,104.02	10,076,644.10	11,526,673.19	607,732,482.32	June 30, 2035
BNP PARIBAS	PRES PROJECT FOR SPUG	November 8, 2006	EUR	7,804,108.00	7,803,644.00	390,182.01	446,329.20	23,532,267.21	June 18, 2019
		TOTAL		18,302,881.28	18,301,748.02	10,466,826.11	11,973,002.39	631,264,749.53	
II. DOMESTIC LOANS:									
	NONE								

NOTE: a) BSP conversion rate used dated 28 December 2018

EUR/USD - 1.1439
EUR/PHP - 60.3110

Prepared by:



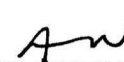
F. R. BORIS
Sr. Financial Specialist B, TID

Reviewed by:



L. O. DE OCAMPO
Manager, Trade & Insurance Division

Approved by:



C. M. MACALINAO
Manager, Treasury Department

**NATIONAL POWER CORPORATION
BORROWINGS GUARANTEED BY THE GOVERNMENT
AS OF 31 DECEMBER 2018**

ACCOUNT DESCRIPTION	PURPOSE	CURRENCY CONTRACTED	DATE OF EXECUTION (Effectivity date)	NAME OF CREDITOR/S	INTEREST RATE	DATE OF MATURITY	CURRENT PORTION (due on or before 31 March, 18 & 30 June, 30 September and 18 & 31 December 2019)	NON-CURRENT PORTION
DAN: 94-2674A	Phil. Rural Electrification Services (PRES) project for SPUG	EUR	08 Nov 06	NATIXIS (NATEXIS BANQUES POPULAIRES)	0.40%	30 Jun 35	568,529.51	9,508,114.59
DAN: 94-2674B	Phil. Rural Electrification Services (PRES) project for SPUG	EUR	08 Nov 06	BNP PARIBAS	5.09%	18 Jun 19	390,182.01	-
						TOTAL (EUR)	958,711.52	9,508,114.59

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Sr. Financial Specialist B, TID

Reviewed by:


L. O. DE OCAMPO
Manager, Trade & Insurance Division

Approved by:


C. M. MACALINAO
Manager, Treasury Department

NATIONAL POWER CORPORATION
SCHEDULE OF INSURANCE POLICIES, SCOPE and COVERAGES
CY 2018-2019
(In Phil. Peso)

INSURANCE POLICY	SCOPE AND COVERAGE	PERIOD COVERED		LIMIT OF LIABILITY/ SUM INSURED	DEDUCTIBLE	PREMIUM	INSURER / REINSURER	
		FROM	TO					
1. Industrial All Risks (IAR)	Power plants, substations, buildings, machinery & equipment including power barges and offices	31 Jul 17 31 Jul 18	31 Jul 18 31 Dec 18	Machinery Breakdown 400.0 Million any one occurrence Natural Catastrophe 400.0 Million any one occurrence TSI 11,404,015,233	Assets above 100 Mn 10% of the loss or minimum of 1.0 Million Assets 50 Mn to 100 Mn 10% of the loss or minimum of 500,000 Assets below 50 Mn 10% of the loss or minimum of 250,000	8,521,609.56 2,870,063.32	GSIS Malayan Ins.	10% 90%
2. Sabotage & Terrorism (S&T)	All direct physical loss of or damaged to real and personal property caused by or arising from riots and/or strikes and/or civil commotions and/or malicious damage/ sabotage and terrorism - Power plants - Power barges - Tugboat No. 1	31 Jul 17 31 Jul 18	31 Jul 18 31 Dec 18	Sabotage & Terrorism Full value of assets TSI 14,464,015,233	Assets above 100 Mn 10% of the loss or minimum of 1.0 Million Assets above 50 Mn to 100 Mn 10% of the loss or minimum of 500,000 Assets 50 Mn and below 10% of the loss or minimum of 250,000	5,034,722.22 1,722,038.00	GSIS Malayan Ins.	10% 90%
3. Marine Hull for Power Barges (MH/PB)	Machinery and equipment of power barges Operational: • Power Barge 106, 108, 109, 113 • Power Barge 114, 116, 119, 120 Non-operational: • Power Barge 111	31 Jul 17 31 Jul 18	31 Jul 18 31 Dec 18	Declared Values (as agreed) PB 106 645,705,659 PB 108 400,949,074 PB 109 37,780,683 PB 111 23,049,000 PB 113 53,987,482 PB 114 25,442,000 PB 116 62,300,870 PB 119 382,884,200 PB 120 349,866,500 TSI 1,981,965,468	PB 106 900,000 PB 108 450,000 PB 109 225,000 PB 111 225,000 PB 113 225,000 PB 114 225,000 PB 116 225,000 PB 119 450,000 PB 120 450,000	20,937,163.93 6,888,151.98	GSIS Malayan Ins.	10% 90%
4. Protection & Indemnity (P&I)	Liabilities consequent upon the operation of power barges and other marine vessel like tugboat and motorboat	31 Jul 17 31 Jul 18	31 Jul 18 31 Dec 18	450,000,000 any one accident or occurrence arising of one event, combined single limit	800,000 - all collision and FFO claims each accident or occurrence 600,000 - all pollution claims each accident or occurrence 400,000 - all other claims	2,150,169.07 854,751.41	GSIS Pioneer Ins.	10% 90%

NATIONAL POWER CORPORATION
SCHEDULE OF INSURANCE POLICIES, SCOPE and COVERAGES
CY 2018-2019
(In Phil. Peso)

INSURANCE POLICY	SCOPE AND COVERAGE	PERIOD COVERED		LIMIT OF LIABILITY/ SUM INSURED	DEDUCTIBLE	PREMIUM	INSURER / REINSURER
		FROM	TO				
5. Comprehensive General Liability (CGL)	Liabilities consequent upon NPC's operations like pollution, public and product liability	31 May 18	31 May 19	<u>Assets above 1.0 Mn</u> 100.0 Million any one occurrence and in annual aggregate <u>Assets 1.0Mn & below</u> 50.0 Million any one occurrence and in annual aggregate	<u>Assets above 1.0 Mn</u> 1.0 Million each & every loss in respect of Property Damage <u>Assets 1.0Mn & below</u> 500,000 each & every loss in respect of Property Damage	2,017,800.00	100% retained by GSIS
6. Marine Hull (MH) for Tugboat and Motorboats	Tugboat No. 1 Motorboat 1 Motorboat 2	30 Nov 18	29 Nov 19	20,077,000 1,675,000 499,800	1% of sum insured for each and every loss Motor boat - Php15,000 for each and every loss	122,208.70 10,195.73 3,042.28 135,446.71	100% retained by GSIS
7. Marine Cargo (MC) - General Merchandise - Fuel Oil in Bulk	Inter-island shipments of gensets, spare parts transformer, panel board and motor vehicle fuel oil in bulk incidental to NPC's operations	30 Nov 18	30 Nov 19	399,000,000 any one vessel 399,000,000 any one vessel	0.5% of sum insured 0.5% of sum insured	On a per declaration basis	100% retained by GSIS
8. Motor Vehicle Fleet (MV) - Private Car - 86 - Commercial Vehicle - 113 - Motorcycle - 17 Total of 182 MV	NPC vehicles corporate-wide	30 Nov 18	30 Nov 19	83,672,700 109,171,662 6,074,087 198,918,449	0.5% of sum insured 1.0% of sum insured 1.0% of sum insured	474,070.20 664,540.01 22,010.44 1,160,620.65	100% retained by GSIS
9. Scheduled Property Floater (SPF)	Mobile heavy equipment and test instruments	31 May 18	31 May 19	173,205,417	1.0% of sum insured min. of 1,000 e.e.l. max. of 10,000 e.e.l.	1,254,475.74	100% retained by GSIS
10. Money, Securities & Payroll Robbery (MSPR) - Section I - Section II/III	Money & Payroll within and outside premises MSPR - within premises Money & Payroll Route - outside premises	31 May 18	31 May 19	181,355,000 54,155,000 235,510,000	5% each & every loss minimum of 10,000	310,117.05 138,907.58 449,024.63	100% retained by GSIS