



## NATIONAL POWER CORPORATION

25 January 2023

### CERTIFICATION

The **NATIONAL POWER CORPORATION (NPC)** certifies that:

- 1) The last foreign loan agreement signed by NPC, being the Implementing Agency, was on 04 October 2006 for the Financial Protocol signed between the French Republic and the Government of the Republic of the Philippines on 10 November 2004. The loans were contracted with Natixis with an outstanding balance of **EUR 7,435,393.00** as of 31 December 2022 and BNP Paribas, which was fully paid on 18 June 2019;
- 2) To bridge the financial gap of NPC, it has applied for a new Domestic Short-Term Loan Line (STLL)/Credit Facility with the Land Bank of the Philippines (LBP) Up to **Five Billion Pesos (Php 5,000,000,000.00)**, which is still in process. This is pursuant to Section 4(b), Rule 13 of the IRR of R.A. 9136 and affirmed by the Department of Justice (DOJ) Opinion No. 20, S.2022 dated 23 September 2022, National Power Board Resolution No. 2023-02 dated 11 January 2023 and Monetary Board Opinion dated 24 January 2023. NPC is awaiting the ROP Guarantee from Malacañang;
- 3) NPC received from the National Government the total subsidy of **Php 6,587,312,883.00** for CY 2022 under SARO Nos. BMB-F-14-0005155, BMB-F-15-0001471, BMB-C-16-0017381/BMB-C-16-0018876, BMB-C-17-0002904, BMB-C-18-0005578, BMB-C-20-0006625, BMB-C-21-0002390/BMB-C-21-0005520, BMB-C-22-0004285 and BMB-C-22-0009852 to cover the requirements for the Missionary Electrification Program of NPC Small Power Utilities Group (SPUG);
- 4) Finally, the risk exposure of NPC's assets is 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).

  
**FERNANDO MARTIN Y. ROXAS**  
President & CEO

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**NATIONAL POWER CORPORATION  
LOCAL AND FOREIGN BORROWINGS  
AS OF 31 DECEMBER 2022**

| CREDITOR                             | PROJECT               | DATE OF LOAN     | ORIG. CURR | LOAN AMOUNT          | TOTAL AVAILMENT      | OUTSTANDING BALANCE (EUR) | USD EQUIVALENT      | PESO EQUIVALENT       | MATURITY DATE |
|--------------------------------------|-----------------------|------------------|------------|----------------------|----------------------|---------------------------|---------------------|-----------------------|---------------|
| <b>I. FOREIGN LOANS:</b>             |                       |                  |            |                      |                      |                           |                     |                       |               |
| NATIXIS (NATEXIS BANQUES POPULAIRES) | PRES PROJECT FOR SPUG | November 8, 2006 | EUR        | 10,498,773.28        | 10,498,104.02        | 7,435,393.00              | 7,890,439.05        | 442,811,112.42        | June 30, 2035 |
|                                      |                       | <b>TOTAL</b>     |            | <b>10,498,773.28</b> | <b>10,498,104.02</b> | <b>7,435,393.00</b>       | <b>7,890,439.05</b> | <b>442,811,112.42</b> |               |
| <b>II. DOMESTIC LOANS:</b>           |                       |                  |            |                      |                      |                           |                     |                       |               |
| NONE                                 |                       |                  |            |                      |                      |                           |                     |                       |               |

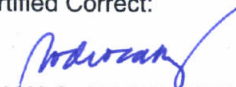
NOTE: a) BSP conversion rate used dated 29 December 2022

EUR/USD - 1.0612  
EUR/PHP - 59.5545

Prepared by:

  
**FORTUNATA R. BORIS**  
Sr. Financial Specialist A  
Trade & Insurance Division

Certified Correct:

  
**LILIAN O. DE OCAMPO**  
Manager, Trade & Insurance Division

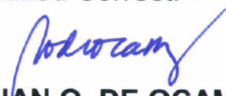
**NATIONAL POWER CORPORATION  
BORROWINGS GUARANTEED BY THE GOVERNMENT  
AS OF 31 DECEMBER 2022**

| ACCOUNT DESCRIPTION | PURPOSE  | CURRENCY CONTRACTED | DATE OF EXECUTION (Effectivity date) | NAME OF CREDITOR/S                   | INTEREST RATE | DATE OF MATURITY   | CURRENT PORTION (EUR)<br>(due on or before 31 March, 30 June, 30 September and 31 December 2023) | NON-CURRENT PORTION (EUR) |
|---------------------|--|---------------------|--------------------------------------|--------------------------------------|---------------|--------------------|--|---------------------------|
| DAN: 94-2674A       | Phil. Rural Electrification Services (PRES) project for SPUG | EUR                 | 08 Nov 06                            | NATIXIS (NATEXIS BANQUES POPULAIRES) | 0.40%         | 30 Jun 35          | 699,862.00   | 6,735,531.00              |
|                     |  |                     |                                      |                                      |               |                    |  |                           |
|                     |  |                     |                                      |                                      |               | <b>TOTAL (EUR)</b> | <b>699,862.00</b>  | <b>6,735,531.00</b>       |
|                     |  |                     |                                      |                                      |               |                    |  |                           |

Prepared by:

  
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Sr. Financial Specialist A  
Trade & Insurance Division

Certified Correct:

  
**LILIAN O. DE OCAMPO**  
Manager, Trade & Insurance Division


**NATIONAL POWER CORPORATION  
NG SUBSIDY CASH RELEASES  
JANUARY TO DECEMBER 2022**

| <b>Special Allocation Release Order No. (SARO)</b> | <b>SARO DATE</b>              | <b>Approved SARO</b> | <b>NCA Release for CY 2022</b>  |
|--|-------------------------------|----------------------|---------------------------------|
| 1. BMB-F-14-0005155                                | May 6, 2014                   | 2,000,000,000.00     | ₱ 43,966,463.00                 |
| 2 BMB-F-15-0001471                                 | February 20, 2015             | 2,000,000,000.00     | 60,306,569.00                   |
| 3 BMB-C-16-0018876 & BMB-C-16-0017381              | May 30, 2016<br>June 17, 2016 | 2,063,341,000.00     | 395,619,606.00                  |
| 4. BMB-C-17-0002904                                | March 7, 2017                 | 2,798,245,000.00     | 909,580,626.00                  |
| 5. BMB-C-18-0005578                                | March 14, 2018                | 2,080,702,000.00     | 708,766,388.00                  |
| 6 BMB-C-20-0006625                                 | April 13, 2020                | 939,549,313.00       | 701,866,594.00                  |
| 7 BMB-C-21-0002390& BMB-C-21-0005520               | May 18, 2021/ July 26, 2021   | 1,036,206,000.00     | 750,249,827.00                  |
| 8 BMB-C-22--0004285                                | May 25, 2022                  | 846,309,000.00       | 17,956,810.00                   |
| 9 BMB-C-22-0009852                                 | October 18, 2022              | 2,999,000,000.00     | 2,999,000,000.00                |
| <b>TOTAL</b>                                       |                               |                      | <b>₱ 6,587,312,883.00</b>       |
| <b>NOTICE OF CASH ALLOCATION NO. (NCA)</b>         | <b>DATE</b>                   |                      | <b>NCA/ Cash Release to NPC</b> |
| 1. BMB-C-22-0002496                                | March 22, 2022                |                      | ₱ 244,688,407.00                |
| 2. BMB-C-22-0007459                                | July 5 , 2022                 |                      | 400,487,254.00                  |
| 3. BMB-C-22-0009665                                | August 17, 2022               |                      | 147,364,153.00                  |
| 4. BMB-C-22-0011035                                | September 7, 2022             |                      | 1,319,165,685.00                |

**NATIONAL POWER CORPORATION  
 NG SUBSIDY CASH RELEASES  
 JANUARY TO DECEMBER 2022**

| Special Allocation Release Order No. (SARO) | SARO DATE        | Approved SARO | NCA Release for CY 2022   |
|---|------------------|---------------|---------------------------|
| 5. BMB-C-22-0013107                         | October 19, 2022 |               | 2,999,000,000.00          |
| 6. BMB-C-22-0013081                         | October 19, 2022 |               | 1,027,074,791.00          |
| 7. BMB-C-22-0016108                         | December 9, 2022 |               | 449,532,593.00            |
| <b>TOTAL</b>                                |                  |               | <b>P 6,587,312,883.00</b> |


Prepared by:

  
**AMELIA G. GAÑOLA**  
 Sr. Financial Specialist B

Reviewd by:

  
**MA. NERISSA V. CO**  
 Sr. Financial Specialist A

Certified Correct by:

  
**CHRISTINE M. BERNARDO**  
 Manager, Fund Mgt. Division

**NATIONAL POWER CORPORATION**  
**SCHEDULE OF INSURANCE POLICIES, SCOPE and COVERAGES**  
**CY 2022**  
*(In Phil. Peso)*

| INSURANCE POLICY                        | SCOPE AND COVERAGE   | PERIOD COVERED |           | LIMIT OF LIABILITY/<br>SUM INSURED |                      | DEDUCTIBLE  | PREMIUM   | INSURER /<br>REINSURER  |            |
|---|--|----------------|-----------|------------------------------------|----------------------|---|---|-------------------------|------------|
|   |  | FROM           | TO        |                                    |                      |   |   |                         |            |
| 1. Industrial All Risks (IAR)           | Power plants, substations, buildings, machinery & equipment including power barges and offices   | 01-Jan-22      | 31-Dec-22 | Machinery Breakdown                | Full value of assets | <u>Assets above 100 Mn</u><br>10% of the loss or minimum of 1.0 Million<br><br><u>Assets 50 Mn to 100 Mn</u><br>10% of the loss or minimum of 500,000<br><br><u>Assets below 50 Mn</u><br>10% of the loss or minimum of 250,000           | 5,946,011.78 plus 12% VAT & Doc. Stamp<br><b>7,402,784.69</b> | GSIS<br>Stronghold Ins. | 50%<br>50% |
|   |  |                |           | Natural Catastrophe                | Full value of assets |   |   |                         |            |
|   |  |                |           | TSI                                | 11,193,936,868       |   |   |                         |            |
| 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<br>- Power plants<br>- Power barges<br>- Tugboat No. 1<br>- Other NPC facilities | 01-Jan-22      | 31-Dec-22 | Sabotage & Terrorism               | Full value of assets | <u>Assets above 100 Mn</u><br>10% of the loss or minimum of 1.0 Million<br><br><u>Assets above 50 Mn to 100 Mn</u><br>10% of the loss or minimum of 500,000<br><br><u>Assets 50 Mn and below</u><br>10% of the loss or minimum of 250,000 | 5,956,676.31 plus 12% VAT & Doc. Stamp<br><b>7,416,051.97</b> | GSIS<br>Stronghold Ins. | 50%<br>50% |
|   |  |                |           | TSI                                | 11,214,013,868       |   |   |                         |            |
|   |  |                |           |                                    |                      |   |   |                         |            |
| 3. Marine Hull for Power Barges (MH/PB) | Machinery and equipment of power barges<br>Operational:<br>• Power Barge 106, 108, 109, 113<br>• Power Barge 114, 116, 119, 120  | 01-Jan-22      | 31-Dec-22 | Declared Values (as agreed)        |                      | PB 106 900,000<br>PB 108 450,000<br>PB 109 225,000<br>PB 113 225,000<br>PB 114 225,000<br>PB 116 225,000<br>PB 119 450,000<br>PB 120 450,000<br><br>TSI 1,652,667,427<br><br><b>Total TSI 11,214,013,868</b>                              | 877,866.31 plus 12% VAT & Doc. Stamp<br><b>1,092,943.77</b>   | GSIS<br>Stronghold Ins. | 50%<br>50% |
|   |  |                |           | PB 106                             | 452,684,211          |   |   |                         |            |
|   |  |                |           | PB 108                             | 334,237,698          |   |   |                         |            |
|   |  |                |           | PB 109                             | 55,398,028           |   |   |                         |            |
|   |  |                |           | PB 113                             | 40,929,791           |   |   |                         |            |
|   |  |                |           | PB 114                             | 37,741,113           |   |   |                         |            |
|   |  |                |           | PB 116                             | 44,737,130           |   |   |                         |            |
|   |  |                |           | PB 119                             | 330,548,983          |   |   |                         |            |
|   |  |                |           | PB 120                             | 356,390,472          |   |   |                         |            |
|   |  |                |           | TSI                                | 1,652,667,427        |   |   |                         |            |
|   |  |                |           | <b>Total IAR, S&amp;T, MH</b>      |                      |   |   |                         |            |

**NATIONAL POWER CORPORATION**  
**SCHEDULE OF INSURANCE POLICIES, SCOPE and COVERAGES**  
**CY 2022**  
**(In Phil. Peso)**

| INSURANCE POLICY  | SCOPE AND COVERAGE   | PERIOD COVERED |           | LIMIT OF LIABILITY/<br>SUM INSURED   | DEDUCTIBLE   | PREMIUM  | INSURER /<br>REINSURER |
|---|--|----------------|-----------|--|--|--|------------------------|
|   |  | FROM           | TO        |  |  |  |                        |
| 4. Protection & Indemnity (P&I)                                     | Liabilities consequent upon the operation of power barges and other marine vessels like tugboat and motorboat                              | 01-Jan-22      | 31-Dec-22 | 399,000,000 any one accident or occurrence arising of one event, combined single limit | 800,000 - all collision and FFO claims each accident or occurrence<br>600,000 - all pollution claims each accident or occurrence<br>400,000 - all other claims | 3,157,486.50 plus 12% VAT & Doc. Stamp<br><b>3,931,070.88</b>                                    | 100% retained by GSIS  |
| 5. Comprehensive General Liability (CGL)                            | Liabilities consequent upon NPC's operations like pollution, public and product liability  | 01-Jan-22      | 31-Dec-22 | 100.0 Million any one occurrence and in annual aggregate                               | 10% of the loss or minimum of Php300,000.00 each and every loss (e.e.l) in respect of property damage  | 2,017,800.00 plus 12% VAT & Doc. Stamp<br><b>2,512,161.00</b>                                    | 100% retained by GSIS  |
| 6. Marine Hull (MH) for Tugboat and Motorboats                      | Tugboat No. 1<br>Motorboat 1<br>Motorboat 2  | 01-Jan-22      | 31-Dec-22 | 20,077,000<br>1,675,000<br>499,800<br><u>22,251,800</u>                                | Tugboat:<br>1% of sum insured for each & every loss<br>Motorboats:<br>Php15,000 for each & every loss  | 122,208.71<br>10,195.72<br>3,042.28<br>135,446.71 plus 12% VAT & Doc. Stamp<br><b>168,631.32</b> | 100% retained by GSIS  |
| 7. Marine Cargo (MC)<br>- General Merchandise<br>- 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-21      | 30-Nov-22 | 399,000,000 any one vessel or conveyance   | 0.50% of sum insured   | On a per declaration basis   | 100% retained by GSIS  |
| 8. Motor Vehicle Fleet (MV)   | - Private Car - 114<br>- Commercial Vehicle - 112<br>- Motorcycle - 18<br>Total MV - 244   | 30-Nov-21      | 30-Nov-22 | 182,992,459<br>170,199,119<br>5,034,135<br><u>358,225,713</u>                          | 0.5% of sum insured<br>1.0% of sum insured<br>1.0% of sum insured  | 918,413.00<br>1,703,766.00<br>73,952.00<br><b>2,696,131.00</b>                                   | 100% retained by GSIS  |
| 9. Scheduled Property Floater (SPF)                                 | Mobile heavy equipment and test instruments  | 01-Jan-22      | 31-Dec-22 | 282,061,211  | 1.0% of sum insured<br>min. of 1,000 e.e.l.<br>max. of 10,000 e.e.l.   | 2,042,886.14 plus 12% VAT & Doc. Stamp<br><b>2,543,393.48</b>                                    | 100% retained by GSIS  |

**NATIONAL POWER CORPORATION**  
**SCHEDULE OF INSURANCE POLICIES, SCOPE and COVERAGES**  
**CY 2022**  
*(In Phil. Peso)*

| INSURANCE POLICY   | SCOPE AND COVERAGE  | PERIOD COVERED |           | LIMIT OF LIABILITY/<br>SUM INSURED | DEDUCTIBLE                                | PREMIUM                      | INSURER /<br>REINSURER |
|--|---|----------------|-----------|------------------------------------|---|------------------------------|------------------------|
|  |   | FROM           | TO        |                                    |   |                              |                        |
| 10. Money, Securities & Payroll<br>Robbery (MSPR)<br>- Section I<br>- Section II/III | Money & Payroll within and outside premises<br>MSPR - within premises<br>Money & Payroll Route - outside premises | 01-Jan-22      | 31-Dec-22 | 211,585,000                        | 5% each & every loss<br>minimum of 10,000 | 361,810.35                   | 100% retained by GSIS  |
|  |   |                |           | 68,635,000                         |   | 176,048.78                   |                        |
|  |   |                |           | 280,220,000                        |   | 537,859.13                   |                        |
|  |   |                |           |                                    |   | plus 12% VAT<br>& Doc. Stamp |                        |
|  |   |                |           |                                    | <b>Total Premium</b>                      | <b>25,736,671.83</b>         |                        |

Prepared by:



**FORTUNATA R. BORIS**  
 Sr. Financial Specialist A  
 Trade & Insurance Division

Certified Correct:



**LILIAN O. DE OCAMPO**  
 Manager, Trade & Insurance Division