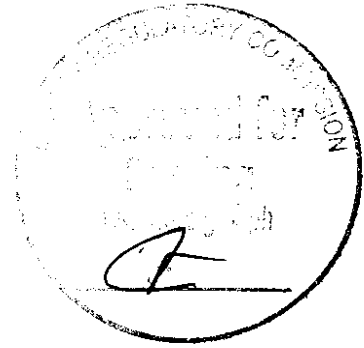


Republic of the Philippines
ENERGY REGULATORY COMMISSION
San Miguel Avenue, Pasig City



IN THE MATTER OF THE URGENT
PETITION FOR THE ISSUANCE OF
CEASE AND DESIST ORDER
AGAINST THE NATIONAL GRID
CORPORATION OF THE
PHILIPPINES (NGCP) AND
MISAMIS ORIENTAL RURAL
ELECTRIC SERVICE II
COOPERATIVE, INC. (MORESCO II)

CAMIGUIN ELECTRIC
COOPERATIVE, INC. (CAMELCO),
Petitioner,

-versus-

ERC CASE NO. 2010-046 MC

NATIONAL GRID CORPORATION
OF THE PHILIPPINES (NGCP) AND
MISAMIS ORIENTAL II RURAL
ELECTRIC SERVICE
COOPERATIVE, INC. (MORESCO II),
Respondents.

x-----x

D O C K E T E D
Date: JAN 30 2012
By: *[Signature]*

ORDER

On November 24, 2011, the Commission issued an Order temporarily lifting the "Status Quo Order" dated July 26, 2010 and authorizing the Misamis Oriental II Rural Electric Service Cooperative, Inc. (MORESCO II) to temporarily energize its 5 MVA Sugbongcogon Substation by connecting to Camiguin Electric Cooperative, Inc.'s (CAMELCO) Balingasag-Ezperanza, Kinoguitan 69 kV Subtransmission Line until January 31, 2012.

In the same Order, the National Grid Corporation of the Philippines (NGCP) was directed to energize and tap MORESCO II's 5 MVA Sugbongcogon Substation to CAMELCO's Balingasag-Ezperanza, Kinoguitan 69 kV Subtransmission Line limited within the said period.

On December 12, 2011, CAMELCO filed a "Manifestation for Reconsideration and Clarification of the ERC Order dated November 24, 2011", manifesting, among others, that: a) there were still various matters to be taken up, among which is the existing Cease and Desist Order against NGCP not to connect the 5MVA substation lines; b) there were conditions it imposed on the determination of the load on the said 69 kV sub-transmission line in the event MORESCO II shall have tapped on the 69 kV Esperanza-Balingasag, Kinoguitan Sub-transmission Lines; c) determination of to whom MORESCO II shall pay the corresponding fees, that is, whether CAMELCO or direct to NGCP; d) in the event of approval of the Consortium, what shall be the sharing ratio between CAMELCO and MORESCO II in the amount of shares of the Consortium; e) the Board of Directors has not yet deliberated on the alleged "urgent" request of MORESCO II; f) there is still a pending application (motion for reconsideration) of CAMELCO on the purchase of the said 69 kV line; and g) need for clarification on whether the temporary connection by MORESCO II to the said 69 kV line shall be a hindrance to the acquisition by CAMELCO and its right to charge any subscriber who will connect to the said sub-transmission line.

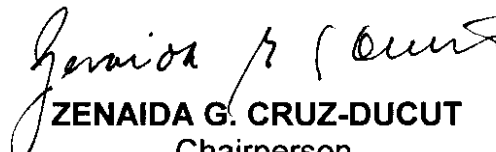
Relative thereto, another hearing is hereby set on **February 9, 2012 at two o'clock in the afternoon (2:00 P.M.) at the ERC Hearing Room, 15th Floor, Pacific Center Bldg., San Miguel Avenue, Pasig City** for the presentation of the CAMELCO and MORESCO II's witnesses.

Meanwhile, the Commission hereby extends **until March 25, 2012**, the authority of MORESCO II's to temporarily energize its 5 MVA Sugbongcogon Substation to the Balingasag-Ezperanza, Kinoguitan 69 kV sub-transmission line of CAMELCO. Likewise, the National Grid Code of the Philippines (NGCP) is directed to energize and tap the MORESCO II's 5 MVA Sugbongcogon Substation to the Balingasag limited within the said period.

SO ORDERED.

Pasig City, January 30, 2012.

FOR AND BY AUTHORITY
OF THE COMMISSION:


ZENAIDA G. CRUZ-DUCUT
Chairperson
apud

Copy Furnished:

1. **THE NATIONAL GRID CORPORATION OF THE PHILIPPINES (NGCP)**
Attention: Atty. RAYCELL D. BALDOVINO
Counsels for NGCP
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Quezon Avenue corner BIR Road
Diliman, Quezon City

2. **ATTY. ZENON S. SUAREZ**
Counsel for Applicant CAMELCO
Room 313 Web-Jet Building, # 64 Quezon Avenue corner BMA Street,
Quezon City

3. **LERIOS-AMBOY AND UYBARRETA LAW OFFICES**
Attention: **ATTY. DITAS A. LERIOS-AMBOY**
Counsel for MORESCO II
Units 1609-1610, Tycoon Centre Condominium
Pearl Drive, Ortigas Center, Pasig City 1605

4. **CAMIGUIN ELECTRIC COOPERATIVE, INC. (CAMELCO)**
Attention: MR. ADRIAN A. EBCAS
General Manager
Mambajao, Camiguin

5. **MISAMIS ORIENTAL II ELECTRIC SERVICE COOPERATIVE, INC. (MORESCO II)**
Attention: ENGR. AMADO B. KE-E, P.E.E
General Manager
Medina, Misamis Oriental

6. **Commission on Audit**
Commonwealth Avenue
Quezon City

7. **Senate Committee on Energy**
GSIS Building, Roxas Boulevard
Pasay City

8. **House Committee on Energy**
Batasan Hills, Quezon City

9. **Office of the President of PCCI**
Philippine Chamber of Commerce and Industry (PCCI)
3rd Floor, ECC Building, Sen. Gil Puyat Avenue
Makati City