

RESOLUTION NO. 06
SERIES OF 2005

**ADOPTING THE GUIDELINES FOR THE FINANCIAL
STANDARDS OF GENERATION COMPANIES**

WHEREAS, under Section 43 (b)(ii) of Republic Act No. 9136, otherwise known as the Electric Power Industry Reform Act of 2001 (EPIRA), the Energy Regulatory Commission (ERC) is mandated to promulgate and enforce a National Grid Code and a Distribution Code to include the financial capability standards for Generation Companies;

WHEREAS, pursuant to the said mandate, the ERC drafted the *Guidelines for the Financial Standards of Generation Companies*;

WHEREAS, on January 14, 2005, the ERC issued a Notice setting said Guidelines for public consultation and directing interested parties to submit their comments thereon on or before February 14, 2005;

WHEREAS, interested parties submitted their written comments and a public consultation was conducted on February 24, 2005;

WHEREAS, after conducting said public consultation, the ERC posted the second (2nd) draft of the said Guidelines on March 17, 2005 at the ERC Website;

WHEREAS, after said posting, a number of additional written comments were received and thereby considered by the ERC in its final deliberation of the said Guidelines;

WHEREAS, in accordance with the aforesaid mandate and after a careful consideration of the various views and comments submitted by interested parties, the ERC finds it appropriate to adopt the Guidelines for the Financial Standards of Generation Companies;

NOW, THEREFORE, be it **RESOLVED**, as it is hereby **RESOLVED**, to **APPROVE** and **ADOPT**, the "**Guidelines for the Financial Standards of Generation Companies**" hereto attached as ANNEX "A" and made an integral part of this Resolution.

This Resolution shall take effect after fifteen (15) days following its publication in a newspaper of general circulation in the country.

Pasig City, April 14, 2005.

RODOLFO B. ALBANO, JR
Chairman

(On Official Travel)
OLIVER B. BUTALID
Commissioner

JESUS N. ALCORDO
Commissioner

RAUF A. TAN
Commissioner

ALEJANDRO Z. BARIN
Commissioner