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Attention: Atty. Debora Anastacia T. Layugan

Subject: ERC Case No. 2003-356
Proposed Price Determination Methodology (PDM)
for the Philippine WESM

Gentlemen:

We thank the Commission for giving us the opportunity to comment on the “Proposed Price Determination Methodology (PDM) for the Philippine WESM” and to participate in the public consultation scheduled thereon. Hereunder are the comments of Dagupan Electric Corporation (DECORP).

1. Using the information in Table A-1/Annex A, we have computed the Y bus matrix as follows:

| Y | 1 | 2 | 3 | 4 | 5 | 6 |
|---|---------------|-------------------|--------------|--------------|-------------------|-------------------|
| 1 | 3.06 - 23.85i | -1.86 +14.51i | 0 | 0 | -1.2+9.34i | 0 |
| 2 | -1.86+14.51i | 16.71- 130.65i | -5.16+40.15i | 0 | 0 | -9.68+75.99i |
| 3 | 0 | -5.16+40.15i | 12.40-97.04i | -7.23+56.88i | 0 | 0 |
| 4 | 0 | 0 | -7.23+56.88i | 12.07-94.88i | -4.84+37.99i | 0 |
| 5 | -1.2+9.34i | 0 | 0 | -4.84+37.99i | 14.59- 115.71i | -8.55+68.38i |
| 6 | 0 | -9.68+75.99i | 0 | 0 | -8.55+68.38i | 18.23- 144.36i |

Why is it different from the in Table A-4?

2. Any impact if we use AC load flow, instead of DC load flow?

Very truly yours,

Dagupan Electric Corporation

Dave Andrew F. Opiso
Corporate Staff Engineer