BREAKDOWN OF GENERATION
OCTOBER 2026

Source	% of Total kWh Purchased	(A) kWh Purchased	(B) Basic Generation Cost (Php)	(C) Other Cost adjustment (Php)	(D=B+C) Total Generation Cost for the month (Php)	[D/A] Average Generation Cost (Php/kWh)
MASINLOC POWER CO. LTD	72.66%	13,842,000	116,555,500		116,555,500	8.4204
IEMOP/WESM	27.12%	5,166,810	24,594,147	(1,790,623)	22,803,524	4.4135
NET METERING	0.22%	42,662	341,117		341,117	7.9958
TOTAL	**100.00%**	**19,051,472**	**141,490,764**	**(1,790,623)**	**139,700,141**	**7.3328**
1. Pilferage Recovery						(0.0034)
2. Prompt Payment Discount						-
3. Collection Efficiency Discount						-
Other Generation Cost Adjustments (OGA)						0.5385
Automatic Monthyl Adjustment (Adji)						0.0875
Net Generation Cost (Php/kWh)						**7.9554**

Notes:

1 Generation Cost excludes VAT and changes every month based on the movement in generation cost, in accordance with Article 2 of ERC Resolution No. 14, Series of 2022.

2 Other Cost adjustment includes the Deferred Accounting Adjustment (DAA), Net Settlement Surplus (NSS) in the case of WESM, and other billing adjustments.

3 Pilferage Cost Recovery (PCR) is based on pilferage-related payments received by the distribution utility, if any, during the previous billing period. PCR is incorporated into the Average Generation Cost, in accordance with Resolution No.14, Series of 2022 of the Energy Regulatory Commission.

4 Monthly adjustments are made pursuant to Article 5 of ERC Resolution No. 12, Series of 2022, which provides for the Adjustment of Rates to Correct Errors and Reduce the Level of Monthly Over- and Under-Recoveries.

5 Other Generation Cost Adjustment (OGA) is based on the approved cost adjustment and true-up mechanisms under ERC Case Nos. 2017-023 CF, 2020-002 CF, and 2023-007 CF, promulgated on February 27, 2026