



**CHECKLIST OF REQUIREMENTS FOR
RES LICENSE APPLICATION**

“FORM 1”

Name of Applicant : _____

Date Filed : _____

Requirements	Remarks
1. Accomplished RES Information Sheet (2 hard copies & 1 soft copy)	
2. Articles of Incorporation/Partnership with Certificate of Registration (for juridical person).	
3. Business Name Registration Certificate (for single proprietorship)	
4. Mayor's Permit	
5. Certified true copies of audited FS for the 2 most recent 12-month periods, or for the life of the business if it has been in existence for less than 2 years, if applicable	
6. If affiliate, certified true copies of audited FS for the 2 recent years of its parent company, as submitted in its annual reports to shareholders	
7. Projected 5-year Financial Statements and 5-year Business Plan	
8. List of Affiliates engaged in the generation, distribution and retail supply of electricity, and their corresponding business addresses	
9. Financial & Credit Requirements (any of the following) a) Investment grade credit rating by a reputable credit bureau; or b) Proof of unused cash resources with an amount equivalent to the Applicant's expected monthly billings, or PhP5Million, whichever is higher, with an attached proof creditworthiness confirmed through the certification of companies (including Generation Companies, NGCP and DUs) that have extended credit line to the Applicant; or if the Applicant is an affiliate or subsidiary and the Applicant has yet to commence operations as an RES, a sworn statement from the parent company that it shall infuse the required working capital of the Applicant for its RES business, with supporting documents regarding the parent company's capability to support the Applicant.	
10. Security Deposit Requirements a) certification from a commercial bank that applicant can avail bank's escrow facility (for applicants intending to collect deposits from its customers) b) certification from a commercial bank stating the amount deposited in escrow (for applicants who have collected deposits from customers)	
11. Technical and Managerial Requirements a) Ability and knowledge to operate and manage an electricity supply business, which involves the requirement to understand the Commission's rules, codes and guidelines, and their application; b) Ability to set up and operate within the customer switching system approved by ERC, an automated information exchange associated with business to business (B2B) communications and transactions; c) Technical ability to enter into any necessary access or interconnection arrangements or other required contracts with NGCP and one or more DUs. d) Technical ability to secure generation through compliance with all applicable requirements of the Market Operator; if applicable.	



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<p>e) Technical ability to meet transactional requirements with the Market Operator or contractual obligations with any industry participant, if applicable; and f) Adequate staffing and employee training to meet all service level commitments.</p>	
<p>12. Sworn Statement that: a) Applicant shall comply with the Code of Conduct and Competition Rules; b) Applicant or Affiliate thereof or any stockholder, director or officer or any of their relatives within the fourth (4th) civil degree of consanguinity or affinity, legitimate or common law, shall not own any interest, directly or indirectly, in the Philippine Electricity Market Corporation (PEMC) and the IMO; c) No officer or director of the Applicant is an officer or director of the NGCP/TRANSCO; d) Applicant or its stockholders, directors or officers thereof, or any of their relatives within the fourth civil degree of consanguinity and their respective spouses, shall not be allowed to hold any shares of stock in NGCP; Provided, that the cross-ownership prohibition under this provision shall not apply to a relative by blood or marriage, if such relative of any stockholder, director or officer of NGCP has no employment, consultancy, fiduciary, contractual, commercial or other economic relationship or interest in the RES or Local RES; Provided, further, that this prohibition on cross-ownership shall not apply to: (a) ownership of shares of stock in a company listed in the Philippine Stock Exchange even if such listed company is an RES or Local RES, if such share ownership is not more than one per centum (1%) of the total outstanding shares of such listed RES or Local RES; or (b) ownership of shares of stock which is not more than one per centum (1%) in a company listed in the PSE which owns or controls shares of stock in NGCP; Provided moreover, that such owner of shares of stock in the listed corporate stockholder of the NGCP shall not own more than one per centum (1%) of the shares of stock or equity interest in any RES or Local RES.</p>	
<p>13. Proof of payment of application fees</p>	
<p>14. Others</p>	

Reviewed by:

Printed name and signature

Date: _____

*For DUs applying outside its franchise area
(To check: approved BSUP)*