Name of WESM Metering : Service Provider (WMSP) CA Number : Date of Issuance :

TERMS AND CONDITIONS OF THE CERTIFICATE OF AUTHORITY

1. This Certificate of Authority (CA) shall be valid for a period of three (3) years from date of issuance;

Thereafter, the WESM Metering Service Provider shall apply with ERC for a renewal of said CA. Application for a renewal of CA shall be accompanied by all the required information disclosure and proof of conformity to the obligations set forth in the CA Guidelines;

- 2. The WESM Metering Service Provider shall ensure that all its facilities meet the technical design and operational criteria of the Grid Code and Distribution Code promulgated by the ERC (PGDC), Philippine Electrical Code, applicable laws, rules and regulations and the CA Guidelines;
- 3. The WESM Metering Service Provider with facilities connected to the Grid and Distribution System shall conform to the financial standard specific to WESM Metering Service Providers. The activities of a WESM Metering Service Provider shall be considered as a separate business segment and shall comply with the provisions of the Business Separation Guidelines;
- 4. The WESM Metering Service Provider shall comply with the Competition Rules as may be prescribed by the ERC concerning abuse of market power, cartelization and any other anti competitive or discriminatory behavior;
- 5. The WESM Metering Service Provider shall comply with the ERC policies and procedures (such as but not limited to, namely, contract with a trading participant, metering responsibility, meter testing and calibration, request for test, maintenance of metering equipment, metering equipment security, meter reading and metering data);
- 6. The WESM Metering Service Provider shall comply with the CA Guidelines on Operational Standards on staffing requirements, personnel qualifications, personnel records and personnel training;

- 7. Upon the establishment of the WESM by the DOE, jointly with Industry Participants, the WESM Metering Service Provider shall comply with the membership criteria as prescribed under the WESM Rules;
- 8. On or before the 30th day of March of each year, the WESM Metering Service Provider shall submit to ERC an annual report of its compliance with its obligations which shall include the following:
 - (i) Details of Meter Laboratory Testing equipment to include the quantity, make, type, serial number and date tested, certified and sealed by the Commission (traceability requirement);
 - (ii) Report on updated meter calibration and maintenance procedures;
 - (iii) Number of customers, list and types of customers served and the last calibration date of its metering installation
 - (iv) Other information that the ERC deems necessary or useful in carrying out of its duties and obligations.
- 9. The WESM Metering Service Provider shall comply with other issuances and directives that the Energy Regulatory Commission may issue from time to time pursuant to its quasi-legislative functions.

Non-compliance with any of the above terms and conditions will be sufficient ground for the suspension or cancellation of this Certificate and/or fine and penalties as may be imposed by ERC under Article III of the "Guidelines to Govern the Imposition of Administrative Sanctions in the Form of Fines and Penalties Pursuant to Section 46 of R.A. No. 9136".