

**REQUEST FOR EXPRESSIONS OF INTEREST
New Market Management System (NMMS)**

Expression of Interest

The Philippine Electricity Market Corporation (PEMC), through the Market Management System Special Bids and Awards Committee (MMS-SBAC), now invites eligible firms to indicate their interest in providing goods and related services for the New Market Management System (NMMS) for the Philippine Wholesale Electricity Spot Market (WESM). Interested firms must submit a Letter of Interest together with the following documents indicating their qualifications:

1. Company Profile, including a list of available resources (i.e. qualified personnel), affiliates and subsidiaries;
2. List of completed similar projects or engagements for the past five (5) years with details of clients, duration and approximate value of the projects;
3. List of similar projects or engagements still in commercial operation with existing maintenance agreements or after-sales support services, with details of clients, duration and approximate value of the projects;
4. Certificate authorizing the representative to sign the Letter of Interest on behalf of the Company;
5. Affidavit of the authorized representative attesting the financial capability of the Company;
6. Affidavit of the authorized representative attesting to the authenticity of the submitted documents; and
7. Affidavit of the authorized representative attesting that no member of the company, including its affiliates and subsidiaries, is a relative of a person, within the fourth civil degree of consanguinity or affinity of an employee, contractor, agent, manager, director or shareholder of PEMC and WESM Member.

The firms will be short listed according, but not limited, to the following factors:

1. Number, duration and approximate value (in US Dollars) of similar projects or engagements for the past 5 years;
2. Proven track record in the provision of customer assistance and after-sales support services;
3. Availability of resources (financial capability, skills among staff and relevant software, etc.); and
4. Independence from PEMC and WESM Members.

Interested firms may obtain further information on the description of the project, format of Letter of Interest, and operations of the WESM at www.wesm.ph and www.doe.gov.ph or may contact the Office of the President through electronic mail: afmcaquila@wesm.ph or telephone number (632) 631-8734 local 346.

Letters of Interest must be submitted following the prescribed format on or before 18 February 2011, 5:00 PM (Philippine time) to:

Market Management System Special Bids and Awards Committee (MMS-SBAC)

c/o Ms. Melinda L. Ocampo

President
Philippine Electricity Market Corporation (PEMC)
18/F Robinsons Equitable Tower
ADB Avenue, Ortigas Center
1600 Pasig City, Philippines

The MMS-SBAC reserves the right to reject any or all applications without recourse and verify the authenticity of any or all information/document herein submitted.

(Company Letter Head)

Letter of Interest

(Date)

Market Management System Special Bids and Awards Committee (MMS-SBAC)

c/o Ms. Melinda L. Ocampo

President/MMS-SBAC
Philippine Electricity Market Corporation
18/F Robinsons Equitable Tower
ADB Avenue, Ortigas Center
1600 Pasig City, Philippines

Dear **Ms. Ocampo**:

We refer to the Request for Expression of Interest (EOI) of the Philippine Electricity Market Corporation (PEMC) in connection with the procurement of goods and related services for the New Market Management System (NMMS) for the Philippine Wholesale Electricity Spot Market (WESM).

The [NAME OF INTERESTED PARTY/COMPANY] hereby confirms its interest to participate in the process, and accordingly submits the following documents for the short listing:

1. Company Profile, including a list of available resources (i.e. qualified personnel), affiliates and subsidiaries;
2. List of completed similar projects or engagements for the past five (5) years with details of clients, duration and approximate value of the projects;
3. List of similar projects or engagements still in commercial operation with existing maintenance agreements or after-sales support services, with details of clients, duration and approximate value of the projects;
4. Certificate authorizing the representative to sign the Letter of Interest on behalf of the Company;
5. Affidavit of the authorized representative attesting the financial capability of the Company;
6. Affidavit of the authorized representative attesting to the authenticity of the submitted documents; and
7. Affidavit of the authorized representative attesting that no member of the company, including its affiliates and subsidiaries, is a relative of a person, within the fourth civil degree of consanguinity or affinity of an employee, contractor, agent, manager, director or shareholder of PEMC and WESM Member.

We hereby declare that all the information and statements made in this EOI are true and accepts that any misrepresentation or false declaration in this EOI will be grounds for our outright disqualification.

We hereby understand the criteria to be considered in the short listing as stated in the Request for EOI and agree to be bound and fully abide by the decisions and directives of the PEMC/Market Management System Special Bids and Awards Committee (MMS-SBAC).

Very truly yours,

For and on behalf of
[NAME OF INTERESTED PARTY/COMPANY]
Signature of Authorized Representative
Name of Authorized Representative
Designation

PROJECT BRIEF

NEW MARKET MANAGEMENT SYSTEM

The Electric Power Industry Reform Act of 2001 (EPIRA) mandates the establishment of the Wholesale Electricity Spot Market (WESM) that will facilitate a competitive market environment in the Philippine electric power industry. The EPIRA provides, among others, that the Department of Energy (DOE) will constitute an autonomous group with equitable representation from electric power industry participants, to act as the market operator. Pursuant to this, in November 2003, the DOE constituted the Philippine Electricity Market Corporation (PEMC), a non-stock and non-profit organization, to operate the WESM.

In the performance of its functions as the AGMO, PEMC utilizes the Market Management System (MMS) which is the infrastructure with various hardware, software and interfaces that support the commercial operations of the WESM. It was designed in accordance with the WESM Rules issued by the DOE, jointly with the electric power industry participants. Since it is the core system that forecasts electricity demand, receives bids and offers from trading participants, generates real-time dispatch schedules, and processes the settlement of the spot market transactions, the reliability of the MMS is crucial to the uninterrupted operation of the WESM.

The MMS is composed of a full set of applications that runs twenty four hours a day, seven days a week (24x7). Further, it is connected with the National Grid Corporation of the Philippine (NGCP) System Operator's infrastructure that monitors, controls and optimizes the performance of all generating and transmission facilities. With its four (4) years in operations in Luzon since 26 June 2006, the MMS hardware is reaching the end of its economic life and its performance is beginning to deteriorate. The proposal to migrate the MMS to a new hardware was previously considered. However, the current vendor required PEMC to acquire a new license which would cost more than acquiring a new MMS.

Moreover, material findings on MMS software functionalities were identified in the Independent Operational Audit of the Systems and Procedures on Market Operations Report. Considering these significant factors that will affect the reliability of the MMS, it is necessary to procure a new MMS to ensure the efficient and reliable operation of the WESM.