



OCTOBER 20, 2016

RESULTS OF THE OCTOBER 2016 AUCTION FOR FIRSTENERGY'S PENNSYLVANIA DSP-IV DEFAULT SERVICE PROGRAM

As the Independent Evaluator, CRA International, Inc. d/b/a Charles River Associates ("CRA") completed the Default Service solicitation on behalf of Metropolitan Edison Company, Pennsylvania Electric Company, Pennsylvania Power Company, and West Penn Power Company ("Companies"). The DSP-IV Residential/Commercial (Fixed Price) Auction was conducted on October 18, 2016.

Through this auction process for their Default Service Program, DSP-IV, the Companies sought to procure full requirements Default Supply generation service for their Default Service Customers for the period June 1, 2017 through May 31, 2019.

On October 20, the Pennsylvania Public Utility Commission, via a Secretarial Letter, announced that it accepted the results of the auction. The results are summarized in the table below.

More information about the Companies' Default Service Programs and auctions can be found at the Information Website, www.fepaauction.com. Questions can be directed to fepaauction@crai.com.

Independent Evaluator

Results for October 2016 DSP-IV Residential/Commercial (Fixed Price) Auction

Company	Tranche Target	# Tranches Procured	% of Default Service Load Procured	Winning Price (\$/MWh)
Fixed Price Auction: Residential 12-months (June 2017 – May 2018)				
Met-Ed	4	4	16.7%	\$ 53.09
Penelec	2	2	12.5%	\$ 50.59
Penn Power	1	1	14.3%	\$ 55.07
West Penn Power	4	4	14.3%	\$ 53.33
Fixed Price Auction: Residential 24-months (June 2017 – May 2019)				
Met-Ed	4	4	16.7%	\$ 53.13
Penelec	2	2	12.5%	\$ 50.29
Penn Power	1	1	14.3%	\$ 55.21
West Penn Power	4	4	14.3%	\$ 53.02
Fixed Price Auction: Commercial 12-months (June 2017 – May 2018)				
Met-Ed	2	2	14.3%	\$ 52.82
Penelec	2	2	12.5%	\$ 53.12
Penn Power	1	1	14.3%	\$ 64.37
West Penn Power	3	3	15.8%	\$ 52.79
Fixed Price Auction: Commercial 24-months (June 2017 – May 2019)				
Met-Ed	2	2	14.3%	\$ 53.08
Penelec	2	2	12.5%	\$ 53.62
Penn Power	1	1	14.3%	\$ 64.42
West Penn Power	3	3	15.8%	\$ 52.91