



JANUARY 21, 2016

RESULTS OF THE JANUARY 2016 AUCTIONS FOR FIRSTENERGY'S PENNSYLVANIA DEFAULT SERVICE PROGRAM DSP-III

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 Residential/Commercial (Fixed Price) Auction and Industrial (Hourly-Priced) Auction were conducted on January 19, 2016.

Through this auction process for their Default Service Program, DSP-III, the Companies sought to procure full requirements Default Supply generation service for their Default Service Customers for the period June 1, 2016 through May 31, 2017.

On January 19, the Pennsylvania Public Utility Commission, via a Secretarial Letter, announced that it accepted the results of the two auctions. The results are summarized in the tables 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 January 2016 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 2016 – May 2017)				
Met-Ed	4	4	16.0%	\$51.28
Penelec	3	3	16.7%	\$51.28
Penn Power	1	1	16.7%	\$55.50
West Penn Power	5	5	17.9%	\$49.32
Fixed Price Auction: Commercial 3-months (March 2016 – May 2016)				
Met-Ed	3	3	23.1%	\$49.18
Penelec	5	5	33.3%	\$51.32
Penn Power	1	1	14.3%	\$73.61
West Penn Power	4	4	22.2%	\$48.98
Fixed Price Auction: Commercial 12-months (June 2016 – May 2017)				
Met-Ed	2	2	15.4%	\$50.50
Penelec	2	2	13.3%	\$53.70
Penn Power	1	1	14.3%	\$60.62
West Penn Power	2	2	11.1%	\$49.12

Results for January 2016 Industrial (Hourly-Priced) Auction

Company	Tranche Target	# Tranches Procured	% of Default Service Load Procured	Winning Price (\$/MWh)
Hourly-Priced Auction: Industrial 12-months (June 2016 – May 2017)				
Met-Ed	8	8	100.0%	\$18.64
Penelec	9	9	100.0%	\$13.81
Penn Power	2	2	100.0%	\$15.17
West Penn Power	13	13	100.0%	\$6.37