

BID PROPOSAL FORM

Please complete this Bid Proposal Form. **The individual who signs this Bid Proposal Form must have been named in the Expression of Interest Form.** Please scan the completed and duly signed Bid Proposal Form and transmit both pages to the Auction Manager during the Bid Window, from **1 PM to 3 PM EPT on May 9, 2016** in accordance with the instructions provided to you by the Auction Manager.

1. Identification of the Bidder

Name of Bidder (company name)

2. Bid

Please submit a single "Bid", which is a price in U.S. Dollars per megawatt-hour ("MWh") in dollars and cents (with no fractions of a cent) at which the bidder is willing to serve the entirety of the PIPP load available to bid during the entirety of the delivery period from June 1, 2016 to May 31, 2017.

Your Bid \$ ____ / MWh

Bid Requirements

- The Bid must be expressed as a number in U.S. Dollars and will be rounded to the nearest cent (\$XX.XX). A Bid that is not expressed as a number in U.S. Dollars will automatically be rejected.
- A Bid that is above the announced weighted-average SSO price applicable to the delivery period will automatically be rejected.
- A Bid that provides any instructions, contingencies, or restrictions on when the Bid is valid, or any other extraneous information, will automatically be rejected.

3. Binding Bid Agreement

An authorized representative of the bidder named in the Expression of Interest Form must make the following certification and undertaking.

In consideration for the privilege of submitting bids in the auction under the PIPP RFP to provide full requirements service for AEP Ohio's PIPP customers ("PIPP Supply"), _____ ("Bidder") agrees to be bound by the price quote entered above, up to the expiration time of its Proposal, as set forth in the PIPP Rules, submitted to Ohio Power Company ("AEP Ohio") in response to the PIPP RFP, which shall constitute a firm offer to supply service in accordance with the Master Percentage of Income Payment Plan Supply Agreement ("PIPP Agreement") and applicable Ohio Law and regulations. Any Bid is not subject to any contingencies, restrictions, conditions precedent, or any other extraneous information, and, if accepted by AEP Ohio, the Bidder agrees to and shall execute the Confirmation in a timely manner as set forth in the PIPP Rules. Such Bid and offer is valid for a period of five (5) business days after the date of submission and such Bid cannot be amended, withdrawn, or rescinded during that time for any reason or circumstance.

The submission of any binding offer to AEP Ohio shall constitute the Bidder's acknowledgment and acceptance of all the terms, conditions, and requirements of the PIPP RFP.

The Bidder certifies that it is bidding independently and that it has no knowledge of any Proposal being submitted by another bidder in response to the PIPP RFP. The Bidder certifies that, except for any communication with its financial institution for the purpose of financial guarantees sufficient to support its Bid, the Bidder has not disclosed and will not disclose publicly or to any other party information relating to its Proposal, which could have an effect on whether another party submits a Proposal to the PIPP RFP or on the contents of such Proposal that another bidder would be willing to submit in response to the PIPP RFP.

The undersigned represents, warrants, and certifies under penalty of perjury that he/she has the authority to submit the Bid, that he/she is authorized to act on behalf of, and to bind, the Bidder to perform the terms and conditions and otherwise comply with all obligations stated herein.

Signature of Authorized Representative: _____

* The authorized representative must be named in the Expression of Interest Form

Name of Authorized Representative (*print*): _____

Title of Authorized Representative (*print*): _____

Date Signed: _____