



June 1, 2015

### **PREPA Delivers Recovery Plan to Creditors**

**San Juan, PR** – The Puerto Rico Electric Power Authority (PREPA) announced that it delivered a proposed recovery plan to its forbearing creditors today. A summary of the recovery plan, without the economic terms, which are the subject of ongoing confidential discussions, has been uploaded on the PREPA website. A full version of the recovery plan will be released when negotiations are concluded.

The Recovery Plan will transform PREPA into a modern utility that will be less political, focus on best industry practices, comply fully with environmental regulations and achieve a sustainable capital structure. The plan provides for a capital investment of at least \$2.3 billion over the next five years, including the construction of the Aguirre Offshore Gas Project, while also providing opportunities for third parties to participate in a competitive bidding process to build and operate new generation plants. Third parties would also have the opportunity to manage and operate PREPA's existing assets for the benefit of the people of Puerto Rico.

"Delivery of the proposed recovery plan today to our creditors is another major milestone and demonstrates that we are continuing to make progress in our efforts to transform PREPA," said Lisa Donahue, Chief Restructuring Officer of PREPA. "We look forward to continuing to work closely with all of our stakeholders to come to an agreement on the path forward for PREPA."

PREPA is also continuing discussions with its forbearing creditors on an extension of the existing forbearance agreement and expects to make an announcement before the June 4, 2015 deadline.

"We are focused on achieving a consensual restructuring and optimizing our operations for the benefit of the people of Puerto Rico," said Harry Rodríguez, President of PREPA's Governing Board. "The Governing Board extensively discussed the recovery plan with PREPA's advisors and made a fully informed decision before approving the delivery of the recovery plan to creditors."

###

APARTADO 364267 SAN JUAN, PUERTO RICO 00936-4267 / TELEFONO: (787) 521-4696 FAX: (787) 521-2337

"Somos un patrono con igualdad de oportunidades en el empleo y no discriminamos por razón de raza, color, sexo, edad, origen social o nacional, condición social, afiliación política, ideas políticas o religiosas; por ser víctima o ser percibida(o) como víctima de violencia doméstica, agresión sexual o acecho, sin importar estado civil, orientación sexual, identidad de género o estatus migratorio; por impedimento físico, mental o ambos, por condición de veterano(a) o por información genética."

#### COMUNICACIÓN CORPORATIVA

Yohari Molina  
Administradora  
787-909-6092  
y-molina@aeepr.com

José D. Echevarría  
Oficial de Prensa  
787-941-6399  
jose.echevarria@aeepr.com

[www.aeepr.com](http://www.aeepr.com)