

Electricity Facts Label (EFL)
TXU Energy Retail Company LLC
TXU Energy MarketEdgeSM
Service Area – Texas-New Mexico Power Co
February 1, 2017

| Average Monthly Use | 500 kWh | 1000 kWh | 2000 kWh |
|--|---------|----------|----------|
| Actual price/kWh, February 1 through February 28 @ \$3.391 natural gas | 13.2¢ | 11.9¢ | 11.2¢ |
| Average Annual price/kWh, Natural Gas at \$2/MMBtu | 12.0¢ | 10.6¢ | 9.9¢ |
| Average Annual price/kWh, Natural Gas at \$4/MMBtu | 13.8¢ | 12.4¢ | 11.8¢ |
| Average Annual price/kWh, Natural Gas at \$6/MMBtu | 15.6¢ | 14.3¢ | 13.6¢ |

The Actual price/kWh is based on the current month's NYMEX natural gas price as described below. The Average Annual prices per kWh shown above are samples based on natural gas prices of \$2, \$4 and \$6 per MMBtu for a twelve-month period - your average price per kWh for electric service will depend on your usage and the current month's NYMEX natural gas price in accordance with the pricing formula below. The current month's NYMEX natural gas price is the last settled price of the NYMEX Natural Gas Futures Contract at contract expiration that is established by NYMEX in the final week of each month preceding the billing month. Billing month is defined as the calendar month in which a customer's meter is read by the Transmission and Distribution Utility (TDU). The pricing formula includes the following components:

| | | |
|---------------------|------------|-----------------|
| Base Charge: | | Per Month |
| | | \$4.95 |
| Energy Charge: | Month(s) | Per kWh |
| | All Months | 3.4000¢ |
| Natural Gas Factor: | | Seasonal Factor |
| | Jun-Sep | 0.00920 |
| | Oct-May | 0.00920 |

TDU Delivery Charges will be passed through to customer as billed from the Transmission and Distribution Utility (TDU). For updated TDU delivery charge factors go to txu.com/tducharges.

This is an indexed product - your average price per kWh each month is determined using the pricing components above and is indexed to the NYMEX natural gas price using the predetermined formula below based on your actual kWh usage each month:

Price per kWh = (Monthly NYMEX Natural Gas Price multiplied by applicable Seasonal Natural Gas Factor) + (Energy Charge + TDU Delivery Charges Per kWh) + ((Base Charge + TDU Delivery Charges per Month)/Monthly billed kWh Usage)

To determine your current month's price, use the formula and pricing components above with your estimated monthly usage go to txu.com/marketedge, or call 1-800-242-9113 to talk to a representative.

Average prices per kWh listed above do not include facility relocation fees or other charges ordered by a municipality. For more information, see txu.com/municipalfees.

Electricity Price

Other Key Terms and Questions

Each month you will also be billed all taxes, including sales tax, and reimbursement for the state miscellaneous gross receipts tax as applicable.

See Terms of Service Agreement for a full listing of fees, deposit policy, and other terms.

| | |
|-----------------|---------|
| Type of Product | Indexed |
|-----------------|---------|

| | | | |
|---------------------------|--|---|--------------------------------|
| Disclosure Chart | Contract Term | Month-to-Month | |
| | Do I have a termination fee or any fees associated with terminating service? | No | Early Cancellation Fee: \$0.00 |
| | Can my price change during the contract period? | Yes | |
| | If my price can change, how will it change, and by how much? | We will provide you with at least 14 days' advance written notice before changing the pricing formula for this plan except to reflect actual changes in TDU charges; changes to the Electric Reliability Council of Texas or Texas Regional Entity administrative fees; or changes resulting from federal, state or local laws or regulatory actions that impose new or modified fees or costs that are beyond our control. | |
| | What other fees may I be charged? | See Pricing and Fees Section of your Terms of Service Agreement for non-recurring fees. | |
| | Is this a pre-pay or pay in advance product? | No | |
| | Does the REP purchase excess distributed renewable generation? | Yes, subject to execution of a surplus power purchase agreement. | |
| | Renewable Content | This product is 6% renewable. | |
| | The statewide average for renewable content is | 12% | |
| | | TXU Energy Retail Company LLC P.O. Box 650764, Dallas, Texas 75265-0764 972-791-2888 24 hours 1-800-242-9113 24 hours e-mail Address: txuenergy@txu.com website: txu.com | REP Certificate No. 10004 |
| Additional Details | | | |