

**AUTOMATIC RECOVERY OF MONTHLY FUEL AND PURCHASED POWER COSTS AND FOREIGN-EXCHANGE RELATED COSTS BY THE
NATIONAL POWER CORPORATION (NPC)***

Billing Period Covered: 26 June 2012 - 25 July 2012

AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos}	= Debt Service Adjustment
	= $(FX_n - FX_{O_{DSA}}) \times DSR + (FX_n - FX_{O_{DSA}}) \times DSB/12$
	= $(41.8426 - 44.0494) \times 26,051,410.94 + (41.8426 - 44.0494) \times 359,889,521.11 / 12$
	= (123,673,936.59)
B. $FxOpex_{\text{pesos}}$	= Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
	= $(FX_n - FX_{O_{PEX}}) \times FxOpex$
	= $41.8426 - 41.7429 \times 0.00$
	= 0.0000
C. FxA_{pesos}	= Foreign Exchange-Related Cost Adjustment
	= $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
	= (123,673,936.59) + 0.00 + 0.00
	= (123,673,936.59)
D. Fx_{rate}	= $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
	= (123,673,936.59)
	= 114,185,955.00
	= (1.0831)

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)

Billing Period Covered: 26 June 2012 - 25 July 2012

Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM

*Applied Formula: $(FX_n(\text{Previous Month}) * \text{Previous Month DSR}) + (FX_n(\text{Previous Month}) * \text{Previous Month DSB}/12)$

Previous Month 5day Average before the 25th = PhP43.2330

Current Month FPPCA(pesos)	(123,673,936.59)
Less: Previous Month FxA (pesos)	(56,904,435.07)
Net	(66,769,501.53)
*Previous Month DSR + DSB	1,323,081,373.19
Percent Change	-5.05%

Previous Month FxA Rate	0.1924
Increase/Decrease	(0.0097)
Current Month FPP	0.1827

VISAYAS

- A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{O_{DSA}}) \times DSR + (FX_n - FX_{O_{DSA}}) \times DSB/12$
 = $(41.8426 - 44.0494) \times 450,001.34 + (41.8426 - 44.0494) \times 12,459,248.72 / 12$
 = **(3,284,318.80)**
- B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{O_{Opex}}) \times FxOpex$
 = $41.8426 - 41.7429 \times 0.00$
 = 0.0000
- C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
 = **(3,284,318.80)** + 0.00 + 0.00
 = **(3,284,318.80)**
- D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{(3,284,318.80)}{198,771,461.00}$
 = **(0.0165)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 June 2012 - 25 July 2012	
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM	
*Applied Formula: $(FX_n(\text{Previous Month}) * \text{Previous Month DSR}) + (FX_n(\text{Previous Month}) * \text{Previous Month DSB}/12)$	
Previous Month 5day Average before the 25th = PhP43.2330	
Current Month FPPCA(pesos)	(3,284,318.80)
Less: Previous Month FXA (pesos)	(1,885,914.95)
Net	(1,398,403.85)
*Previous Month DSR + DSB	43,849,287.60
Percent Change	-3.19%
Previous Month FXA Rate	0.0069
Increase/Decrease	(0.0002)
Current Month FPPCA Rate	0.0067

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment
= $(FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB/12$
= $(41.8426 - 44.0494) \times 191,894.30 + (41.8426 - 44.0494) \times 11,960,663.82 / 12$
= **(2,623,038.42)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
= $(FX_n - FX_{O_{\text{Opex}}}) \times FxOpex$
= $41.8426 - 41.7429 \times 0.00$
= 0.00

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
= $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
= **(2,623,038.42)** + 0.00 + 0.00
= **(2,623,038.42)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
= $\frac{(2,623,038.42)}{668,843,531.00}$
= **(0.0039)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)**Billing Period Covered: 26 June 2012 - 25 July 2012****Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM***Applied Formula: $(FX_n(\text{Previous Month}) * \text{Previous Month DSR}) + (FX_n(\text{Previous Month}) * \text{Previous Month DSB}/12)$

Previous Month 5day Average before the 25th = PhP43.2330

Current Month FPPCA(pesos)	(2,623,038.42)
Less: Previous Month FxA (pesos)	(1,810,445.81)
Net	(812,592.60)
*Previous Month DSR + DSB	42,094,559.59
Percent Change	-1.93%
Previous Month FxA Rate	0.0046
Increase/Decrease	(0.0001)
Current Month FPPCA Rate	0.0045

NOTES:

DSR = Actual Debt Service Payments (principal portion) for the month in US Dollar

DSB = Actual Bullet Service Payments for one (1) year in US Dollar

FxOpex = Foreign-related operating expenses in US Dollar

*The above calculation does not incorporate the OFxA as we are waiting for the decision in PSALM's response to ERC Case No. 2010-055MC

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