

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

Billing Period Covered: June 26, 2010 - July 25, 2010

AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB/12$
 = $[46.4404 - 44.0494] \times 24,631,271.93 + [46.4404 - 44.0494] \times 362,308,304.23 / 12$
 = 131,083,300.80

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{O_{\text{PEX}}}) \times FxOpex$
 = $[46.4404 - 41.7429] \times 0.00$
 = 0.00

C. FxA_{pesos} = Foreign Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
 = 131,083,300.80 + 0.00 + 0.00
 = 131,083,300.80

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{131,083,300.80}{703,093,858.00}$
 = 0.1864

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB/12$
 = $[46.4404 - 44.0494] \times 433,056.04 + [46.4404 - 44.0494] \times 34,134,895.91 / 12$
 = 7,836,815.00

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{O_{\text{PEX}}}) \times FxOpex$
 = $[46.4404 - 41.7429] \times 0.00$
 = 0.00

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
 = 7,836,815.00 + 0.00 + 0.00
 = 7,836,815.00

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{7,836,815.00}{356,453,559.00}$
 = 0.0220

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB/12$
 = $[46.4404 - 44.0494] \times 181,918.88 + [46.4404 - 44.0494] \times 37,226,776.20 / 12$
 = 7,852,403.20

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses

$$\begin{aligned} &= (FX_n - FX_{Opex}) \times FxOpex \\ &= (46.4404 - 41.7429) \times 0.00 \\ &= 0.00 \end{aligned}$$

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment

$$\begin{aligned} &= DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA \\ &= 7,852,403.20 + 0.00 + 0.00 \\ &= 7,852,403.20 \end{aligned}$$

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$

$$\begin{aligned} &= \frac{7,852,403.20}{655,051,478.00} \\ &= 0.0120 \end{aligned}$$

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