

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

Billing Period Covered: 26 May 2014 - 25 June 2014

AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos} = Debt Service Adjustment

$$= (FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB/12$$

$$= (43.8646 - 44.0494) \times 35,431,301.52 + (43.8646 - 44.0494) \times 127,721,519.29 / 12$$

$$= (8,514,615.92)$$

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

$$= (FX_n - FX_{O_{\text{OPEX}}}) \times FxOpex$$

$$= (43.8646 - 41.7429) \times 0.00$$

$$= 0.00$$

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

$$= DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA^{4/}$$

$$= (8,514,615.92) + 0.00 + 0.00$$

$$= (8,514,615.92)$$

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

$$= \frac{(8,514,615.92)}{36,433,428.40}$$

$$= (0.2337)$$

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)

Billing Period Covered: 26 May 2014 - 25 June 2014

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

Current Month DSA (pesos)	(8,514,615.92)
Less: Previous Month DSA (pesos)	(3,431,451.49)
Net	<u>(5,083,164.43)</u>
Previous Month DSR + DSB	<u>465,406,572.85</u>
Percent Change	-1.09%
Previous Month FxA Rate	0.2152
Increase/Decrease	<u>(0.0024)</u>
Current Month FxA Rate	0.2128

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{o_{\text{DSA}}}) \times DSR + (FX_n - FX_{o_{\text{DSA}}}) \times DSB/12$
 = $(43.8646 - 44.0494) \times 3,512,944.44 + (43.8646 - 44.0494) \times 31,518,413.53 / 12$
 = **(1,134,575.70)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{o_{\text{Opex}}}) \times FxOpex$
 = $(43.8646 - 41.7429) \times 0.00$
 = 0.00

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA^{4/}$
 = **(1,134,575.70)** + 0.00 + 0.00
 = **(1,134,575.70)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{(1,134,575.70)}{176,870,343.03}$
 = **(0.0064)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 May 2014 - 25 June 2014	
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM	
Current Month DSA (pesos)	(1,134,575.70)
Less: Previous Month DSA (pesos)	(846,794.71)
Net	<u>(287,780.99)</u>
Previous Month DSR + DSB	114,850,472.35
Percent Change	-0.25%
Previous Month FxA Rate	0.0049
Increase/Decrease	<u>(0.0000)</u>
Current Month FxA Rate	0.0049

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{0_{\text{DSA}}}) \times DSR + (FX_n - FX_{0_{\text{DSA}}}) \times DSB/12$
 = $(43.8646 - 44.0494) \times 5,990,077.84 + (43.8646 - 44.0494) \times 31,165,387.68 / 12$
 = **(1,586,913.36)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{0_{\text{Opex}}}) \times FxOpex$
 = $43.8646 - 41.7429 \times 0.00$
 = **0.00**

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA^{4/}$
 = **(1,586,913.36)** + 0.00 + 0.00
 = **(1,586,913.36)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{(1,586,913.36)}{492,715,082.03}$
 = **(0.0032)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 May 2014 - 25 June 2014	
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM	
Current Month DSR (pesos)	(1,586,913.36)
Less: Previous Month DSA (pesos)	(837,310.08)
Net	<u>(749,603.27)</u>
Previous Month DSR + DSB	<u>113,564,075.60</u>
Percent Change	-0.66%
Previous Month FXA Rate	0.0038
Increase/Decrease	0.0000
Current Month FxA Rate	<u>0.0038</u>

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

4/The above calculation does not incorporate the OFxA as PSALM is waiting for the decision relative to ERC Case No. 2010-055MC

*Calculation is based on ERC Resolution Nos. 19 and 25 (amended Resolution19) dated 3 August 2009 and 14 December 2009, respectively, adopting the "Rules for the Automatic Recovery of Monthly Fuel and Purchased Power Costs and Foreign- Exchange Related Costs by the National Power Corporation.

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