

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

Billing Period Covered: 26 January 2016 - 25 February 2016

AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (47.6270 - 44.0494) \times 1,265,313.09 + (47.6270 - 44.0494) \times 130,575,859.23 / 12$$

$$= 43,455,800.28$$

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

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

$$= (47.6270 - 41.7429) \times 0.00$$

$$= 0.00$$

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

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

$$= 43,455,800.28 + 0.00 + 0.00$$

$$= 43,455,800.28$$

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

$$= \frac{43,455,800.28}{29,443,791.00}$$

$$= 1.4759$$

REVISED AUTOMATIC FOREIGN EXCHANGE-RELATED COST (FxA)

Billing Period Covered: 26 January 2016 - 25 February 2016

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

Current Month DSA (pesos)	43,455,800.28
Less: Previous Month DSA (pesos)	40,659,146.30
Net	<u>2,796,653.98</u>
Previous Month DSR + DSB	<u>519,974,834.10</u>
Percent Change	0.54%
Previous Month FxA Rate	0.2646
Increase/Decrease	<u>0.0014</u>
Current Month FxA Rate	0.2660

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (47.6270 - 44.0494) \times 88,875.39 + (47.6270 - 44.0494) \times 3,654,161.37 / 12$$

$$= 1,407,387.91$$

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

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

$$= (47.6270 - 41.7429) \times 0.00$$

$$= 0.00$$

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

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

$$= 1,407,387.91 + 0.00 + 0.00$$

$$= 1,407,387.91$$

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

$$= \frac{1,407,387.91}{2,054,337.00}$$

$$= 0.6851$$

REVISED AUTOMATIC FOREIGN EXCHANGE-RELATED COST (FxA)

Billing Period Covered: 26 January 2016 - 25 February 2016
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM

Current Month DSA (pesos)	1,407,387.91
Less: Previous Month DSA (pesos)	1,137,844.95
Net	269,542.96
Previous Month DSR + DSB	14,551,479.60
Percent Change	1.85%
Previous Month FxA Rate	0.0066
Increase/Decrease	0.0001
Current Month FxA Rate	0.0067

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (47.6270 - 44.0494) \times 0.00 + (47.6270 - 44.0494) \times 0.00 / 12$$

$$= 0.00$$

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

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

$$= 47.6270 - 41.7429 \times 0.00$$

$$= 0.00$$

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

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

$$= 0.00 + 0.00 + 0.00$$

$$= 0.00$$

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

$$= \frac{0.00}{334,304,220.00}$$

$$= 0.0000$$

REVISED AUTOMATIC FOREIGN EXCHANGE-RELATED COST (FxA)

Billing Period Covered: 26 January 2016 - 25 February 2016

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

Current Month DSR (pesos)	0.00
Less: Previous Month DSA (pesos)	15,471,640.06
Net	-15,471,640.06
Previous Month DSR + DSB	225,171,405.19
Percent Change	-6.87%
Previous Month FxA Rate	0.0048
Increase/Decrease	(0.0003)
Current Month FxA 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 Exchange-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 (amending Resolution No.19) 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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