

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

**Billing Period Covered: 26 December 2013 - 25 January 2014**

**AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT**

**LUZON**

A.  $DSA_{\text{pesos}}$  = Debt Service Adjustment

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

$$= (45.1830 - 44.0494) \times 23,518,671.56 + (45.1830 - 44.0494) \times 0.00 / 12$$

$$= 26,660,766.08$$

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

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

$$= (45.1830 - 41.7429) \times 0.00$$

$$= 0.00$$

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

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

$$= 26,660,766.08 + 0.00 + 0.00$$

$$= 26,660,766.08$$

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

$$= \frac{26,660,766.08}{35,651,093.60}$$

$$= 0.7478$$

**REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)**

**Billing Period Covered: 26 December 2013 - 25 January 2014**

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

Current Month DSA (pesos)	26,660,766.08
Less: Previous Month DSA (pesos)	17,208,952.10
Net	<u>9,451,813.97</u>
Previous Month DSR + DSB	<u>3,054,244,267.56</u>
Percent Change	0.31%
Previous Month FxA Rate	0.2210
Increase/Decrease	<u>0.0007</u>
Current Month FxA Rate	<b>0.2217</b>

**VISAYAS**

A.  $DSA_{\text{pesos}}$  = Debt Service Adjustment

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

$$= (45.1830 - 44.0494) \times 460,936.23 + (45.1830 - 44.0494) \times 18,637,054.80 / 12$$

$$= 2,283,097.76$$

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

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

$$= (45.1830 - 41.7429) \times 0.00$$

$$= 0.00$$

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

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

$$= 2,283,097.76 + 0.00 + 0.00$$

$$= 2,283,097.76$$

D.  $Fx_{\text{rate}}$

$$= \frac{FxA_{\text{pesos}}}{\text{Sales}}$$

$$= \frac{2,283,097.76}{102,959,274.02}$$

$$= 0.0222$$

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 December 2013 - 25 January 2014	
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM	
Current Month DSA (pesos)	2,283,097.76
Less: Previous Month DSA (pesos)	4,650,078.38
Net	<u>(2,366,980.62)</u>
Previous Month DSR + DSB	217,490,395.38
Percent Change	<u>-1.09%</u>
Previous Month FxA Rate	0.0050
Increase/Decrease	<u>(0.0001)</u>
Current Month FxA Rate	<u>0.0049</u>

**MINDANAO**

A.  $DSA_{\text{pesos}}$  = Debt Service Adjustment

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

$$= (45.1830 - 44.0494) \times 210,945.31 + (45.1830 - 44.0494) \times 0.00 / 12$$

$$= 239,127.60$$

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

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

$$= 45.1830 - 41.7429 \times 0.00$$

$$= 0.00$$

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

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

$$= 239,127.60 + 0.00 + 0.00$$

$$= 239,127.60$$

D.  $Fx_{\text{rate}}$

$$= \frac{FxA_{\text{pesos}}}{\text{Sales}}$$

$$= \frac{239,127.60}{614,096,261.45}$$

$$= 0.0004$$

**REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)**

**Billing Period Covered: 26 December 2013 - 25 January 2014**

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

Current Month DSR (pesos)	239,127.60
Less: Previous Month DSA (pesos)	1,402,656.85
Net	<b>(1,163,529.25)</b>
Previous Month DSR + DSB	248,943,493.33
Percent Change	-0.47%
Previous Month FxA Rate	0.0036
Increase/Decrease	0.0000
Current Month FxA Rate	<b>0.0036</b>

**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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