

**AUTOMATIC RECOVERY OF MONTHLY FUEL AND PURCHASED POWER COSTS AND FOREIGN-EXCHANGE
RELATED COSTS BY THE NATIONAL POWER CORPORATION (NPC)*
Billing Period Covered: April 26, 2010 - May 25, 2010
AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT**

LUZON

A. DSA_{pesos} = Debt Service Adjustment

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

$$= [45.6646 - 44.0494] \times 0.00 + [45.6646 - 44.0494] \times 0.00 /12$$

$$= 0.00$$

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

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

$$= [45.6646 - 41.7429] \times 0.00$$

$$= 0.00$$

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

$$= DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$$

$$= 0.00 + 0.00 + 0.00$$

$$= 0.00$$

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

$$= \frac{0.00}{836,715,423.00}$$

$$= 0.0000$$

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment

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

$$= [45.6646 - 44.0494] \times 5,652,570.73 + [45.6646 - 44.0494] \times 0.00 /12$$

$$= 9,130,032.24$$

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

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

$$= [45.6646 - 41.7429] \times 0.00$$

$$= 0.00$$

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

$$= DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$$

$$= 9,130,032.24 + 0.00 + 0.00$$

$$= 9,130,032.24$$

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

$$= \frac{9,130,032.24}{376,665,836.00}$$

$$= 0.0242$$

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment

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

$$= [45.6646 - 44.0494] \times 0.00 + [45.6646 - 44.0494] \times 0.00 /12$$

$$= 0.00$$

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

$$\begin{aligned} &= (FX_n - FX_{Opex}) \times FxOpex \\ &= [45.6646 - 41.7429] \times 0.00 \\ &= 0.00 \end{aligned}$$

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

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

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

$$\begin{aligned} &= \frac{0.00}{571,592,567.00} \\ &= 0.0000 \end{aligned}$$

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