

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

Billing Period Covered: 26 April 2011 - 25 May 2011

AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{o_{\text{DSA}}}) \times DSR + (FX_n - FX_{o_{\text{DSA}}}) \times DSB/12$
 = $(43.2492 - 44.0494) \times 0.0000 + (43.2492 - 44.0494) \times 362,308,304.23 / 12$
 = **(24,159,925.42)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{o_{\text{OPEX}}}) \times FxOpex$
 = $43.2492 - 41.7429 \times 0.00$
 = **0.0000**

C. FxA_{pesos} = Foreign Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
 = **(24,159,925.42)** + **0.00** + **0.00**
 = **(24,159,925.42)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{(24,159,925.42)}{123,658,208.00}$
 = **(0.1954)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 April 2011 - 25 May 2011	
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM	
*Applied Formula: $(FX_n(\text{Previous Month}) * \text{Previous Month DSR}) + (FX_n(\text{Previous Month}) * \text{Previous Month DSB}/12)$	
Previous Month 5day Average before the 25th = PhP43.2762	
Current Month FPPCA(pesos)	(24,159,925.42)
Less: Previous Month FXA (pesos)	(28,263,863.29)
Net	4,103,937.87
*Previous Month DSR + DSB	1,581,935,593.04
Percent Change	0.26%
Previous Month FXA Rate	0.1996
Increase/Decrease	0.0005
Current Month FPP	0.2001

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (43.2492 - 44.0494) \times 5,086,604.83 + (43.2492 - 44.0494) \times 34,134,895.91 / 12$$

$$= (6,346,529.83)$$

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

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

$$= 43.2492 - 41.7429 \times 0.00$$

$$= 0.0000$$

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

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

$$= (6,346,529.83) + 0.00 + 0.00$$

$$= (6,346,529.83)$$

D. Fx_{rate}

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

$$= \frac{(6,346,529.83)}{214,755,288.00}$$

$$= (0.0296)$$

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 April 2011 - 25 May 2011	
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM	
*Applied Formula: $(FX_n(\text{Previous Month}) * \text{Previous Month DSR}) + (FX_n(\text{Previous Month}) * \text{Previous Month DSB}/12)$	
Previous Month 5day Average before the 25th = PhP43.2762	
Current Month FPPCA(pesos)	(6,346,529.83)
Less: Previous Month FxA (pesos)	(4,662,251.89)
Net	(1,684,277.94)
*Previous Month DSR + DSB	260,947,420.15
Percent Change	-0.65%
Previous Month FxA Rate	0.0318
Increase/Decrease	(0.0002)
Current Month FPPCA Rate	0.0316

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB/12$
 = $(43.2492 - 44.0494) \times 0.00 + (43.2492 - 44.0494) \times 37,226,776.20 / 12$
 = **(2,482,405.53)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{O_{\text{Opex}}}) \times FxOpex$
 = $43.2492 - 41.7429 \times 0.00$
 = **0.00**

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
 = **(2,482,405.53)** + **0.00** + **0.00**
 = **(2,482,405.53)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{(2,482,405.53)}{641,965,930.00}$
 = **(0.0039)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 April 2011 - 25 May 2011	
Per Order dated 27 September 2010 under ERC Case. No. 2008-019 RM	
*Applied Formula: $(FX_n(\text{Previous Month}) * \text{Previous Month DSR}) + (FX_n(\text{Previous Month}) * \text{Previous Month DSB}/12)$	
Previous Month 5day Average before the 25th = PhP43.2762	
Current Month FPPCA(pesos)	(2,482,405.53)
Less: Previous Month FxA (pesos)	(2,413,817.06)
Net	(68,588.46)
*Previous Month DSR + DSB	<u>135,101,952.97</u>
Percent Change	-0.05%
Previous Month FxA Rate	0.0065
Increase/Decrease	(0.0000)
Current Month FPPCA Rate	0.0065

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

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