

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

Billing Period Covered: 26 June 2015 - 25 July 2015

AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos}	= Debt Service Adjustment
	= (FXn - FX _o _{DSA}) x DSR + (FXn - FX _o _{DSA}) x DSB/12
	= (45.2798 - 44.0494) x 0.00 + (45.2798 - 44.0494) x 109,326,093.64 /12
	= 11,209,568.80
B. FxOpex_{pesos}	= Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
	= (FXn - FX _o _{OPEX}) x FxOpex
	= (45.2798 - 41.7429) x 0.00
	= 0.00
C. FxA_{pesos}	= Foreign Exchange-Related Cost Adjustment
	= DSA _{pesos} + FxOpex _{pesos} + OFxCA ^{4/}
	= 11,209,568.80 + 0.00 + 0.00
	= 11,209,568.80
D. Fx_{rate}	= $\frac{FxA_{pesos}}{Sales}$
	= $\frac{11,209,568.80}{38,655,122.12}$
	= 0.2900

REVISED AUTOMATIC FOREIGN EXCHANGE-RELATED COST (FxA)

Billing Period Covered: 26 June 2015 - 25 July 2015

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

Current Month DSA (pesos)	11,209,568.80
Less: Previous Month DSA (pesos)	28,966,377.00
Net	<u>(17,756,808.20)</u>
Previous Month DSR + DSB	1,284,824,179.24
Percent Change	-1.38%
Previous Month FxA Rate	0.2360
Increase/Decrease	<u>(0.0033)</u>
Current Month FxA Rate	<u>0.2327</u>

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (45.2798 - 44.0494) \times 95,588.63 + (45.2798 - 44.0494) \times 1,466,258.23 / 12$$

$$= 267,952.59$$

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

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

$$= (45.2798 - 41.7429) \times 0.00$$

$$= 0.00$$

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

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

$$= 267,952.59 + 0.00 + 0.00$$

$$= 267,952.59$$

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

$$= \frac{267,952.59}{40,102,046.46}$$

$$= 0.0067$$

REVISED AUTOMATIC FOREIGN EXCHANGE-RELATED COST (FxA)

Billing Period Covered: 26 June 2015 - 25 July 2015

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

Current Month DSA (pesos)	267,952.59
Less: Previous Month DSA (pesos)	2,381,648.70
Net	<u>(2,113,696.11)</u>
Previous Month DSR + DSB	105,639,716.07
Percent Change	-2.00%
Previous Month FxA Rate	0.0057
Increase/Decrease	<u>(0.0001)</u>
Current Month FxA Rate	0.0056

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (45.2798 - 44.0494) \times 0.00 + (45.2798 - 44.0494) \times 6,991,895.23 / 12$$

$$= 716,902.32$$

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

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

$$= 45.2798 - 41.7429 \times 0.00$$

$$= 0.00$$

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

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

$$= 716,902.32 + 0.00 + 0.00$$

$$= 716,902.32$$

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

$$= \frac{716,902.32}{502,548,348.11}$$

$$= 0.0014$$

REVISED AUTOMATIC FOREIGN EXCHANGE-RELATED COST (FxA)

Billing Period Covered: 26 June 2015 - 25 July 2015

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

Current Month DSR (pesos)	716,902.32
Less: Previous Month DSA (pesos)	3,985,673.81
Net	<u>(3,268,771.49)</u>
Previous Month DSR + DSB	<u>176,787,386.46</u>
Percent Change	-1.85%
Previous Month FxA Rate	0.0043
Increase/Decrease	<u>(0.0001)</u>
Current Month FxA Rate	<u>0.0042</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 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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