

**AUTOMATIC RECOVERY OF MONTHLY FUEL AND PURCHASED POWER COSTS AND FOREIGN-EXCHANGE
RELATED COSTS BY THE NATIONAL POWER CORPORATION (NPC)*
Billing Period Covered: February 27, 2010 - March 25, 2010
AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT**

LUZON

A. DSA_{pesos} = Debt Service Adjustment

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

$$= [45.6104 - 44.0494] \times 94,463,310.37 + [45.6104 - 44.0494] \times 0.00 /12$$

$$= 147,457,227.49$$

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

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

$$= [45.6104 - 41.7429] \times 0.00$$

$$= 0.00$$

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

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

$$= 147,457,227.49 + 0.00 + 0.00$$

$$= 147,457,227.49$$

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

$$= \frac{147,457,227.49}{784,152,981.00}$$

$$= 0.1880$$

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment

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

$$= [45.6104 - 44.0494] \times 7,106,601.73 + [45.6104 - 44.0494] \times 0.00 /12$$

$$= 11,093,405.30$$

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

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

$$= [45.6104 - 41.7429] \times 0.00$$

$$= 0.00$$

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

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

$$= 11,093,405.30 + 0.00 + 0.00$$

$$= 11,093,405.30$$

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

$$= \frac{11,093,405.30}{336,330,708.19}$$

$$= 0.0330$$

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment

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

$$= [45.6104 - 44.0494] \times 3,429,140.29 + [45.6104 - 44.0494] \times 0.00 /12$$

$$= 5,352,887.99$$

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

$$\begin{aligned} &= (FXn - FXo_{\text{Opex}}) \times FxOpex \\ &= [45.6104 - 41.7429] \times 0.00 \\ &= 0.00 \end{aligned}$$

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

$$\begin{aligned} &= DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA \\ &= 5,352,887.99 + 0.00 + 0.00 \\ &= 5,352,887.99 \end{aligned}$$

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

$$\begin{aligned} &= \frac{5,352,887.99}{635,135,718.13} \\ &= 0.0084 \end{aligned}$$

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