

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

Billing Period Covered: 26 February 2015 - 25 March 2015

AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (44.7388 - 44.0494) \times 19,030,367.30 + (44.7388 - 44.0494) \times 140,484,195.14 / 12$$

$$= 21,190,352.23$$

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

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

$$= (44.7388 - 41.7429) \times 0.00$$

$$= 0.00$$

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

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

$$= 21,190,352.23 + 0.00 + 0.00$$

$$= 21,190,352.23$$

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

$$= \frac{21,190,352.23}{36,547,098.00}$$

$$= 0.5798$$

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)

Billing Period Covered: 26 February 2015 - 25 March 2015

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

Current Month DSA (pesos)	21,190,352.23
Less: Previous Month DSA (pesos)	8,556,586.53
Net	<u>12,633,765.70</u>
Previous Month DSR + DSB	<u>1,813,693,093.84</u>
Percent Change	0.70%
Previous Month FxA Rate	0.2248
Increase/Decrease	0.0016
Current Month FxA Rate	<u>0.2264</u>

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (44.7388 - 44.0494) \times 3,214,401.91 + (44.7388 - 44.0494) \times 1,466,258.23 / 12$$

$$= 2,300,245.22$$

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

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

$$= (44.7388 - 41.7429) \times 0.00$$

$$= 0.00$$

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

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

$$= 2,300,245.22 + 0.00 + 0.00$$

$$= 2,300,245.22$$

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

$$= \frac{2,300,245.22}{36,085,138.28}$$

$$= 0.0637$$

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)

Billing Period Covered: 26 February 2015 - 25 March 2015

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

Current Month DSA (pesos)	2,300,245.22
Less: Previous Month DSA (pesos)	867,798.30
Net	<u>1,432,446.92</u>
Previous Month DSR + DSB	<u>183,942,483.72</u>
Percent Change	0.78%
Previous Month FxA Rate	0.0052
Increase/Decrease	<u>0.0000</u>
Current Month FxA Rate	0.0052

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{o_{\text{DSA}}}) \times DSR + (FX_n - FX_{o_{\text{DSA}}}) \times DSB/12$
 = $(44.7388 - 44.0494) \times 2,657,908.74 + (44.7388 - 44.0494) \times 6,991,895.23 /12$
 = 2,234,046.66

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{o_{\text{Opex}}}) \times FxOpex$
 = $44.7388 - 41.7429 \times 0.00$
 = 0.00

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA^{4/}$
 = $2,234,046.66 + 0.00 + 0.00$
 = 2,234,046.66

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{2,234,046.66}{523,749,446.00}$
 = 0.0043

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)

Billing Period Covered: 26 February 2015 - 25 March 2015

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

Current Month DSR (pesos)	2,234,046.66
Less: Previous Month DSA (pesos)	676,410.30
Net	<u>1,557,636.37</u>
Previous Month DSR + DSB	<u>143,375,010.19</u>
Percent Change	1.09%
Previous Month FxA Rate	0.0040
Increase/Decrease	<u>0.0000</u>
Current Month FxA Rate	0.0040

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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