

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

Billing Period Covered: 26 August 2012 - 25 September 2012

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		
	=	(41.6982 - 44.0494) x	8,943,700.25	+ (41.6982 - 44.0494) x 0.00 /12
	=	(21,028,428.03)		
B. FxOpex _{pesos}	= Foreign Exchange-Related Cost Adjustment for foreign related operating expenses			
	=	(FXn - FX _{O_{OPEX}}) x FxOpex		
	=	41.6982 - 41.7429 x 0.00		
	=	0.0000		
C. FxA _{pesos}	= Foreign Exchange-Related Cost Adjustment			
	=	DSA _{pesos} + FxOpex _{pesos} + OFxCA		
	=	(21,028,428.03)	+ 0.00	+ 0.00
	=	(21,028,428.03)		
D. Fx _{rate}	=	$\frac{FxA_{pesos}}{Sales}$		
	=	(21,028,428.03)		
	=	69,911,883.00		
	=	(0.3008)		

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)

Billing Period Covered: 26 August 2012 - 25 September 2012

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

*Applied Formula: (FXn(Previous Month) * Previous Month DSR) + (FXn(Previous Month) * Previous Month DSB/12)

Previous Month 5day Average before the 25th = PhP41 42.2552

Current Month FPPCA(pesos)	(21,028,428.03)
Less: Previous Month FXA (pesos)	(24,308,631.48)
Net	<u>3,280,203.46</u>
*Previous Month DSR + DSB	<u>572,492,523.17</u>
Percent Change	0.57%

Previous Month FXA Rate	0.1904
Increase/Decrease	<u>0.0011</u>
Current Month FPP	0.1915

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment
 = $(FX_n - FX_{O_{DSA}}) \times DSR + (FX_n - FX_{O_{DSA}}) \times DSB/12$
 = $(41.6982 - 44.0494) \times 1,475,224.91 + (41.6982 - 44.0494) \times 0.00 / 12$
 = **(3,468,548.81)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
 = $(FX_n - FX_{O_{Opex}}) \times FxOpex$
 = $41.6982 - 41.7429 \times 0.00$
 = 0.0000

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
 = $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
 = **(3,468,548.81)** + 0.00 + 0.00
 = **(3,468,548.81)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
 = $\frac{(3,468,548.81)}{197,646,415.00}$
 = **(0.0175)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
Billing Period Covered: 26 August 2012 - 25 September 2012	
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 = PhP41 42.2552	
Current Month FPPCA(pesos)	(3,468,548.81)
Less: Previous Month FxA (pesos)	(14,068,081.56)
Net	10,599,532.75
*Previous Month DSR + DSB	331,317,355.93
Percent Change	3.20%
Previous Month FxA Rate	0.0055
Increase/Decrease	0.0002
Current Month FPPCA Rate	0.0057

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment
= $(FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB/12$
= $(41.6982 - 44.0494) \times 1,617,993.96 + (41.6982 - 44.0494) \times 0.00 / 12$
= **(3,804,227.40)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
= $(FX_n - FX_{O_{\text{Opex}}}) \times FxOpex$
= $41.6982 - 41.7429 \times 0.00$
= 0.00

C. FxA_{pesos} = Foreign-Exchange-Related Cost Adjustment
= $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
= **(3,804,227.40)** + 0.00 + 0.00
= **(3,804,227.40)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
= $\frac{(3,804,227.40)}{649,078,711.00}$
= **(0.0059)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)	
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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 = PhP41 42.2552	
Current Month FPPCA(pesos)	(3,804,227.40)
Less: Previous Month FxA (pesos)	(1,072,143.89)
Net	(2,732,083.51)
*Previous Month DSR + DSB	25,250,058.30
Percent Change	-10.82%
Previous Month FxA Rate	0.0046
Increase/Decrease	(0.0005)
Current Month FPPCA Rate	0.0041

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

*The above calculation does not incorporate the OFxA as we are waiting for the decision in PSALM's response to ERC Case No. 2010-055MC

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