

AUTOMATIC RECOVERY OF MONTHLY FUEL AND PURCHASED POWER COSTS AND FOREIGN-EXCHANGE RELATED COSTS BY THE NATIONAL POWER CORPORATION (NPC)*
Billing Period Covered: 26 September 2010 - 25 October 2010
AUTOMATIC FOREIGN EXCHANGE-RELATED COST ADJUSTMENT

LUZON

A. DSA_{pesos} = Debt Service Adjustment
= $(FX_n - FX_{O_{\text{DSA}}}) \times DSR + (FX_n - FX_{O_{\text{DSA}}}) \times DSB / 12$
= $[43.3250 - 44.0494] \times 10,013,216.57 + [43.3250 - 44.0494] \times 362,308,304.23 / 12$
= **(29,124,918.72)**

B. $FxOpex_{\text{pesos}}$ = Foreign Exchange-Related Cost Adjustment for foreign related operating expenses
= $(FX_n - FX_{O_{\text{OPEX}}}) \times FxOpex$
= $43.3250 - 41.7429 \times 0.00$
= **0.0000**

C. FxA_{pesos} = Foreign Exchange-Related Cost Adjustment
= $DSA_{\text{pesos}} + FxOpex_{\text{pesos}} + OFxCA$
= **(29,124,918.72)** + **0.00** + **0.00**
= **(29,124,918.72)**

D. Fx_{rate} = $\frac{FxA_{\text{pesos}}}{\text{Sales}}$
= $\frac{(29,124,918.72)}{186,831,726.00}$
= **(0.1559)**

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)

Billing Period Covered: 26 September 2010 to 26 October 2010

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 = PhP44.0630

Current Month FPPCA(pesos)	(29,124,918.72)
Less: Previous Month FXA (pesos)	<u>565,102.34</u>
Net	(29,690,021.06)
*Previous Month DSR + DSB	<u>1,830,890,030.78</u>
Percent Change	-1.622%
Previous Month FXA Rate	0.2004
Increase/Decrease	<u>(0.0033)</u>
Current Month FF	0.1972

VISAYAS

A. DSA_{pesos} = Debt Service Adjustment

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

$$= [43.3250 - 44.0494] \times 3,155,639.64 + [43.3250 - 44.0494] \times 34,134,895.91 / 12$$

$$= (4,346,555.24)$$

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

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

$$= 43.3250 - 41.7429 \times 0.00$$

$$= 0.0000$$

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

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

$$= (4,346,555.24) + 0.00 + 0.00$$

$$= (4,346,555.24)$$

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

$$= \frac{(4,346,555.24)}{329,608,031.00}$$

$$= (0.0132)$$

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)**Billing Period Covered: 26 September 2010 to 26 October 2010****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 = PhP44.0630

Current Month FPPCA(pesos)	(4,346,555.24)
Less: Previous Month FXA (pesos)	58,108.52
Net	(4,404,663.76)
*Previous Month DSR + DSB	188,267,329.69
Percent Change	-2.34%
Previous Month FXA Rate	0.0336
Increase/Decrease	(0.0008)
Current Month FPPCA Rate	0.0328

MINDANAO

A. DSA_{pesos} = Debt Service Adjustment

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

$$= (43.3250 - 44.0494) \times 18,751.53 + (43.3250 - 44.0494) \times 37,226,776.20 / 12$$

$$= (2,260,840.00)$$

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

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

$$= 43.3250 - 41.7429 \times 0.00$$

$$= 0.00$$

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

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

$$= (2,260,840.00) + 0.00 + 0.00$$

$$= (2,260,840.00)$$

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

$$= \frac{(2,260,840.00)}{646,847,152.00}$$

$$= (0.0035)$$

REVISED AUTOMATIC FOREIGN EXCHANGE RELATED COST (FxA)**Billing Period Covered: 26 September 2010 to 26 October 2010****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 = PhP44.0630

Current Month FPPCA(pesos)	(2,260,840.00)
Less: Previous Month FXA (pesos)	<u>64,920.74</u>
Net	(2,325,760.74)
*Previous Month DSR + DSB	<u>210,338,416.81</u>
Percent Change	-1.11%
Previous Month FXA Rate	0.0066
Increase/Decrease	(0.0001)
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