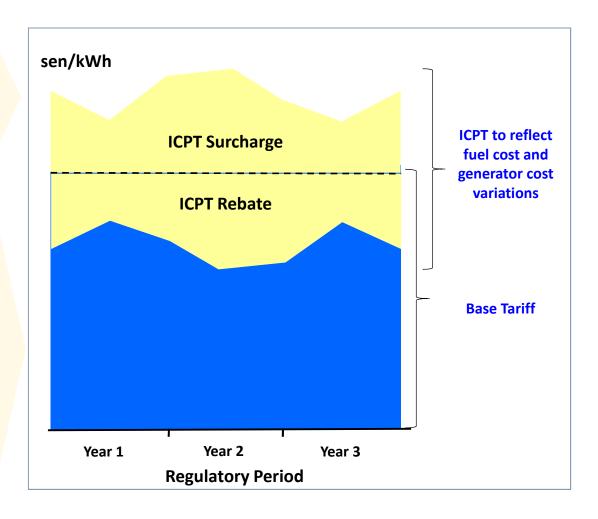
## Electricity tariff is made up of two components under IBR Framework - Base Tariff and Imbalance Cost Pass-Through (ICPT)

## **Imbalance Cost Pass-Through (ICPT):**

6-monthly tariff adjustment to reflect variations in fuel costs, costs associated with PPAs & SLAs and RE displaced costs

## **Base Tariff reflects:**

- a) CAPEX and OPEX of Transmission,Distribution, System Operation (SO)and Single Buyer (SB) Operation
- b) Return on regulated asset base of Transmission, Distribution, SO and SB
- c) Power purchase cost charged by Generators (including base price for fuel) to the Single Buyer (SB)



Note 1 : CAPEX = Capital expenditure 2 : OPEX = Operational expenditure