

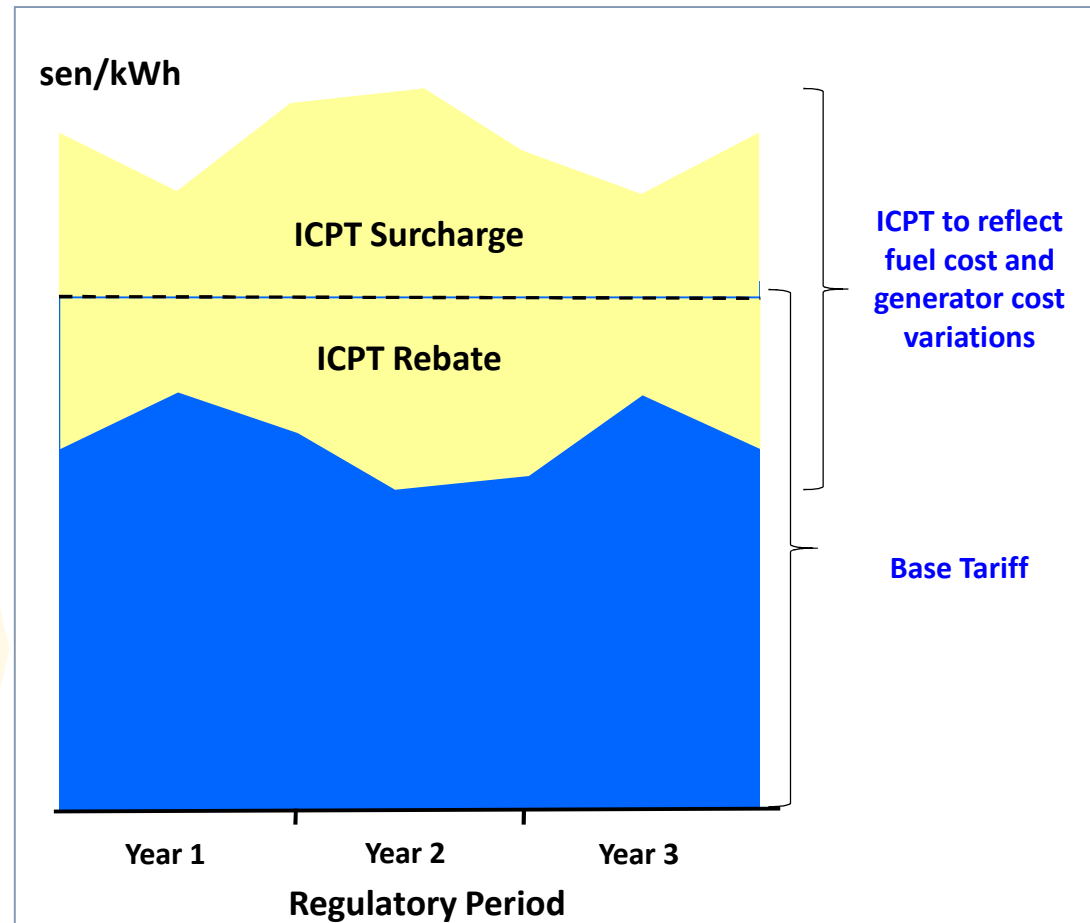
Electricity tariff is made up of two components under IBR Framework - Base Tariff and Imbalance Cost Pass-Through (ICPT)

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:

- CAPEX and OPEX of Transmission, Distribution, System Operation (SO) and Single Buyer (SB) Operation
- Return on regulated asset base of Transmission, Distribution, SO and SB
- 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