

Bulk Supply Tariff

(For Bulk Supply of Electricity on the Salalah System)

Applicable 1st January 2014 to 31st December 2014





BULK SUPPLY TARIFF (FOR BULK SUPPLY OF ELECTRICITY ON THE SALALAH SYSTEM)¹

APPLICABLE 1 JANUARY 2014 TO 31 DECEMBER 2014

1. Introduction

Areas Electricity Company SAOC.

Pursuant to the arrangements associated with the Salalah Concession, including the terms of the Bulk Supply Agreement, Oman Power & Water Procurement Company (OPWP) is required to make Bulk Supplies to Dhofar Power Company SAOC (DPC) in consideration of a Bulk Supply Tariff.

This document sets out the Bulk Supply Tariff for the Salalah System, as determined by OPWP and approved by the Authority for Electricity Regulation, Oman, for the period from 1 January 2014 to 31 December 2014.

It specifies (i) the rates to be charged for Bulk Supplies made to DPC; (ii) the method to be used to determine the quantities of Bulk Supply chargeable to DPC and (iii) the arrangements for invoicing and payment.

Capitalized terms used in this document shall have the following meanings:

"Bulk Supply" shall mean the bulk supply of electricity by OPWP to

DPC, and "Bulk Supplies" shall be construed

accordingly.

"Bulk Supply Agreement" shall mean the agreement dated 23 November 2009,

and any other agreement as may be entered into from time to time, providing for the making of Bulk Supplies by OPWP to DPC (each as may be

amended or supplemented from time to time).

"Bulk Supply Purchase Points" shall mean the points at which OPWP purchases

electricity for the purposes of making Bulk Supplies and at which such Bulk Supplies are purchased from

OPWP by DPC.

"Connected System" shall mean any system other than Salalah System and

which is connected to the Salalah System.

This Bulk Supply Tariff is not applicable to (i) the Main Interconnected System or (ii) any system operated by Rural

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"Salalah Concession"

shall mean the concession granted by Royal Decree

20/2001.

"Salalah System"

shall mean the transmission and distribution system

of DPC.

2. Rates for Bulk Supply

Bulk Supplies made to DPC shall be charged in six rate bands, based on the day of the week and the time of day that electricity is taken. The rate bands are defined in Table 1 below.

Table 1 - Bulk Supply Rate Bands

Rate Band	Time Period	Days of Week Saturday to Thursday	
On-Peak Weekday	00:00 to 04:00 and 15:00 to 17:00		
On-Peak Friday	00:00 to 04:00 and 15:00 to 17:00	Friday	
Off-Peak Morning	04:00 to 11:00	All days	
Mid-Peak Weekday	11:00 to 15:00	Saturday to Thursday	
Mid-Peak Friday	11:00 to 15:00	Friday	
Off-Peak Night	17:00 to 24:00	All days	



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The rates (in Rial Omani per MWh) applicable for Bulk Supplies in each rate band during each month during 2014 shall be as set out in Table 2 below.

Table 2 - Bulk Supply Rates in Rial Omani per MWh

	On-Peak		Off-Peak Morning	Mid-Peak		Off-Peak Night
	Weekday	Friday	All Days	Weekday	Friday	All Days
January – March	9	9	9	9	9	9
April	24	24	17	20	17	20
May – June	41	24	20	31	17	20
July – August	10	10	10	10	10	10
September – October	11	10	10	11	10	10
November – December	9	9	9	9	9	9

3. Determination of Bulk Supply Chargeable

The rates specified in Table 2 above are applicable to Bulk Supplies made at Bulk Supply Purchase Points.

The quantity of Bulk Supply chargeable to DPC for each hour of each month shall be determined by OPWP as follows:

$$BS_h = TBP_h - SCS_h$$

Where:

 BS_h = the Bulk Supply in MWh chargeable to DPC for hour h;

 TBP_h = the total quantity of electricity in MWh purchased by OPWP at Bulk Supply Purchase Points in respect of hour h; and

 SCS_h = the total quantity of electricity in MWh sold by OPWP into or over Connected Systems in respect of hour h.



4. Invoicing and Payment

OPWP shall invoice DPC for Bulk Supplies in accordance with the following procedure:

- (a) As soon as reasonably practicable following the end of each month, OPWP shall calculate, as provided in section 3 above, the quantities of Bulk Supply chargeable to DPC for that month, and shall issue a statement of the Bulk Supply charges payable in respect thereof.
- (b) As soon as reasonably practicable following the end of the calendar year, and after consultation with DPC, OPWP shall make a final calculation of the quantities of Bulk Supply chargeable to DPC for each month during the year, and shall issue a final consolidated statement of the Bulk Supply charges payable in respect thereof. This shall be accompanied by a final supplemental invoice or credit, as applicable, reflecting any adjustments required to the previous invoices.

Payment of invoices issued as described above shall be made by DPC in accordance with the terms of the Bulk Supply Agreement.

5. Amendments

Under certain circumstances it may become necessary to amend this Bulk Supply Tariff during its period of application. Any such amendment shall only be made in accordance with the OPWP License and with the approval of the Authority for Electricity Regulation, Oman. OPWP shall provide DPC with details (including the date of application) of any amendment on a timely basis.

Saud Bin Nasser Al Shukaili Chairman