

BULK SUPPLY TARIFF (FOR BULK SUPPLY OF DESALINATED WATER ON MAIN INTERCONNECTED ZONE AND SHARQIYAH ZONE)

**APPLICABLE 1 JANUARY 2026 TO 31 DECEMBER
2026**



BULK SUPPLY TARIFF

(FOR BULK SUPPLY OF DESALINATED WATER ON MAIN INTERCONNECTED ZONE AND SHARQIYAH ZONE)¹

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I. Introduction

Pursuant to Article 74 of the Sector Law (as defined below) and Condition 21 of the Power and Water Procurement License granted by the Authority for Public Services Regulation (**APSR**), Oman Power & Water Procurement Company (**PWP**) is required to make Bulk Supplies of Desalinated Water or Pre-COD Water Output to the Nama Water Services Company SAOC (**NWS**) in accordance with a Bulk Supply Agreement entered into for such purpose, and in consideration of a Bulk Supply Tariff.

PWP has entered into Bulk Supply Agreement with NWS, formerly Nama Water Services (**NWS**), covering *inter alia* the Bulk Supply of Desalinated Water or Pre-COD Water Output produced by the Plants (as defined below).

This document sets out the Bulk Supply Tariff, as determined by PWP and approved by APSR, in respect of Desalinated Water Delivered or Pre-COD Water Output delivered to NWS for the period from 1 January 2026 to 31 December 2026. It specifies (i) the fixed and variable charges payable by NWS and (ii) the arrangements for invoicing and payment.

Unless otherwise defined in this document, capitalized terms used in this document which are defined in the Bulk Supply Agreement shall have the meanings given to them therein. The following words and expressions, when used with capital initial letters, shall have the following meanings:

“Bulk Supply”	means the bulk supply of Desalinated Water or Pre-COD Water Output by PWP to NWS, and “Bulk Supplies” shall be construed accordingly.
“Bulk Supply Agreement”	means an agreement entered into between PWP and NWS in relation to the provision of Bulk Supplies of Desalinated Water.
“Bulk Supply Tariff”	means the consideration charged by PWP for the Bulk Supply of Desalinated Water or Pre-COD Water Output, as determined from time to time by PWP and approved by APSR.
“Desalinated Water”	means <ul style="list-style-type: none">(i) in respect of the Barka I IWPP, Potable Water;(ii) in respect of the Barka II IWPP, Potable Water;(iii) in respect of the Ghubrah II IWP, Potable Water;(iv) in respect of the Sur II IWP, Potable Water;

¹ This Bulk Supply Tariff is not applicable to the Dhofar Water Network.

- (v) in respect of the Qurayyat IWP, Potable Water;
- (vi) in respect of the Barka IV IWP, Potable Water;
- (vii) in respect of the Sohar IV IWP, Potable Water;
- (viii) in respect of the Aseelah IWP, Potable Water; and
- (ix) in respect of the Barka V IWP, Potable Water;

“Desalinated Water Delivered” means the Desalinated Water delivered at the Potable Water Delivery Points by the Plants, which includes the Pre-COD Water Output, as measured by the Potable Water Metering System.

“Pre-COD Water Output” means the Potable Water delivered at the Potable Water Delivery Points pursuant to dispatch instructions during any period before the commercial operation date as measured by the Potable Water Metering System.

“Plants” means the following:

- (i) Barka I IWP ;
- (ii) Barka II IWPP;
- (iii) Ghubrah II IWP;
- (iv) Sur II IWP;
- (v) Qurayyat IWP;
- (vi) Barka IV IWP;
- (vii) Sohar IV IWP;
- (viii) Aseelah IWP, and
- (ix) Barka V IWP.

and “Plant” shall be construed as one of the above (as may be applicable).

“Potable Water” means the water produced by the Plants which complies with Oman Standard Number 8/2012 (or such standard as may replace or amend this standard from time to time).

“Potable Water Delivered” means the Potable Water delivered at the Potable Water Delivery Points by the Plants to NWS, in accordance with the dispatch instructions, as measured by the Potable Water Metering System.

“Potable Water Delivery Points” means the connection points at the boundary fence between the Plant and NWS’s facilities where the Potable Water is delivered.

“Potable Water Metering System” means the metering system utilized by NWS and the Plant owner to measure the quantities of Potable Water Delivered.

“Sector Law”

means the Law for the Regulation and Privatization of the Electricity and Related Water Sector promulgated by Royal Decree No. 78/2004, as amended from time to time.

“Water Desalination Capacity” means;

- (i) in respect of the Barka I IWPP, the nominal capacity of the Plant to deliver Potable Water, being **91,200 m3/day** from 1 January 2026 to 31 December 2026 as a standby mode;
- (ii) in respect of the Barka II IWPP, the nominal capacity of the Plant to deliver Potable Water, being **120,000 m3/day** from 1 January 2026 to 18 May 2026;
- (iii) in respect of the Ghubrah II IWP, the nominal capacity of the Plant to deliver Potable Water, being **190,905 m3/day** from 1 January 2026 to 31 December 2026;
- (iv) in respect of the Sur II IWP, the nominal capacity of the Plant to deliver Potable Water, being **131,837 m3/day** from 1 January 2026 to 31 December 2026;
- (v) in respect of the Qurayyat IWP, the nominal capacity of the Plant to deliver Potable Water, being **200,000 m3/day** from 1 January 2026 to 31 December 2026;
- (vi) in respect of the Barka IV IWP, the nominal capacity of the Plant to deliver Potable Water, being **281,000 m3/day** from 1 January 2026 to 31 December 2026;
- (vii) in respect of the Sohar IV IWP, the nominal capacity of the Plant to deliver Potable Water, being **250,000 m3/day** from 1 January 2026 to 31 December 2026;
- (viii) in respect of the Aseelah IWP, the nominal capacity of the Plant to deliver Potable Water, being **80,000 m3/day** from 1 January 2026 to 31 December 2026;
- (ix) in respect of the Barka V IWP, the nominal capacity of the Plant to deliver Potable Water, being **100,000 m3/day** from 1 July 2026 to 31 December 2026; and

2. Charges for Bulk Supply

The charges for Bulk Supply shall be payable on a monthly basis and shall comprise (i) a fixed charge, payable for the Water Desalination Capacity or Pre-COD Water Output; (ii) a variable charge payable in relation to the quantity of Desalinated Water Delivered or Pre-COD Water Output delivered to NWS and differentiated in rate bands with respect to the time of day.

The fixed charge for Water Desalination Capacity or Pre-COD Water Output specified in Table 1 shall be payable in respect of the contracted capacity of each Plant or Pre-COD Water Output delivered by the Plant. In the event that the availability of the Water Desalination Capacity falls short of the contracted capacity, or the Pre-COD Water Output was not delivered by the Plant, the actual water availability cost will be adjusted, and over/under recovery will be captured by the correction factor (K-factor) for water. The K-factor shall be calculated by PWP and considered in the BST of the following year in accordance with a methodology approved by APSR.

2.1 Charges for Bulk Supply to NWS

(1) FIXED CHARGES

Table 1 shows the fixed charges applicable to Water Desalination Capacity provided or Pre-COD Water Output delivered to NWS.

Table 1 – Fixed charges

Charge	Rate OMR per day per m ³ /day
Fixed charge for Water Desalination Capacity or Pre-COD Water Output delivered by the Plant	0.142

(ii) VARIABLE CHARGES

Variable charges applicable to Desalinated Water Delivered or Pre-COD Water Output delivered to NWS is shown in table 2 and 3 below.

Table 2 – Bulk Supply Rates in Rial Omani per m³

Months	Off-Peak	Night-Peak	Weekday Day-Peak	Weekend Day-Peak
January – March	0.080	0.080	0.080	0.080
April	0.092	0.092	0.092	0.092
May – July	0.114	0.215	0.177	0.167
August – September	0.099	0.146	0.109	0.110
October	0.092	0.092	0.092	0.092
November– December	0.080	0.080	0.080	0.080

Table 3 – Tariff band-definitions

Rate Band	Time(s)	Day(s)
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Off-Peak	03:00 to 12:59 and 16:00 to 21:59	All days
Night-Peak	22:00 to 02:59 (following day)	All days
Weekday Day-Peak	13:00 to 15:59	Sunday to Thursday
Weekend Day-Peak	13:00 to 15:59	Friday to Saturday

Note: The approved BST is exclusive of the Value Added Tax (VAT), and as per the applicable rates, VAT will be charged over and above the bulk supply charges.

3. Invoicing and Payment

PWP shall invoice NWS for Bulk Supplies in accordance with the following procedure:

- Immediately following the end of each month, PWP shall estimate the quantities of Bulk Supplies chargeable to NWS for that month using such reasonable method as it sees fit and shall issue a preliminary invoice on the basis of such estimated quantities.
- As soon as PWP receives the quantity of Desalinated Water Delivered or Pre-COD Water Output delivered each month, as certified by NWS and the relevant Plant owner, the variable charge rate specified in Tables 2 and 3 above shall be applied to the certified quantity of Desalinated Water Delivered or Pre-COD Water Output delivered each month. This shall be accompanied by a supplemental invoice or credit, as applicable, reflecting the adjustments required to the preliminary invoices.
- PWP shall issue a full-year consolidated statement (if applicable), shortly following the end of the calendar year, together with a final reconciliation invoice (or credit note).

Payment of invoices issued as described above shall be made by NWS (as may be applicable) within thirty (30) days of receipt. Where a credit is issued to NWS as described above, the amount shall be settled by way of deduction from subsequent payment(s) of Bulk Supplies charges to PWP unless NWS requests, in writing, that the relevant amount be refunded in cash by PWP, in which case PWP shall make such payment within thirty (30) days of receipt of the written request.

4. 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 PWP's Licence and with the approval of APSR. PWP shall provide NWS with details (including the date of application) of any amendment on a timely basis