

Adani Transmission (India) Limited

Registered Office: "ADANI HOUSE", Near Mithakhali Six Roads, Navarangapura,
Ahmedabad-380009 | Website: www.adanitransmission.com

PUBLIC NOTICE

Suggestions/Objections on Adani Transmission (India) Limited's Petition for approval of True up of ARR for FY 2017-18 and FY 2018-19, Provisional Truing up of ARR for FY 2019-20 and Determination of ARR for FY 2020-21 to FY 2024-25 [Case No. 289 of 2019]

- Adani Transmission (India) Limited (ATIL) has filed a Petition for Approval of True-Up of ARR for FY 2017-18 & FY 2018-19, Provisional True-Up of ARR for FY 2019-20 as per MERC MYT Regulations, 2015 and Determination of ARR for 4th Control Period FY 2020-21 to FY 2024-25 as per MERC MYT Regulations, 2019.
- The Commission has admitted the Petition on 10 December 2019 and directed ATIL to publish a Public Notice under Section 64(2) of the Electricity Act, 2003 for inviting suggestions/objections from the Public through this Notice.
- The salient features of the Petition are provided below:

Table 1: True up of FY 2017-18 & FY 2018-19 and Provisional Truing up for FY 2019-20 - (Rs. Crores)

Sr. No.	Particulars	FY 2017-18		FY 2018-19		FY 2019-20	
		Approved*	Audited	Approved*	Audited	Approved*	Proposed
1	Operation & Maintenance Expenses	6.06	9.64	6.35	11.92	6.65	12.30
2	Depreciation Expenses	36.15	37.37	36.27	37.50	36.38	37.64
3	Interest on Loan Capital	35.99	40.41	31.76	35.67	27.52	30.49
4	Interest on Working Capital and on Consumer Security Deposits	2.47	2.51	2.07	2.40	2.06	2.41
5	Income Tax	8.64	7.56	8.72	6.01	8.69	8.99
6	Contribution to contingency reserves	1.71	3.54	1.71	3.54	1.72	3.56
7	Total Revenue Expenditure	91.00	101.03	86.88	97.04	83.03	95.39
8	Add: Return on Equity Capital	31.83	32.91	32.15	33.03	32.04	33.15
9	Aggregate Revenue Requirement	122.84	133.94	119.03	130.06	115.08	128.54
10	Less: Non-Tariff Income	0.31		0.37	0.64	0.49	0
11	Net Aggregate Revenue Requirement from Transmission Business	122.53	133.94	118.65	129.42	114.58	128.54
Impact of Truing-up of FY 2017-18 and FY 2018-19 and related claims#							
12	Gain (loss) on account of Uncontrollable factor to be passed on to the consumers		11.40		10.58		
13	1/3rd Gain (loss) on account of Controllable factor to be passed on to the consumers		0.58		0.06		
14	Trued-up ARR		134.51		129.29		
15	Availability Incentive		1.01		0.99		
16	Carrying Cost for Delay in Recovery of ARR for FY 17-18		2.66				
17	Carrying Cost for Delay in Recovery of Incentive of FY 2017-18		0.18				
18	Carrying Cost for Delay in Recovery of ARR for FY 18-19				1.68		
19	Carrying Cost for Delay in Recovery of Incentive of FY 2018-19				0.10		
20	Total revenue recovered from TSUs during the year		123.44		113.50		114.58
21	Revenue Gap/ (Surplus)		14.91		18.55		13.98

* - Note: The approved values specified are approved by the Hon'ble Commission in Case 170 of 2017 dated 12 September 2018.

- Note: As Claimed by Petitioner

Table 2: Projected ARR of FY 2020-21 to FY 2024-25 (Rs. Crores)

Particulars	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25
O&M Expenses	12.27	12.78	13.26	13.74	14.29
Depreciation	37.66	37.66	37.66	37.66	37.66
Interest on Long-term Loan Capital	25.54	20.55	15.56	10.57	5.58
Interest on Working Capital	2.30	2.25	2.19	2.14	2.09
Contribution to contingency reserves	3.57	3.57	3.57	3.57	3.57
Total Revenue Expenditure	81.34	76.80	72.23	67.68	63.18
Return on Equity	38.18	38.18	38.18	38.18	38.18
Gross Aggregate Revenue Requirement	119.52	114.98	110.42	105.86	101.37
Less: Non-Tariff Income	0	0	0	0	0
Net Aggregate Revenue Requirement	119.52	114.98	110.42	105.86	101.37
Add: Gap/ (Surplus) for True-up for FY 2017-18 (incl of Carrying Cost)	14.91				
Add: Gap/ (Surplus) for True-up for FY 2018-19 (incl of Carrying Cost)	18.55				
Add: Gap/ (Surplus) for ARR for FY 2019-20 (incl of Carrying Cost)	13.98				
Impact of ATE Judgment					
Impact of Capital Cost of Bus Reactor	34.54				
Carrying Cost of Bus Reactor	17.10				
DPC	21.85				
Carrying Cost of DPC	8.79				
Add Tax Impact	17.72				
Total Annual Revenue Requirement including past gaps	266.97				

Note: The previous year gaps are as proposed in the respective years as is computed in Table 1

4. Copies of the following documents can be obtained on written request from the office of ATIL.

- Executive summary of the proposals (free of cost, in Marathi/English).
- Detailed Petition documents along with CD (in English) (on payment of Rs. 100/- by Cash / DD) drawn on "Adani Transmission (India) Limited" payable at "Ahmedabad"
- Detailed Petition documents (in English) (on payment of Rs. 100/-)
- CD of detailed Petition document (in English) (on payment of Rs. 50/-).

Office	Address	Telephone / Fax No.	Email
Corporate Office	Adani Transmission (India) Limited, Adani Corporate House, Adani Shantigram, Ahmedabad-382421	Tel: (91 79)- 25556900 Fax: (91 79) 25557155	bhavesh.kundalia@adani.com

5. The Commission has directed ATIL to invite Suggestion/Objections from the public on the above Petition through this Notice which may be sent to the **Secretary, Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai-400 005, or by Fax [022 22163976], or by E-mail [mercindia@merc.gov.in] by 04 January 2020** along with proof of service on ATIL **Shri Bhavesh Kundalia, Adani Transmission (India) Ltd., Adani Corporate House, Adani Shantigram, Ahmedabad-382421, Tel No. +91-79-25556900, Fax No. +91-79-25557155, Email id: bhavesh.kundalia@adani.com]**

6. Every person who intends to file Suggestions/ Objections can submit the same in English or in Marathi, in six copies (1+5) personally or by post or by fax or by E-mail, and should mention the full name, postal address and e-mail address, if any, of the sender. It should be indicated whether the Suggestions/ Objections are being filed on behalf of any organization or category of consumers. It should also be mentioned if the sender wants to be heard in person, whereby opportunity would be given by in the Public Hearing to be held at office of the **Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai-400005 on Tuesday 07 January, 2020 at 10:00 Hrs.**, for which no separate notice will be given.

7. ATIL shall reply to each of the Suggestions/ Objections received within three days of the receipt of the same but not later than **07 January, 2020** for all the Suggestions/Objections received till **04 January, 2020**. Stakeholders can submit their rejoinders on replies provided by ATIL either during the public hearing or latest by **10 January, 2020**.

8. The detailed Petition document and the summary are available on ATIL's website www.adanitransmission.com and the Executive Summary is also available on the website of the Commission www.merc.gov.in in downloadable format (free of cost).

Place: Ahmedabad, Gujarat

Date: __ December, 2019

Mr. Bhavesh Kundalia,

Adani Transmission (India) Limited

Size: 20cm (w) x 33 cm (h)