

**PUBLIC NOTICE**

**Suggestions/objections on Petition of Reliance Infrastructure Limited-Transmission for Truing up of ARR for FY 2014-15, provisional Truing up of FY 2015-16 and approval of ARR for the MYT Third Control Period from FY 2016-17 to FY 2019-20 (Case No. 13 of 2016)**

- Reliance Infrastructure Limited-Transmission (RInfra-T) has filed a Petition for True up of Aggregate Revenue Requirement (ARR) for FY 2014-15, provisional Truing up of FY 2015-16 and approval of ARR for the Multi Year Tariff (MYT) Third Control Period from FY 2016-17 to FY 2019-20 in accordance with MERC (MYT) Regulations, 2015.
- The filing for True up for FY 2014-15 and for provisional True up for FY 2015-16 is based on applicable provisions of the MERC (MYT) Regulations, 2011. The filing for ARR for the MYT Third Control Period from FY 2016-17 to FY 2019-20 is based on applicable provisions of the MERC (MYT) Regulations, 2015 and other relevant Regulations.
- The Commission has admitted the Petition on **Thursday 10 March, 2016** and directed RInfra-T to publish a Public Notice under Section 64(2) of the Electricity Act, 2003 inviting suggestions and objections from the public.
- The salient features of the Petition are provided below:

**Table 1: True up for FY 2014-15**

(₹ Crore)

Sr. No.	Particulars	FY 2014-15		
		Approved in Case No. 221 of 2014 (MTR)	RInfra-T Petition	Net Entitlement after sharing of gains/(losses)
1	Operation & Maintenance Expenses	52.05	51.74	51.80
2	Depreciation	59.57	59.57	59.57
3	Interest on Long-term Loan Capital	73.40	73.74	73.74
4	Interest on Working Capital	6.81	6.77	6.77
5	Contribution to Contingency Reserves	3.50	3.50	3.50
6	Income Tax	1.01	29.09	29.09
<b>A</b>	<b>Total Revenue Expenditure</b>	<b>196.34</b>	<b>224.41</b>	<b>224.47</b>
7	Add: Return on Equity	72.11	72.30	72.30
8	Add: Availability Incentive	-	4.73	4.73
<b>B</b>	<b>Total Aggregate Revenue Requirement</b>	<b>268.45</b>	<b>301.44</b>	<b>301.50</b>
9	Revenue from InSTS	317.42	317.42	317.42
10	Non-Tariff Income	2.32	2.55	2.55
11	Income from Other Business	0.04	0.02	0.02
<b>C</b>	<b>Total Revenue</b>	<b>319.77</b>	<b>319.99</b>	<b>319.99</b>
	<b>Revenue Gap/(Surplus) = (B-C)</b>	<b>(51.33)</b>	<b>(18.55)</b>	<b>(18.49)</b>

**Table 2: Provisional Truing up for FY 2015-16**

(₹ Crore)

Sr. No.	Particulars	Approved in Case No. 221 of 2014 (MTR)	FY 2015-16	FY 2015-16	FY 2015-16
			(Actual) H1	(Estimated) H2	(Estimated) Total
1	Operation & Maintenance Expenses	54.88	27.34	27.34	54.67
2	Depreciation	63.12	30.42	31.37	61.79
3	Interest on Long-term Loan Capital	72.83	35.35	35.35	70.70
4	Interest on Working Capital	4.96	2.70	2.70	5.39
5	Contribution to Contingency Reserves	3.57	1.79	1.79	3.59
6	Income Tax	1.01	-	-	29.09
<b>A</b>	<b>Total Revenue Expenditure</b>	<b>200.37</b>	<b>97.60</b>	<b>98.54</b>	<b>225.23</b>
7	Add: Return on Equity Capital	75.84	37.30	37.30	74.61
8	Less: Non-Tariff Income	(37.65)	(1.65)	(1.31)	(2.96)
9	Less: Income from Other Business	(0.04)	-	(0.02)	(0.02)
<b>B</b>	<b>Total Aggregate Revenue Requirement</b>	<b>238.52</b>	<b>133.25</b>	<b>134.51</b>	<b>296.85</b>
C	Cumulative revenue gap till FY 13-14 inclusive of carrying cost	12.94			12.94
D	Revenue gap / (surplus) for FY 14-15	(51.33)			(51.33)
E	Impact of ATE Judgment in Appeal No. 139 of 2012	8.72			8.72
<b>F</b>	<b>Net ARR (B+C+D+E)</b>	<b>208.86</b>	<b>133.25</b>	<b>134.51</b>	<b>267.19</b>
G	Revenue from InSTS	208.86	136.25	104.43	240.68
<b>H</b>	<b>Provisional Revenue gap / (surplus) for FY 15-16 (F-G)</b>	<b>-</b>			<b>26.52</b>

**Table 3: Capitalisation for FY 2014-15 and FY 2015-16**

(₹ Crore)

Particulars	FY 2014-15		FY 2015-16	
	Approved in Case No. 221 of 2014 (MTR)	RInfra-T Petition	Approved in Case No. 221 of 2014 (MTR)	RInfra-T Petition
Capitalisation	26.45	34.60	134.28	64.94

**Table 4: Proposed Capitalisation for FY 2016-17 to FY 2019-20**

(₹ Crore)

Particulars	Ensuing Years			
	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20
Capitalisation	85.97	488.32	847.19	793.02

**Table 5: Summary of Aggregate Revenue Requirement for FY 2016-17 to FY 2019-20**

(₹ Crore)

Sr. No.	Particulars	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20
1	Operation & Maintenance Expenses	56.52	61.05	68.70	79.41
2	Depreciation	66.30	80.85	111.14	148.70
3	Interest on Long-term Loan Capital	66.38	81.22	124.18	175.26
4	Interest on Working Capital	6.95	7.00	9.15	12.08
5	Contribution to Contingency Reserves	3.75	3.96	5.18	7.30
6	Income Tax	29.09	29.09	29.09	29.09
7	Return on Equity	78.12	91.47	122.52	160.66
<b>A</b>	<b>Total Revenue Expenditure</b>	<b>307.10</b>	<b>354.64</b>	<b>469.96</b>	<b>612.49</b>
	<b>Revenue other than from InSTS</b>				
8	Non-Tariff Income	2.96	3.34	3.77	4.34
9	Income from Other Business	0.05	0.06	0.06	0.06
<b>B</b>	<b>Total Revenue</b>	<b>3.01</b>	<b>3.40</b>	<b>3.83</b>	<b>4.40</b>
<b>C</b>	<b>ARR (A - B)</b>	<b>304.08</b>	<b>351.24</b>	<b>466.12</b>	<b>608.09</b>
D	Revenue gap/(surplus) of FY 14-15	32.84			
E	Carrying cost on Revenue gap/(surplus) for FY 14-15	(6.36)			
F	Provisional Revenue gap/(surplus) for FY 15-16	26.52			
<b>G</b>	<b>Net Aggregate Revenue Requirement (C+D+E+F)</b>	<b>357.07</b>	<b>351.24</b>	<b>466.12</b>	<b>608.09</b>

- Copies of the following documents can be obtained on written request from the offices of RInfra-T:
  - Executive Summary of the Petition (free of cost, in Marathi/English).
  - Detailed Petition documents along with CD (in English) (on payment of Rs. 150/- by Cash/DD/Cheque) drawn on "Reliance Infrastructure Limited" payable at Mumbai.
  - Detailed Petition documents (in English) (on payment of Rs. 100/-).
  - CD of detailed Petition document (in English) (on payment of Rs. 50/-).

Office	Address	Tele / Fax No.
Registered & Head Office	H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai 400 710	Tel:+91-22-3038 6101 Fax:+91-22-3037 6622/23
Office	Devidas Lane, Off SVP Road, Near Devidas Telephone Exchange, Borivali (W), Mumbai 400 103	Tel:+91-22-3009 9999 Fax: +91-22-3009 8799
North Division	369 D, Jn of Shanker Lane & S V Road, Kandivali (W), Mumbai 400 067	Tel:+91-22-3009 6999 Fax:+91-22-3009 4580
Central Division	Western Expressway, Opp: Patel Aluminium, Dindoshi, Goregaon (E), Mumbai 400 097	Tel:+91-22-3009 6999 Fax:+91-22-3009 4844
South Central Division	E-4, MIDC, Andheri (E), Mumbai 400 093	Tel:+91-22-3009 6999 Fax:+91-22-3009 4200
South Division	RNA Corporate Park, Old Kala Mandir, Near Collector's Office, Bandra (E), Mumbai 400 051	Tel:+91-22-3009 6999 Fax:+91-22-3009 6263
East Division	Near Sahakar Cinema, Tilak Nagar, Road No.3, Chembur, Mumbai 400 089	Tel:+91-22-3009 6999 Fax:+91-22-3009 2022

- The Commission has directed RInfra-T to invite suggestions and objections from the public on the above Petition through this Notice.
- The suggestions / objections may be submitted to the Commission (1+5 copies), by post / courier / by hand; or by fax (No. 022-22163976) or E-Mail (mercindia@merc.gov.in), addressed to the Secretary, Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai 400 005 by **Thursday 7 April, 2016** along with proof of service on Shri Vivek Mishra, Asst. Vice President, Regulatory Affairs, 7th Floor, Devidas Lane, Off SVP Road, Near Devidas Telephone Exchange, Borivali (W), Mumbai 400 103. [Fax No. 022-30098799, Email id: vivek.g.mishra@relianceada.com]
- The suggestions and objections may be filed in English or in Marathi and should mention the full name, postal address and E-mail address, if any, of the sender. It should be indicated whether the suggestions and 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, in which case opportunity would be given by the Commission at the Public Hearing to be held at the Office of the **Maharashtra Electricity Regulatory Commission, 13th Floor, Centre No.1, World Trade Centre, Cuffe Parade, Mumbai 400 005 on Wednesday 13 April, 2016 at 11.30 Hrs.**, for which no separate notice will be given.
- RInfra-T shall reply to each of the suggestions and objections received within three days of the receipt of the same but not later than **Tuesday 12 April, 2016** in respect of all those received till **Thursday 7 April, 2016**. Rejoinders may be submitted on replies provided by RInfra-T either during the Public Hearing or by **Monday 18 April, 2016**.
- The detailed Petition document and the Executive Summary are available on RInfra-T's website <http://www.relianceenergy.in/html/regulatory.html>. The Executive Summary is also available on the Commission's websites [www.mercindia.org.in](http://www.mercindia.org.in) / [www.merc.gov.in](http://www.merc.gov.in) in downloadable format (free of cost)

s/d

(Ramesh Shenoy)

Company Secretary

Reliance Infrastructure Limited

Place: Mumbai

Date: 15 March, 2016