

TRUING UP OF HESCOM ARR FOR FY07

Particulars	Approved	Actual as per Audited Accounts	Considered for True up
Revenue			
Revenue From Sale of Power	1,014.81	1,025.74	1,025.74
Subsidies	623.88	640.06	623.88
Other Income	10.47	68.77	68.77
Total Revenue	1,649.16	1,734.57	1,718.39
Expenditure			
Power Purchase Cost including Tr. Charges	1,117.21	1,313.82	1,264.43
Employee Expenses	190.62	165.86	160.29
R&M Expenses	27.76	17.81	17.81
A&G Expenses	38.47	34.21	34.21
Sub Total O&M Expenses	256.85	217.88	212.31
Depreciation	53.46	83.16	83.16
Interest & Financing Charges(net)	57.44	129.83	91.86
(Less) Interest Capitalised	-	-	
Other Debits/Expenses	4.38	21.11	11.63
Net Prior Period Expenses	-0.04	(34.75)	(34.75)
Return on equity	40.29	-	
Provision for Tax	6.19	(7.25)	(7.25)
Fringe Benefit Tax & Provision for Income Tax	0	0.27	0.27
Total Expenses	1,535.78	1,724.07	1,621.66
Net ARR	1,525.31	1,655.30	1,552.89
Surplus with Committed subsidy	113.38	10.50	96.73
Average CoS	-	-	2.96

Power purchase Cost w/r to approved losses

	Approved	Actuals as per audited Accounts
Energy input @IF points	6594.27	7257.37
Sales	4945.7	5238.42
Loss Percentage	25.00%	27.82%
Loss (MU)	1648.57	2018.95
Power purchase considering approved loss levels		6984.56
Deviation in Loss to be borne by Licensee		272.81
Power purchase cost	1,117.21	1,313.82
Average power purchase cost per unit		1.81
Power purchase cost to be allowed as per approved Losses		1,264.43
Deductions from actual power purchase cost as per actuals w/r to approved loss levels		49.39