ANNOUNCEMENT

PUBLIC CONSULTATION SESSION

Second Regulatory Periodic Review (PRR 2) on determination of Maximum Allowed Revenues (MAR)

Energy Regulatory Office (ERO) announces all interested parties that on 19 September 2017, starting from 10:00h, at “Swiss Diamond” Hotel, it will hold a Public Consultation Session regarding the Second Regulatory Periodic Review (PRR 2) on determination of Maximum Allowed Revenues (MAR) for Transmission System Operator (TSO), Market Operator (MO) and Distribution System Operator (DSO) for the Regulatory Period from 1 April 2018 until 31 March 2023.

The second regulatory review process was initiated by ERO on 4 July 2017, upon which the following documents were published for consultation: Weighted Average Cost of Capital (WACC) – Consultation Paper, Asset Lives - Consultation Paper and Loss Reduction Target- Consultation Paper. Following the receipt of comments by interested parties, regarding these reports, and also following the submission of requirements by the licensed operators, ERO, through this session, aims to provide a chance to all interested parties to provide their comments regarding the requirements of the licensees. Among other things, during this session the licensees shall present the essential issues for their requirements, such as forecast of electricity demand, energy sale and losses, capital investments as well as operational and maintenance expenses for the next regulatory period PRR 2.

The current Maximum Allowed Revenues (MAR) were determined during the First Periodic Review in 2013 (PRR 1) and shall remain in force until a future decision by ERO Board, which is expected to be taken prior to the end of First Regulatory Period.

All interested parties are required to confirm their participation in this session at the electronic mail info@ero-ks.org.