

Proposed Evaluation Methodology

- ≡ The bid parameters are proposed to be brought to a single evaluation number i.e. "Net payment to be made by JKSPDCL to the selected developer as illustrated below:

Bid Parameter	Bidder 1	Bidder 2
Free Energy	18%	22%
Upfront Premium (Rs./MW)	15 Lacs/MW (Rs. 103.50 Cr.)	12.5 Lacs (Rs. 86.25 Cr.)
Levelised Tariff* for power supplied to JKSPDCL (55% of the net energy after netting off quoted Free Power)	2.75 Rs./kWh	2.50 Rs./kWh
Terminal Value (Rs. Crores)	300 Cr.	375 Cr.

* Levelised Tariff calculated as per CERC notified bid evaluation rates

08/07/2008

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- Values calculated as on Scheduled Date of Commissioning (60 Months) using a discounting rate of 10.49% as per CERC notification

Bid Parameter		Bidder 1	Bidder 2
Net Future Value of the Upfront Premium (Rs. Crores)	A	170.43	142.03
NPV of the Tariff Payments to be made to the developer for power purchase by JKSPDCL (55% of Net Energy X Tariff Stream Quoted by the bidder) (Rs. Crores)	B	3188.80	2760.26
Net Present Value of the Quoted Terminal Value	C	271.52	339.40
Total NPV of payments by JKSPDCL	B+C-A	3289.89	2957.63

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