

Pursuant to Article 4.8 of the Law on Transmission of Electric Power, Regulator and System Operator in Bosnia and Herzegovina ("Official Gazette of BiH", number 7/02 and 13/03), Articles 6 and 7 of the Rule on Tariff Proceedings ("Official Gazette of BiH", number 44/05), deciding upon the application of "Elektroprenos Bosne i Hercegovine" a.d. Banja Luka, number: 01-5826/07 of October 31, 2007, at its session held on December 19, 2007, the State Electricity Regulatory Commission issued

DECISION

1. It is determined that the annual revenue requirement of the Company for Transmission of Electricity in BiH ("Elektroprenos Bosne i Hercegovine" stock company Banja Luka) for 2008 shall amount 119,148,058 KM and the tariff for electricity transmission services (transmission fee) shall be as follows:
 - The average transmission fee shall amount 0.870 pf/kWh and applies to declared export, and it shall be paid by owners of the license for international trade in electricity,
 - Part of the transmission fee pertaining to energy amounts 0.566 pf/kWh and applies of the customers in Bosnia and Herzegovina who take over electricity from the transmission network,
 - Part of the transmission fee pertaining to capacity amounts 1.454 KM/kW and applies of the customers in Bosnia and Herzegovina who take over electricity from the transmission network.
2. The Independent System Operator in Bosnia and Herzegovina (ISO BiH) is ordered to prepare at the end of every calendar month a report on values of declared export with the related values for each license owner in the power sector, based on which the Company for Transmission of Electricity in BiH shall bill the services in accordance with the tariff from sub-paragraph 1 of the previous Point.
3. In cooperation with the Company for Transmission of Electric Power in BiH and owners of licenses for electricity distribution, at the end of each calendar month ISO BiH is obligated to prepare the report on the values of energy and peak loads at all points of take-over. The fees for energy and capacity shall be billed on the basis of this report.
4. The regulatory authorities for electricity in the Federation of Bosnia and Herzegovina and the Republika Srpska, as well as the competent authority of Brčko District, shall use the tariff set by this Decision when setting end-customer tariffs in accordance with the structure of tariff elements for specific consumption categories.
5. This Decision shall enter into force on the day of its issuance, and it shall be applied as of January 1, 2008 and published in the "Official Gazette of BiH" and the official gazettes of the entities and Brčko District of Bosnia and Herzegovina.

The Decision with rationale shall be distributed to the applicant and interveners in the tariff proceedings and shall be published on the SERC web site no later than 30 days after its issuance.

Reference Number: 04-28-396-35/07

Chairman of the Commission

December 19, 2007

Tuzla

Mirsad Salkić