

29 Mar 2006

MEDIA RELEASE

ELECTRICITY TARIFF REVISION FOR THE PERIOD 1 APRIL TO 30 JUNE 2006

1 The electricity tariff will be reduced by an average 2.54% or 0.53 cent per kWh for the quarter, 1 Apr to 30 Jun 06. The revised tariffs are shown in the table attached (Appendix 1). The reduction is due to lower cost of electricity.

2 SP Services adjusts the tariffs quarterly according to changes in the cost of electricity.

3 The forward fuel oil price quoted for the Apr to Jun 06 quarter was US\$49.86 per barrel while that for the Jan to Mar 06 quarter was US\$48.07 per barrel. Although the forward fuel oil price quoted in US\$ per barrel is higher, the cost of electricity is lower. This is due mainly to the stronger S\$ against the US\$ and an adjustment for projected over-collection in revenue. The net effect resulted in a 2.54% reduction in electricity tariffs for the quarter.

4 The tariff adjustments have been approved by the industry regulator, the Energy Market Authority.

Appendix 1

REVISION OF ELECTRICITY TARIFFS FROM 1ST APRIL 2006

| | Existing Tariff | New Tariff |
|---|-----------------|------------|
| LOW TENSION SUPPLIES, DOMESTIC All units, ¢/kWh | 21.02 | 20.49 |
| LOW TENSION SUPPLIES, NON-DOMESTIC All units, ¢/kWh | 21.02 | 20.49 |
| HIGH TENSION SMALL (HTS) SUPPLIES | | |
| Contracted Capacity Charge \$/kW/month | 7.04 | 7.04 |
| Uncontracted Capacity Charge \$/chargeable kW/month | 10.56 | 10.56 |
| kWh charge, ¢/kWh | | |
| Peak period (7.00am to 11.00pm) | 18.26 | 17.76 |
| Off-peak period (11.00pm to 7.00am) | 10.86 | 10.45 |
| Reactive power Charge ¢/chargeable kVARh | 0.59 | 0.59 |
| HIGH TENSION LARGE (HTL) SUPPLIES | | |
| Contracted Capacity Charge \$/kW/month | 7.04 | 7.04 |
| Uncontracted Capacity Charge \$/chargeable kW/month | 10.56 | 10.56 |
| kWh charge, ¢/kWh | | |
| Peak period (7.00am to 11.00pm) | 18.20 | 17.64 |
| Off-peak period (11.00pm to 7.00am) | 10.85 | 10.44 |
| Reactive power Charge ¢/chargeable kVARh | 0.59 | 0.59 |
| EXTRA HIGH TENSION (EHT) SUPPLIES | | |
| Contracted Capacity Charge \$/kW/month | 6.74 | 6.74 |
| Uncontracted Capacity Charge \$/chargeable kW/month | 10.11 | 10.11 |
| kWh charge, ¢/kWh | | |
| Peak period (7.00am to 11.00pm) | 17.26 | 16.70 |
| Off-peak period (11.00pm to 7.00am) | 10.76 | 10.35 |
| Reactive power Charge ¢/chargeable kVARh | 0.48 | 0.48 |

