

PRICE ADJUSTMENT FORMULA

(400/220KV XLPE CABLE)

The prices of cables shall be adjusted to the official LME (Cash) price ruling on following working day from the issue date of our Purchase Order.

The offered price of cable shall be increased or decreased by the following formula for rise or fall respectively in the basic cash price of Cu and Al :

$$P1 = P_0 + [(Cu_1 - Cu_0) * VFc] + [(Al_1 - Al_0) * VFa]$$

where :

P1 = The final contract price of cable (USD/kM)

Po = The initial order price of Cable (USD/kM)

Cu₁ = The official LME Copper Cash price of the next LME working day of our Purchase Order issue date. (USD/MT)

Cu₀ = The base copper price (LME Rate of Enquiry floating Date i.e. 16.02.2010)

VFc = Copper weight per cable KM (MT/kM) – To be Quoted

AL₁ = The official LME Aluminum price of the next LME working day of our Purchase Order issue date.

Al₀ = The base Aluminum price (LME Rate of Enquiry floating Date
i.e. 16.02.2010).

VFa = Aluminum weight per cable kM (MT/kM) - To be Quoted

Initial Price (P₀) quoted in any currency will be converted to USD on the exchange rate of Bid opening date between currency of quotation and USD.

P1 will be converted back to currency quoted on same exchange rate.