

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), Article 6 and 7 of the Rule on Tariff Proceedings ("Official Gazette of BiH", number 44/05), deciding upon the application of "Independent System Operator in Bosnia and Herzegovina" number: 33/07 of October 29, 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 "Independent System Operator in Bosnia and Herzegovina" shall amount 5,465,986 KM and the tariff for its operation shall be 0.0399 pf/kWh.
2. The tariff from Item 1 of the Decision shall be applicable to the customers in Bosnia and Herzegovina who take over electricity from the transmission network as well as to the owners of licenses for international trade in electricity who declare electricity export.
3. 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 tariffs set by this Decision when setting end-customer tariffs in accordance with the structure of tariff elements for specific consumption categories.
4. 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: 04-28-395-39/07

Chairman of the Commission

December 19, 2007

Tuzla

Mirsad Salkić