

ANNEX 1: RESPONSE TO INDUSTRY COMMENTS ON DRAFT DETERMINATION PAPER (DATED 13 JULY 17) FOR THE MID-TERM REVIEW OF THE CAPITAL COST PARAMETERS FOR SETTING THE VESTING CONTRACT PRICE FOR 2018

S/No.	Parameters	Industry's Comment	WSP Response
1.	Through-Life Capital Costs	<p>PacificLight Power Pte Ltd ("PLP"):</p> <p>Based on the formal quotation from an Original Equipment Manufacturer ("OEM"), a spare Gas Turbine ("GT") rotor will cost Euro 30 million.</p>	<p>For this review, the cost of spare GT rotor only includes the cost of the replacement tie rod and rotor disc components. The quotation submitted by PLP includes the cost of replacing additional GT components which has already been accounted for in the operating cost.</p> <p>A quotation from the same OEM indicates that WSP's recommended cost is reasonable.</p>