



Smart Energy, Sustainable Future

LICENCE NO.	EMA/DC/001
TYPE	DISTRICT COOLING SERVICES
LICENSEE	SINGAPORE DISTRICT COOLING PTE LTD
NOTIFICATION NO.	3

1. Pursuant to Condition 2: Authorised Activities of the District Cooling Services Licence (Licence No. EMA/DC/001) ("Licence") granted to Singapore District Cooling Pte Ltd ("SDC"), SDC is hereby notified that the Energy Market Authority ("Authority") has approved for SDC to engage in the following allowed activities subject to the conditions set out in paragraphs 2 and 3:

- (i) provision of district cooling services to premises located outside the service area by interconnecting such premises to the district cooling system serving the service area;
- (ii) provision of hot water supplies; and
- (iii) provision of consultancy services on the design, implementation and operation of chiller and heating/ventilation/air-conditioning ("HVAC") systems globally.

2. SDC's engagement in the allowed activities specified in paragraph 1 shall be subject to the following conditions.

- (1) Separate accounts

SDC shall ensure that:

- (i) Each allowed activity is ring-fenced and kept separate from SDC's authorised business and a separate account is kept in respect of each allowed activity; and

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(ii) There is no cross-subsidy to and/or from SDC's authorised business vis-à-vis any allowed activity.

(2) No adverse impact on the provision of district cooling services to users in the service area

SDC shall ensure that the provision of each allowed activity will not adversely affect the provision of district cooling services to users in the service area by, inter alia, prioritising the availability of resources for or in relation to SDC's authorised business over the allowed activity.

(3) Penalty

Any contravention of any condition herein shall be deemed to be a contravention of a condition of the Licence and shall be dealt with in accordance with Section 13 of the District Cooling Act (Cap. 84A).

(4) Remedial steps

Where any contravention of any condition herein has occurred, SDC shall take all necessary remedial steps and action to bring such contravention to an end without delay at its own costs and expenses. Such costs and expenses shall not be directly or indirectly passed to users of district cooling services in the service area.

3. SDC's engagement in the allowed activity specified in paragraph 1(i) shall be subject to the following additional conditions:

- (1) SDC shall not deny the provision of district cooling services to any user in the service area;
- (2) The prices that SDC charges to any customers inside the service area shall not be higher than the prices charged by SDC to customers outside the service area for equivalent services;
- (3) SDC shall make a declaration to EMA annually that the prices that SDC charges its customers inside the service area are not higher than the prices charged by SDC to customers outside the service area for equivalent services; and
- (4) If it is found that SDC's prices which it charges its customers inside the service area are higher than the prices which it charges its customers outside the service area for equivalent services, it will be deemed that SDC has over-charged its customers in the service area. In such a case, SDC will be required to reduce its charges for its customers in the service area to match the lowest price that SDC charges its customers

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outside the service area. This reduction in charges will be made with retrospective effect.

4. This Notification shall come into effect on the date set out below and shall supersede Notification No. 2.

14 November 2016



NG WAI CHOONG
Chief Executive
Energy Market Authority of Singapore

