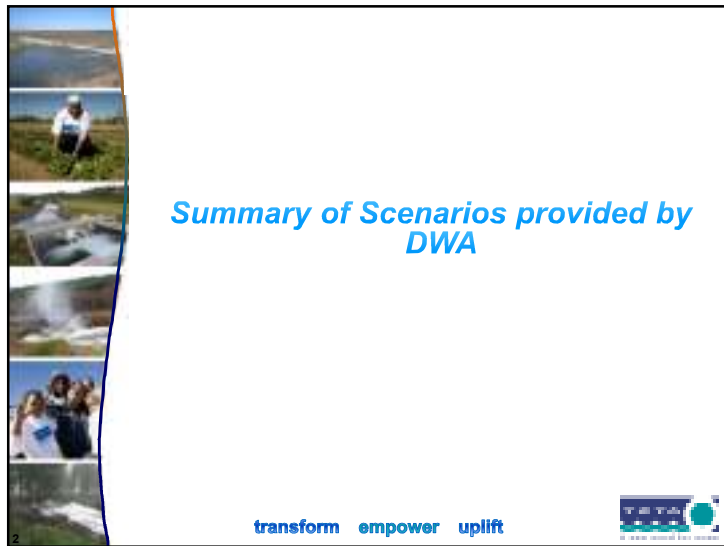




Summary of demand scenarios

Scenario	Concise Description	Label
I	<ul style="list-style-type: none"> Rand Water Area: High Population Scenario with WC/WDM implemented. Removal of 85% of the deemed unlawful irrigation water use. Eskom tariff scenario (April 2011). All other users as determined for the 2011/12 Annual Operating Analysis. 	Low
II	<ul style="list-style-type: none"> Same as Scenario I with the following change: Rand Water Area: Adjusted to maintain system balance equal to yield until LHWP Phase 2 is implemented. 	Alternative Low
III	<ul style="list-style-type: none"> Same as Scenario I with the following changes: Assume 50% of the target WC/WDM savings will be achieved. Assume 50% of the reduction of unlawful irrigation water use as determined in Scenario I, is removed. 	Medium
IV	<ul style="list-style-type: none"> Rand Water Area: High Population Scenario with no further WC/WDM savings implemented. Assumed unlawful irrigation water use is not removed and remains unchanged to the year 2006 development level estimates. Eskom High scenario (April 2011). All other users as determined for the 2011/12 Annual Operating Analysis. 	High

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Projected demands provided by DWA

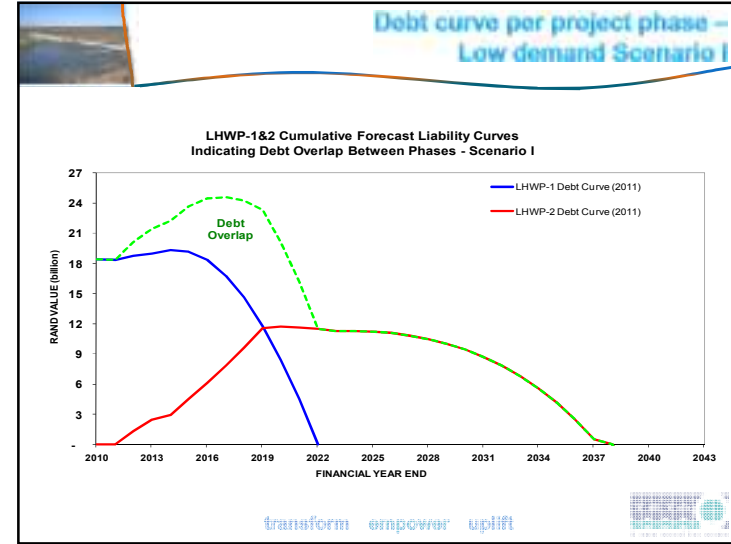
YEAR	PROJECTED WATER REQUIREMENT (million m ³ /a)			
	TOTAL GROSS REQUIREMENT (SCENARIO I)	TOTAL GROSS REQUIREMENT (SCENARIO II)	TOTAL GROSS REQUIREMENT (SCENARIO III)	TOTAL GROSS REQUIREMENT (SCENARIO IV)
2010	2,026	1,976	2,026	2,026
2011	1,944	1,924	1,989	2,035
2012	1,953	2,014	2,028	2,073
2013	1,970	2,070	2,046	2,104
2014	1,974	2,128	2,063	2,135
2015	1,979	2,134	2,080	2,169
2016	2,005	2,145	2,095	2,200
2017	2,038	2,154	2,129	2,239
2018	2,073	2,162	2,164	2,284
2019	2,108	2,168	2,200	2,329
2020	2,141	2,176	2,234	2,365
2021	2,167	2,186	2,258	2,393
2022	2,191	2,198	2,283	2,425
2023	2,214	2,213	2,305	2,458
2024	2,237	2,237	2,326	2,487
2025	2,260	2,260	2,350	2,514
2026	2,288	2,288	2,380	2,544
2027	2,317	2,317	2,410	2,577
2028	2,345	2,345	2,438	2,613
2029	2,367	2,367	2,461	2,642
2030	2,391	2,391	2,485	2,671

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Low demand scenarios Scenario I

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Input assumptions

- **Demand Forecast:**
 - Average annual growth from 2013 to 2022 1.96%
 - Base volume 1 526 million m³/a for 2012/13
 - Growth after 2030 used as 1% per annum for low growth
- **Timing of next scheme:**
 - Timing of the next scheme used as 2020
 - Earliest possible date for implementation even though low demand assumes 2023
 - Phasing-in of the LHWP-2 tariff to minimize debt overlap and paying off of two debts simultaneously
 - Period of phasing-in stretched to 2020 (previously 2018)
- **Economic forecast:**
 - New 30-year BER economic forecast incorporated
 - Average real interest rates decreased from 3.34% previously to 2.85% new forecast
 - Average CPI increased from 5.15% previously to 5.36% new forecast

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Projected volumes and tariffs

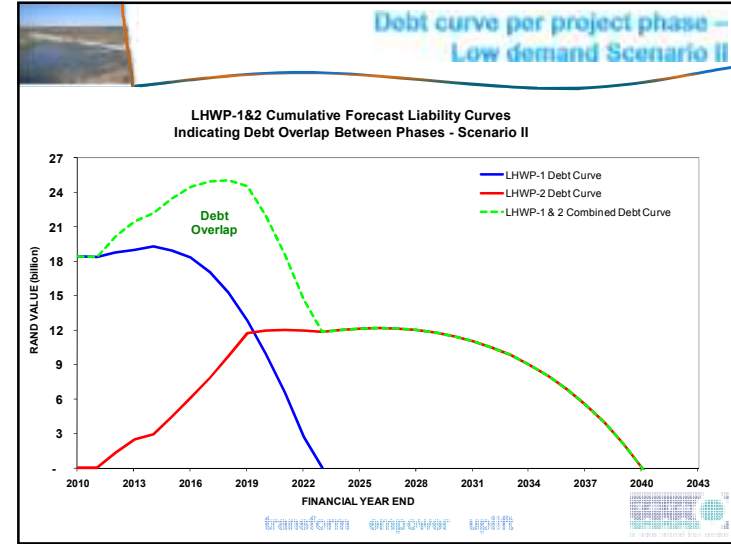
LHWP tariff and Volumes for Scenario I					
Year	TCTA water sales volumes	Annual growth	LHWP-1 tariff	LHWP-2 tariff	Total CJC
31/03/2001	1,121.00		0.8814		
31/03/2002	1,126.00		0.9730		
31/03/2003	1,126.00		1.0560		
31/03/2004	1,268.56		1.1610		
31/03/2005	1,277.00		1.2240		
31/03/2006	1,335.00		1.3160		
31/03/2007	1,362.00		1.4083		
31/03/2008	1,413.90		1.4759		
31/03/2009	1,455.26		1.5704		
31/03/2010	1,430.00		1.6650		
31/03/2011	1,490.00		1.7924		
31/03/2012	1,505.00		1.8877	0.0575	1.9452
31/03/2013	1,526.00	13.05%	1.9745	0.1005	2.0751
31/03/2014	1,725.14	0.51%	2.0871	0.1489	2.2360
31/03/2015	1,734.00	0.51%	2.2060	0.2026	2.4086

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Low demand scenarios Scenario II (basis for 2012/13 tariff calculation)

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Input assumptions

- **Demand Forecast:**
 - Average annual growth from 2013 to 2022 1.09%
 - Base volume 1 526 million m³/a for 2012/13
 - Growth after 2030 used as 1% per annum for low growth
- **Timing of next scheme:**
 - Timing of the next scheme used as 2020
 - Earliest possible date for implementation even though low demand assumes 2023
 - Phasing-in of the LHWP-2 tariff to minimize debt overlap and paying off of two debts simultaneously
 - Period of phasing-in stretched to 2020 (previously 2018)
- **Economic forecast:**
 - New 30-year BER economic forecast incorporated
 - Average real interest rates decreased from 3.34% previously to 2.85% new forecast
 - Average CPI increased from 5.15% previously to 5.36% new forecast

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Projected volumes and tariffs

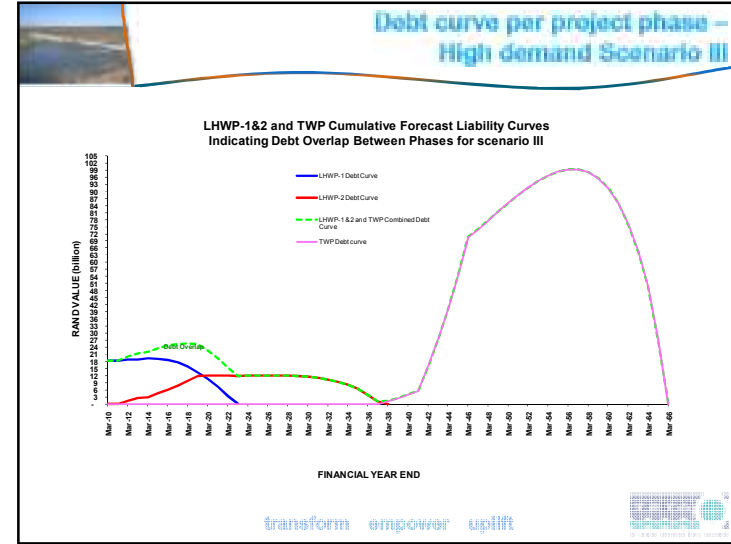
LHWP tariff and Volumes for Scenario II				
Year	TCTA water sales volumes	Annual growth	LHWP-1 tariff	LHWP-2 tariff
31/03/2001	1,121.00		0.8814	
31/03/2002	1,126.00		0.9730	
31/03/2003	1,126.00		1.0560	
31/03/2004	1,268.56		1.1610	
31/03/2005	1,277.00		1.2240	
31/03/2006	1,335.00		1.3160	
31/03/2007	1,362.00		1.4083	
31/03/2008	1,413.90		1.4769	
31/03/2009	1,455.26		1.5704	
31/03/2010	1,430.00		1.6650	
31/03/2011	1,490.00		1.7924	
31/03/2012	1,505.00		1.8877	0.0575
31/03/2013	1,526.00	3.14%	1.9745	0.1005
31/03/2014	1,573.94	3.61%	2.0871	0.1489
31/03/2015	1,630.83	0.34%	2.2060	0.2026

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High demand scenarios Scenario III

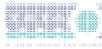
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Input assumptions

- **Demand Forecast:**
 - Average annual growth from 2013 to 2022 1.14%
 - Base volume 1 570.37 million m³/a for 2012/13
 - Growth after 2030 used as 1% per annum for low growth
- **Timing of next scheme:**
 - Timing of LHWP is 2020 and the TWP is 2047
- **Economic forecast:**
 - New 30-year BER economic forecast incorporated
 - Average real interest rates decreased from 3.34% previously to 2.85% new forecast
 - Average CPI increased from 5.15% previously to 5.36% new forecast

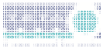
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Projected volumes and tariffs

LHWP tariff and Volumes for Scenario III				
Year	TCTA water sales volumes	Annual growth	LHWP-1 tariff	LHWP-2 tariff
31/03/2001	1,121.00		0.8814	
31/03/2002	1,126.00		0.9730	
31/03/2003	1,126.00		1.0560	
31/03/2004	1,268.56		1.1610	
31/03/2005	1,277.00		1.2240	
31/03/2006	1,335.00		1.3160	
31/03/2007	1,362.00		1.4083	
31/03/2008	1,413.90	2.15%	1.4759	
31/03/2009	1,455.26		1.5704	
31/03/2010	1,430.00	1.55%	1.6650	
31/03/2011	1,490.00	1.18%	1.7924	
31/03/2012	1,505.00	3.51%	1.8877	0.0575
31/03/2013	1,570.37	1.74%	1.9745	0.1005
31/03/2014	1,597.66	1.78%	2.0871	0.1489
31/03/2015	1,626.11	-1.60%	2.2060	0.2026

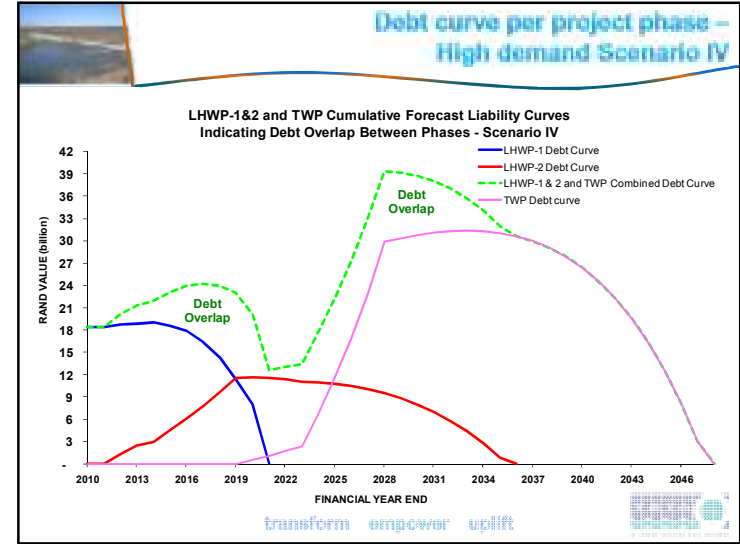
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High demand scenarios Scenario IV

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Input assumptions

- **Demand Forecast:**
 - Average annual growth from 2013 to 2022 2.0%
 - Base volume 1 598.16 million m³/a for 2012/13
 - Growth after 2030 used as 1% per annum for low growth
- **Timing of next scheme:**
 - Timing of LHWP is 2020 and the TWP is 2029
- **Economic forecast:**
 - New 30-year BER economic forecast incorporated
 - Average real interest rates decreased from 3.34% previously to 2.85% new forecast
 - Average CPI increased from 5.15% previously to 5.36% new forecast

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Projected volumes and tariffs

LHWP tariff and Volumes for Scenario IV					
Year	TCTA water sales volumes	Annual growth	LHWP-1 tariff	LHWP-2 tariff	
31/03/2001	1,121.00		0.8814		
31/03/2002	1,126.00		0.9730		
31/03/2003	1,126.00		1.0560		
31/03/2004	1,268.56		1.1610		
31/03/2005	1,277.00		1.2240		
31/03/2006	1,335.00		1.3160		
31/03/2007	1,362.00		1.4083		
31/03/2008	1,413.90	2.15%	1.4759		
31/03/2009	1,455.26		1.5704		
31/03/2010	1,430.00	0.62%	1.6650		
31/03/2011	1,490.00	1.18%	1.7924		
31/03/2012	1,505.00	1.07%	1.8877	0.0575	1.9452
31/03/2013	1,598.16	1.92%	1.9745	0.1005	2.0751
31/03/2014	1,628.82	1.84%	2.0871	0.1489	2.2360
31/03/2015	1,658.78	2.05%	2.2060	0.2026	2.4086

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Questions.....

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Thank you!

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