



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/PAR-137/3132-3134
February 25, 2022

Subject: Approval of Amendment No. 6 of Tariff effective from 1st January 2020 to 31st December 2021 in Contract dated 6th November 2002 between NTDC/CPPA-G and TAVANIR, Iran for Supply of 100 MW (Case No. NEPRA/PAR-137)

Dear Sir,

Please find enclosed herewith the subject Approval/Decision of the Authority (02 Pages) in the matter Approval of Amendment No. 6 of Tariff effective from 1st January 2020 to 31st December 2021 in Contract dated 6th November 2002 between NTDC/CPPA-G and TAVANIR, Iran for Supply of 100 MW in Case No. NEPRA/PAR-137.

2. The Approval/Decision is being intimated to the Federal Government for the purpose of notification in the official Gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

Enclosure: As above


(Iftikhar Ali Khan)

Secretary,
Ministry of Energy (Power Division),
'A' Block, Pak Secretariat
Government of Pakistan
Islamabad.

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.



Approval of Amendment No. 6 of Tariff effective from 1st January 2020 to 31st December 2021 in Contract dated 6th November 2002 between NTDC/CPPA-G and TAVANIR, Iran for Supply of 100 MW

1. Central Power Purchasing Agency Guarantee Limited (CPPA-G) vide letter dated August 24, 2021 re-submitted that contract between the WAPDA and Power Generation and Transmission Management Company Iran, (TAVANIR) was signed on 6th November 2002 for supply of electricity in QESCO area of Balochistan on 132 KV Jakigur (Iran) Mand (Pakistan) transmission line. CPPA-G submitted that Amendment No. 6 has been signed between the CPPA-G and TAVANIR on January 2020.
2. CPPA-G further stated that the approval has been granted by NEPRA till Amendment No. 5 wherein the tariff was mentioned in the range of US Cents 6.10/kWh to US Cents 9.50/kWh depending upon the variation in oil prices. According to CPPA-G, Amendment No. 6 has been signed on January 29, 2020 wherein it has been agreed to extend the same tariff provided in Amendment No. 5 from January 01, 2020 to December 31, 2021. According to CPPA-G, the tariff approved by NEPRA is as under:

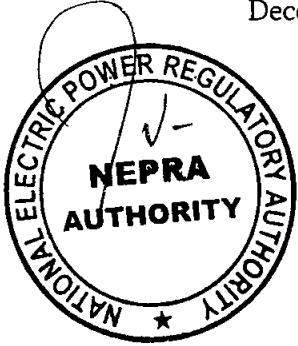
$$R = 2.5 + 0.07 * P$$

Where:

- R: Electricity Energy payable in US\$ cents per each kWh
- 2.5: US Cents per kWh for the fixed portion of the delivered electricity cost $51.5 \text{ US\$} < P < 100 \text{ US\$}$

Wherein P is monthly average crude oil price ranging from US\$ 51.5 to US\$ 100 per barrel. By applying this formula the tariff will remain within the range of US Cents 6.10/kWh to US Cents 9.50/kWh.

3. CPPA-G stated that the Board of Directors (BOD) of CPPA-G as well as Economic Coordination Committee of the Cabinet has approved the Amendment No. 6. CPPA-G requested the Authority to accord approval of tariff.
4. The Authority observed that CPPA-G have entered into the 6th Amendment in March 2019 whereas submitted request for approval in August 2021 after delay of ... months. The Authority further observed that despite the clear directions in Amendment No. 5, CPPA-G failed to comply with the timely submission for approval of tariff. The Authority therefore hereby directs CPPA-G to submit the request within time frame otherwise the proceedings shall be initiated in accordance with applicable law.
5. The Authority considered the Amendment No. 6 and noted that there is no change in the mutually agreed tariff therefore it has been decided to approve the same in line with Amendment No. 5. CPPA-G is further directed to approach Ministry of Energy to resolve the issue of demand supply gap in the Gawadar region along with short-term solution since interconnection with national grid will take 2-3 years for construction.
6. Having considered the submissions of the CPPA-G, already approved Amendments in the contract dated November 6, 2002 and all aspects of the case, the Authority decided





to approve the Amendment No. 6 submitted by the CPPA-G with the direction that next contract shall be submitted in accordance with the NEPRA Import of Power Regulations 2017.

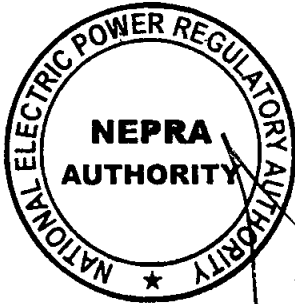
AUTHORITY

(Rehmatullah Baloch)
Member

(Engr. Rafique Ahmed Shaikh)
Member

(Engr. Maqsood Anwar Khan)
Member

(Tauseef H. Farooqi)
Chairman



24/2/22