Registrar

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/DG(Tariff)/TRF-271/NPGCL-2014/ 21114-18 October 16, 2026

Subject: **Decision of the authority in the matter of Quarterly Indexation/Adjustment of tariff for October-December 2026 Quarter for Northern Power Generation Company Limited (NPGCL) for its Nandipur Power Plant**

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority alongwith **Annex-I** (total 02 pages) regarding quarterly indexation/adjustment of tariff of Northern Power Generation Company Limited for **October-December 2026** Quarter on account of US CPI, N-CPI, KIBOR and Exchange Rate variation in Case No. NEPRA/TRF-271/NPGCL-2014.

2. The Decision is being sent to the Federal Government for intimation under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA after 15 Calendar days pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: **As above**

Wasim Anwar

(Wasim Anwar Bhinder)

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

Copy to:

1. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad
2. Deputy Secretary(RA), Cabinet Division, Cabinet Secretariat, Islamabad
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.
4. Chief Executive Officer, Northern Power Generation Co. Ltd. Thermal Power Station, Mahmood Kot Road Muzaffar Garh.

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTELY INDEXATION/ADJUSTMENT OF TARIFF FOR OCTOBER – DECEMBER 2026 QUARTER FOR NORTHERN POWER GENERATION COMPANY LIMITED (NPGCL) FOR ITS NANDIPUR POWER PLANT.

1. Pursuant to the Authority's decision dated January 27, 2016 notified vide S.R.O No. 634(I)/2017 dated July 10, 2017. Authority's decision dated April 11, 2022, notified vide S.R.O. No 743(I)/202 on May 27, 2022 for NPGCL's combined cycle power plant at Nandipur Gujranwala (NPGCL-Nandipur), decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(I)/2023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components and decision of the Authority dated July 30, 2025 in the matter of joint application filed by CPPA-G and NPGCL-Nandipur for reduction in tariff components notified vide S.R.O. No. 1800(I)/2025 on September 12, 2025, the relevant tariff components are required to be adjusted on account of US CPI, N-CPI, KIBOR and Exchange Rate variation.

2. NPGCL-Nandipur submitted request for quarterly indexation/adjustment for October – December 2026 quarter. Accordingly, the tariff of NPGCL-Nandipur in respect of October – December 2026 quarter has been revised on account of US CPI, N-CPI, KIBOR and Exchange Rate variation in accordance with the requisite indexation/adjustment mechanism stipulated in the above decision(s) of the Authority.

3. The Authority in its collective and joint wisdom considering all aspects decided with consensus as under: which shall be hereinafter called as the decision of Authority in the matter:

> "Indexation/adjustment for October – December 2026 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are attached as **Annex-I**."

4. Indexation allowed to NPGCL-Nandipur is purely on provisional basis and shall be subject to adjustment/refund, if necessary, in the light of COD tariff true-up decision.

5. The above decision of the Authority along with revised tariff components attached as **Annex-I** shall be notified in the official Gazette, in accordance with the provisions of section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997).

6. CPPA (G) shall ensure that all payments are consistent with the tariff determination(s).

AUTHORITY

Amina Ahmed
Member

Engr. Maqsood Anwar Khan
Member

Ghulamullah Shaikh
Member

Waseem Mukhtar
Chairman

NATIONAL ELECTRIC POWER REGULATORY AUTHORITY
NEPRA AUTHORITY

Annex-I

Northern Power Generation Company Limited
Nandipur (RLNG/Gas Based)
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference	Revised Oct-Dec 2026 Quarter	Indexation
Capacity Charge (Rs./kW/Hour)			
Fixed O&M - Foreign	0.4759	0.4899	(i) US CPI (ii) Rs./USD (a) upto 70 % depreciation & (b) 100 % appreciation
Fixed O&M - Local	0.3744	0.3931	Lower of 5 % per annum or Average N-CPI
Cost of Working Capital	0.0405	0.3176	KIBOR
ROE	1.1067	1.1067	-
Principal Repayment	0.7163	0.6917	-
Interest Charge	0.3469	0.4725	KIBOR
Total Capacity Charge	**3.0607**	**3.4715**	
Variable O&M (Rs./kWh)			
Variable O&M - Foreign	0.7827	0.8057	(i) US CPI (ii) Rs./USD (a) upto 70 % depreciation & (b) 100 % appreciation
Variable O&M - Local	0.0134	0.0141	Lower of 5 % per annum or Average N-CPI
Total Variable O&M	**0.7961**	**0.8198**	
Indexation Values			**Source**
Exchange Rate (Rs./USD)	280.820	279.570	NBP - Average daily rates of Oct-2025 to Sep-2026
US CPI (All Urban Consumers)	323.976	334.980	U.S. Bureau of Labor Statistics - Revised value of Aug 2026
N-CPI (Local)	265.550	287.200	Pakistan Bureau of Statistics - Average monthly values of Sep-2025 to Aug-2026
3 Monthly KIBOR	8.53%	11.85%	SBP - Revised rate of Sep 30, 2026
6 Monthly KIBOR	8.53%	11.80%	SBP - Revised rate of Jun 30, 2026
Gas Price (Rs./MMBTU) LHV	956.97	5,659.58	Weighted Average Price of Fuel Consumed during Jul-Sep 2026
Principal (Rs. Million)		13,336	
Hours in Quarter		2,208	
Hours in Bi-annual	-	4,416	

- ROE & ROEDC components shall be paid on Hybrid Take-and-Pay basis as per decision of the Authority dated July 30, 2025.
- Based on the data declared by Northern Power Generation Company Limited (Nandipur).

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