



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/TRF-169/ZEPL-2011/1881-1883

February 6, 2017

Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Zorlu Enerji Pakistan Ltd. (Case No. NEPRA/TRF-169/ZEPL-2011)

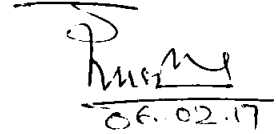
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-1) (02 pages) regarding quarterly indexation/adjustment of tariff of Zorlu Enerji Pakistan Ltd. for the quarter January – March 2017 on account of US CPI, CPI (General), Exchange Rate and KIBOR/LIBOR variation in Case No. NEPRA/TRF-169/ZEPL-2011.

2. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in the approved tariff through the official Gazette pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997) and Rule 16(11) of the National Electric Power Regulatory Authority Tariff (Standards and Procedure) Rules, 1998.

3. The revised tariff components attached as Annex-I are to be notified in the official Gazette.

Enclosure: As above



06.02.17

(Syed Safer Hussain)

Secretary,
Ministry of Water & Power,
Government of Pakistan
Islamabad.

CC:

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

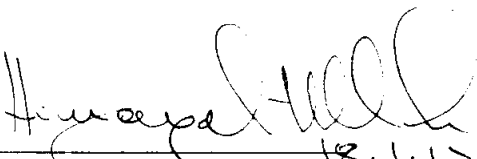
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/
ADJUSTMENT OF TARIFF FOR ZORLU ENERGY PAKISTAN LIMITED**

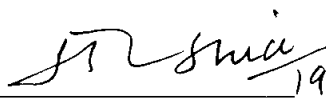
Pursuant to the Decisions of the Authority dated 20th February 2015 in the matter of adjustment at Commercial Operation Date (COD), Motion for Leave for Review dated 1st December 2015 against Decision in the matter of its Tariff adjustment at COD and corrigendum dated December 31, 2015, the tariff components of ZEPL in respect of January-March 2017 Quarter have been revised on account of US CPI, CPI (General), exchange rate and KIBOR/LIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

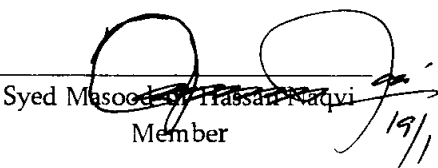
Tariff Components	Reference years 3-10	Revised Jan-March 2017
Variable O & M- Foreign (Rs/kWh)	0.0054	0.0058
Fixed O&M-Local (Rs/kWh)	0.8758	1.0319
Fixed O&M-Foreign (Rs/kWh)	0.4449	0.4786
Return on Equity (Rs/kWh)	4.2751	4.4492
Return on Equity during Construction (Rs/kWh)	1.1042	1.1492
Debt Service (Rs/kWh)	7.7648	8.1757

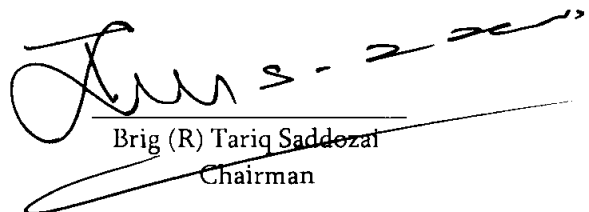
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

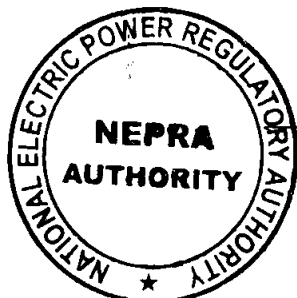
AUTHORITY

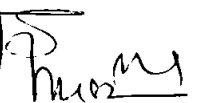

Himayat Ullah Khan
Vice Chairman


Maj (R) Haroon Rashid
Member


Syed Masood Ali Hassan Naqvi
Member


Brig (R) Tariq Sadozai
Chairman




06.02.17

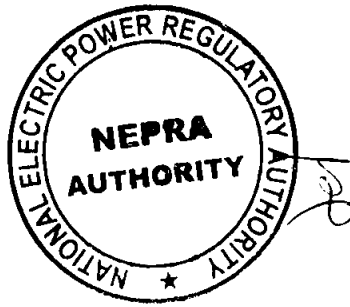
Annex-I

Zorlu Enerji Pakistan Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference years 3-10	Revised Jan-March 2017
Variable O & M- Foreign (Rs/kWh)	0.0054	0.0058
Fixed O&M-Local (Rs/kWh)	0.8758	1.0319
Fixed O&M-Foreign (Rs/kWh)	0.4449	0.4786
Return on Equity (Rs/kWh)	4.2751	4.4492
Return on Equity during Construction (Rs/kWh)	1.1042	1.1492
Debt Service (Rs/kWh)	7.7648	8.1757
Indexation Values		
CPI (General)	179.940	212.010
US CPI	233.504	241.353
Exchange Rate	100.700	104.800
Libor 6-Month	0.3965%	1.3177%
Kibor 6-Month	9.07%	6.15%

Note:-Insurance component is not adjusted on quarterly basis and will be adjusted annually on actual basis as per mechanism stipulated in the decision of the Authority.

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