



National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad
Ph: +92-51-9206500, Fax: +92-51-2600026
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

Registrar

No. NEPRA/R/DG(Trf)/TRF-156/FFCEL-2010/ 12820-24 May 19, 2023

Subject: **Decision of the Authority for Quarterly Indexation/Adjustment of Tariff of FFC Energy Ltd. for the quarter from April-June 2023 [Case # NEPRA/TRF-156/FFCEL-2010]**

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with revised tariff Component (**Annex-I**) (02 pages) in the matter of quarterly indexation/adjustment of tariff of FFC Energy Ltd. for the **April-June 2023** quarter in Case No. NEPRA/TRF-156/FFCEL-2010.

2. The decision is being sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above

(Engr. Mazhar Iqbal Ranjha)

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

Copy to: (alongwith copy of subject Decision):

1. Secretary, Cabinet Division, Cabinet Block, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak 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, FFC Energy Limited, 156, The Mall Road Rawalpindi Cantt
Cell: 0333-5125769 Ph: 111332111, 8450001

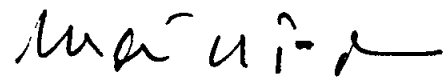
**DECISION OF THE AUTHORITY FOR QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF OF FCC
ENERGY LIMITED FOR THE QUARTER FROM APRIL-JUNE, 2023**

The Authority issued its decision on July 31, 2015 in the matter of motion for leave for review against the tariff adjustment decision of the Authority at COD. The Authority then issued its decision regarding revision in tariff due to reduction in interest on financing facility on November 8, 2017. Later, the Authority vide decision dated April 09, 2021 in the matter of application filed by Central Power Purchasing Agency Guarantee Ltd. (CPPAGL) adjusted the aforesaid decision dated July 31, 2015 which has been notified through S.R.O 718(I)/2021 dated June 04, 2021.


2. Pursuant to the aforesaid decisions of the Authority, the tariff of FFCEL for the quarter April-June, 2023 has been adjusted. The revised tariff for the quarter April-June, 2023 is attached herewith as **Annex-I**.
3. The adjusted/ indexed tariff attached as **Annex-I** is to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
4. CPPAGL to ensure that all the payments are consistent with tariff determination.

AUTHORITY

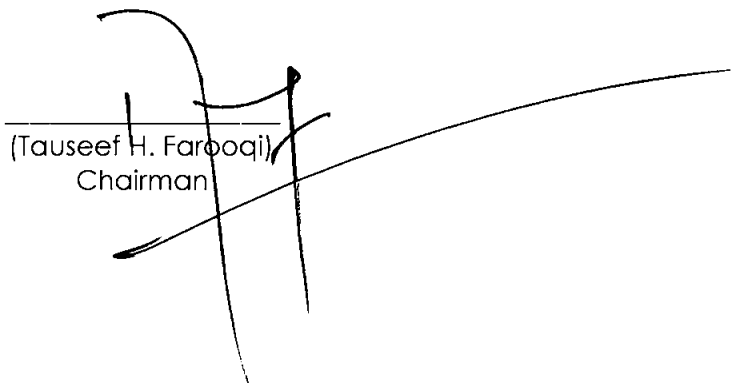

(Amina Ahmed)
Member


(Mathar Niaz Rana (nsc))
Member


(Engr. Maqsood Anwar Khan)
Member


(Rafique Ahmed Shaikh)
Member




(Tauseef H. Farooqi)
Chairman


19/05/23

FFC Energy Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Component	Reference Tariff	Revised Apr-Jun 2023	Indexation
Date of decisions	Nov 10,2014 Jul 31,2015 Apr 09,2021 Nov 08,2017		
	(Rs./kWh)		
*Fixed O&M-Local	1.0644	1.6584	CPI
Fixed O&M-Foreign	0.3981	1.5184	US CPI & Rs./US \$
Return on Equity	2.3654	6.8853	Rs./US \$
Return on Equity during Construction	0.5416	1.5765	Rs./US \$
Total	4.3695	11.6386	
Indexation Values			Sources (Websites)
CPI (General)- Revised value of Jun 2020	172.820	269.270	Pakistan Bureau of Statistics
US CPI - Revised value of Feb 2023	229.601	300.840	US Bureau of Labor Statistics
Exchange Rate- Revised rate of Mar 31, 2023	97.60	284.10	NBP

Above indexation is on the basis of the information provided by FFCEL and verified by NEPRA.

*For the purpose of indexation of Fixed O&M (Local) component for Apr-Jun 2023 quarter, CPI for Feb 2023 respectively was required to be used. However, Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16.

The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007-08 with N-CPI Base Year 2015-16, however, that decision shall be implemented upon Notification in the Official Gazette.

As per relevant provision of the EPA, the latest available CPI of June 2020 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M components is being made on provisional basis, subject to revision upon notification of the Authority's decision of revised index.

FFCEL has claimed indexation of local O & M on N-CPI (Feb 2023) which shall be allowed upon notification of aforementioned decision.

