No. NEPRA/R/ADG(Trf)/TRF-188/FWEL-2011/24674-24676
May 6, 2021

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Foundation Wind Energy-I Private Limited (FWEL-I) (Case No. NEPRA/TRF-188/FWEL-2011)**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff for the quarter April – June 2021 on account of US CPI, CPI (Local), Exchange Rate and KIBOR/LIBOR variations in respect of Foundation Wind Energy-I (Pvt.) Ltd. in Case No. NEPRA/TRF-188/FWEL-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 (7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

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

Enclosure: <u>As above</u>
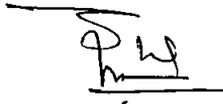
(Syed Safeer Hussain)

Secretary
Ministry of Energy (Power Divisions)
'A' Block, Pak Secretariat
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 FOUNDATION WIND ENERGY-I LIMITED

Pursuant to the decision of the Authority dated October 27, 2016 in the matter of tariff adjustment of Foundation Wind Energy-I Limited (FWEL-I) at commercial operation date (COD) and corrigendum decision dated December 2, 2016, the relevant components of tariff of FWEL-I for the quarter April-June 2021 have been revised on account of US CPI, CPI (Local), exchange rate and KIBOR/LIBOR variations in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decision of the Authority indicated in Annex-I.

2. The above referred revised tariff components attached **Annex-I** are 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.

3. CPPA-G to ensure that all the payments are consistent with tariff determination.

AUTHORITY

(Rehmatullah Baloch)
Member
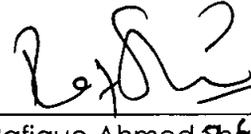
(Rafique Ahmed Shaikh)
Member
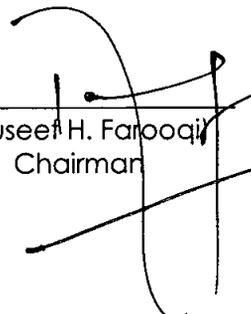
(Tauseef H. Farooqi)
Chairman

NEPRA
AUTHORITY

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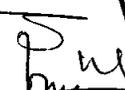
Foundation Wind Energy-I Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Component	Reference Tariff	Revised Apr-Jun 2021
(Rs./kWh)		
O&M–Local	0.3986	0.5454
O&M-Foreign	1.7093	2.9262
Return on Equity	3.9165	5.9858
Return on Equity during Construction	0.8793	1.3439
Debt Service-Local (Bi-Annual)	3.5825	3.3319
Debt Service-Foreign (Bi-Annual)	5.6086	8.9504
Total	**16.0948**	**23.0836**
Indexation Values		
CPI (General)	196.79	269.27
US CPI	234.81	263.014
Exchange Rate	100.50	153.60
KIBOR 6-Month	9.63%	7.35%
LIBOR 6-Month	0.330%	0.258%

* For the purpose of indexation of Fixed O&M (Local) component for Apr-Jun 2021 quarter, CPI for Feb 2021 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.