



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/ADG(Trf)/TRF-487/GAEL-2019/5487-91

April 26, 2024

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment in the Tariff of Gul Ahmed Electric Limited for the Quarter April-June 2024 (Case No. NEPRA/TRF-487/GAEL-2019)

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 of Gul Ahmed Electric Limited for the **April-June 2024** quarter on account of US CPI, N-CPI, Exchange Rate (PKR/USD) and LIBOR variations in Case No. NEPRA/ TRF-487/GAEL-2019.

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:

1. Secretary, Cabinet Division, Cabinet Secretariat, 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, Gul Ahmed Electric Ltd 7th Floor, Al-Tijarah Centre, 32-1-A, Block 6, P.E.C.H.S. Main Shahr-e-Faisal Road, Karachi.



**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY
INDEXATIONS/ADJUSTMENT IN THE TARIFF OF GUL AHMED ELECTRIC LIMITED FOR THE
QUARTER APRIL-JUNE, 2024**

Pursuant to the decision of the Authority dated November 19, 2018 and July 23, 2020 in the matter of tariff decisions of Gul Ahmed Electric Limited (GAEL) and decision dated May 17, 2021 on motion for leave for review filed by GAEL notified vide S.R.O No 674(1)/2022 dated May 27, 2022, the relevant tariff components are required to be indexed/adjusted according to the stipulated mechanism

2. GAEL filed for quarterly indexation/adjustment dated April 01, 2024. Accordingly, the relevant tariff components in respect of quarter April-June 2024 has been revised on account of US CPI, NCPI, exchange rate (PKR/USD), LIBOR variations in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decision(s) of the Authority.

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

“Indexation/adjustment for April-June 2024 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 indicated in Annex-1 shall be immediately applicable”

4. The indexation allowed is on interim basis and shall be subject to adjustments, if necessary, in the light of the final decision of the Authority with respect to GAEL COD tariff adjustment.

5. 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.

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

AUTHORITY

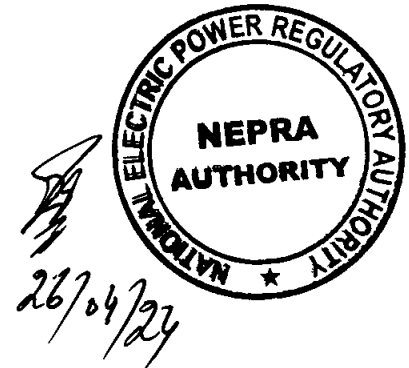
(Mathar Niaz Rana (nsc))
Member

(Engr. Maqsood Anwar Khan)
Member

(Rafique Ahmed Shaikh)
Member

(Amina Ahmed)
Member

(Waseem Mukhtar)
Chairman



Gul Ahmed Electric Limited
Quarterly Indexation/Adjustment of Tariff

| Tariff Component | Reference Tariff | Revised Tariff | Indexation |
|-------------------------------------------|---------------------------------------------|-----------------|-----------------------------------|
| Date of Decisions | Nov 19, 2018 Jul 23,2020 May 17, 2021 | April-June 2024 | |
| | Rs./kWh | | |
| O&M-Local | 0.4851 | 0.9628 | N-CPI |
| O&M-Foreign | 0.4146 | 1.1842 | US CPI & Rs./US \$ |
| Return on Equity | 1.2708 | 2.9493 | Rs./US \$ |
| Return on Equity during Construction | 0.1145 | 0.2657 | Rs./US \$ |
| Debt Servicing-Foreign | 1.9314 | 6.1997 | LIBOR & Rs./US \$ |
| Debt Servicing-Local | 2.5423 | 2.5423 | - |
| Total | 6.7587 | 14.1039 | - |
| Indexation Values | | | Sources (Websites) |
| N-CPI (General) of Feb 2024 | 131.010 | 260.010 | Pakistan Bureau of Statistics |
| US CPI of Feb 2024 | 252.146 | 310.326 | US Bureau of Labor Statistics |
| Exchange Rate available on March 31, 2024 | 120.00 | 278.50 | NBP |
| Libor 3-Month available on March 31, 2024 | 0.962% | 5.5598% | Global-rates.com or moneycafe.com |
| Principal outstanding Foreign (USD.) | | 22,320,169 | Tariff Determination |
| Principal outstanding Local (USD.) | | 20,144,869 | |
| Benchmark Energy -Quarterly (kWh) | | 41,610,000 | |
| Based on the data provided by the GAEL | | | |

G. Ahmed

