



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-174/TGF-2011/5919-5921
May 2, 2016

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for the Three Gorges First Wind Farm Pakistan (Pvt.) Ltd. [Case # NEPRA/TRF-174/TGF-2011]

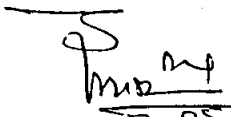
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Three Gorges First Wind Farm Pakistan (Pvt.) Ltd. for the period January 2015 to June 2016 in Case No. NEPRA/TRF-174/TGF-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


02.05.16
(Syed Safeer Hussain)

Secretary
Ministry of Water & Power
'A' Block, Pak Secretariat
Islamabad

CC:


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

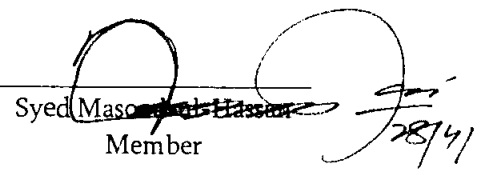
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/
ADJUSTMENT OF TARIFF FOR THE THREE GORGES FIRST WIND FARM PAKISTAN PRIVATE
LIMITED**

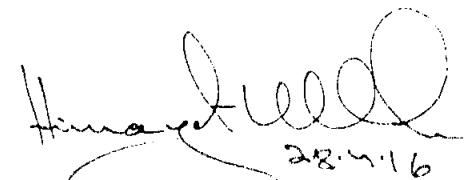
Pursuant to the decision of the Authority dated 22nd January 2016 in the matter of tariff adjustment at Commercial Operation Date, the relevant components of tariff of TGF for the period January 2015 to June 2016 have been revised in accordance with the requisite quarterly indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff components attached as **Annex-I** shall be immediately applicable.

The attached **Annex-I** is 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


Maj (R) Haroon Rashid
Member


Syed Masood Hassan
Member


Himayat Ullah Khan
Vice Chairman


Brig (R) Tariq Saddozai
Chairman



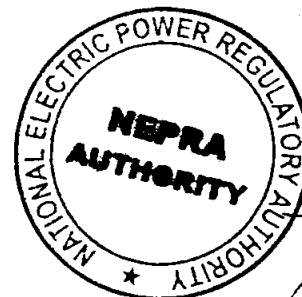

02.05.16

Annex-I

Three Gorges First Wind Farm Pakistan (Pvt.) Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference years 1	Revised Jan-Mar 2015	Revised Apr-June 2015	Revised July- Sep 2015	Revised Oct- Nov 2015	Reference years 2	Revised December 2015	Revised Jan-March 2016	Revised April-June 2016
Fixed O&M-Local (Rs/kWh)	0.5172	0.5104	0.5073	0.5211	0.5240	0.5172	0.5240	0.5267	0.5273
Fixed O&M-Foreign (Rs/kWh)	0.4662	0.4584	0.4606	0.4667	0.4801	0.4662	0.4801	0.4800	0.4795
Return on Equity (Rs/kWh)	2.7508	2.7264	2.7562	2.7562	2.8294	2.7508	2.8294	2.8402	2.8402
Return on Equity during Construction (Rs/kWh)	0.7178	0.7114	0.7192	0.7192	0.7383	0.7178	0.7383	0.7411	0.7411
Debt Service (Rs/kWh) (Bi-Annual)	8.9516	8.8995	8.8995	8.9639	8.9639	8.9516	8.9645	9.1554	9.1554
Indexation Values									
CPI (General)	199.400	196.790	195.570	200.890	202.040	199.400	202.040	203.060	203.280
US CPI	238.031	236.151	234.722	237.805	238.316	238.031	238.316	237.336	237.111
Exchange Rate	101.500	100.600	101.700	101.700	104.400	101.500	104.400	104.800	104.800
Libor 6-Month	0.3268%	0.3628%	0.3628%	0.4449%	0.4449%	0.3268%	0.4449%	0.8462%	0.8462%

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



2.05.16