



Registrar

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.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/TRF-81/SHYDO-2007/5589-91

April 4, 2019

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Malakand-III Power Project (Pakhtunkhwa Energy Development Organization) [Case No. NEPRA/TRF-81/SHYDO-2007]**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff component (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff for the quarter January – March 2019 on account of US CPI, CPI (Local), US\$/PKR, exchange rate variation in respect of Pakhtunkhwa Energy Development Organization (PEDO) Malakad-III Power Project in Case No. NEPRA/TRF-81/SHYDO-2007.

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: As above

(Syed Safeer Hussain)

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

CC:

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

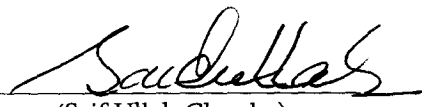
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY
INDEXATION/ADJUSTMENT OF TARIFF FOR MALAKAND-III POWER PROJECT**

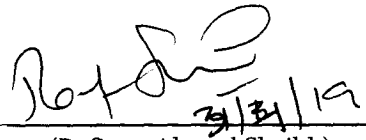
Pursuant to the Authority's Determination in case No. NEPRA/TRF-81/SHYDO-2007 dated 2nd April 2008 and subsequent corrigendum/addendum dated 12th June 2008 notified vide SRO 643(1)/2008 dated 18th June 2008 and the Decision of the Authority dated 27th September 2010 notified vide SRO 1117(1)/2010 dated December 09, 2010 in the matter of adjustment at commercial operation date, the tariff from the quarter w.e.f January 2019-March 2019 has been revised on account of US CPI, CPI (Local), US\$/PKR exchange rate variation in accordance with the requisite indexation/adjustment mechanism stipulated in the aforementioned determination/decision of the Authority. The revised tariff indicated hereunder shall be immediately applicable for the period as defined in the table.

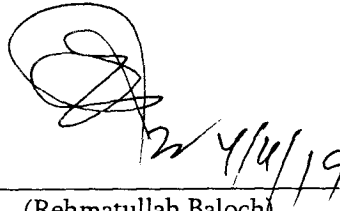
Tariff Components	Reference	w.e.f Jan 01-Mar 31, 2019
	Rs/kWh	Rs/kWh
<u>Fixed Charges</u>		
Fixed O&M Local	0.1218	0.1840
Fixed O&M Foreign	0.2169	0.6059
ROE	1.0651	1.8179
ROEDC	0.8938	1.5255
<u>Variable Charges</u>		
Variable O&M (foreign)	0.1000	0.2794
Water Use Charge	0.2167	0.3209
Total Tariff	2.6143	4.7336

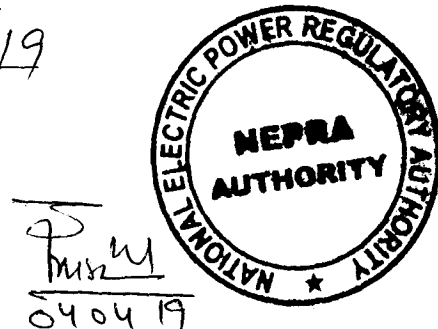
The revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

AUTHORITY


(Saif Ullah Chattha)
Member 29.3.2019

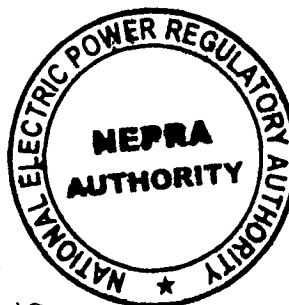

(Rafique Ahmed Shaikh)
Member 29/3/19


(Rehmatullah Baloch)
Vice Chairman 29/4/19



Malakand-III Hydro Power Project		
Adjustment on Account of Quarterly Indexation		
Tariff Components	Reference	w.e.f Jan 01-Mar 31, 2019
	Rs/kWh	Rs/kWh
Fixed Charges		
Fixed O&M Local	0.1218	0.1840
Fixed O&M Foreign	0.2169	0.6059
ROE	1.0651	1.8179
ROEDC	0.8938	1.5255
Variable Charges		
Variable O&M (foreign)	0.1000	0.2794
Water Use Charge*	0.2167	0.3209
Total Tariff	2.6143	4.7336
Indexation Values		
US(CPI)	208.490	251.233
CPI (General) - Local	154.720	233.78
Rs/US\$ For O&M	60.00	139.10
Rs/US\$ For Equity	81.50	139.10

*Water Usage is subject to adjustment annually with CPI (General)-Local from date of COD. Since Malakand-III commenced its COD in the month of November, accordingly Water Usage Charge has already been indexed In November, 2018 and the same shall be applicable till October 2019.



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