



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

No. NEPRA/R/SA(Tariff)/TRF-81/SHYDO-2007/27934-27936
September 7, 2020

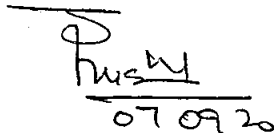
Subject: Decision of the Authority in the matter of Quarterly Indexation / Adjustment of Tariff for Malakand-III Hydropower Project of Pakhtunkhwa Energy Development Organization (PEDO) Case No. NEPRA/81/SHYDO-2007

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with revised tariff components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff for Malakand-III Hydropower Project of Pakhtunkhwa Energy Development Organization's Malakand-III (PEDO) for the quarter July 1, 2020 – September 30, 2020 on account of US CPI, CPI (Local), US\$/PKR Exchange Rate variation in Case No. NEPRA/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. Revised tariff components to be notified in the official Gazette are attached as Annex-I.

Enclosure: As above


07 09 20
(Syed Safeer Hussain)

Secretary,
Ministry of Energy (Power Division),
Government of Pakistan
'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**

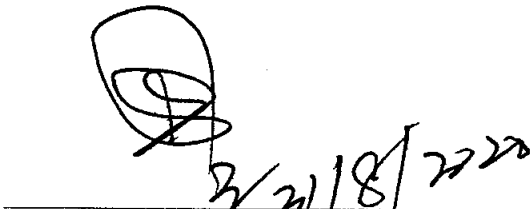
Pursuant to the Authority's Determination in case No. NEPRA/TRF-81/SHYDO-2007 dated 2nd April 2008 and subsequent corrigendum/addendum dated 12th June 2008 notified vide SRO 643(1)/2008 dated 18th June 2008 and the Decision of the Authority dated 27th September 2010 notified vide SRO 1117(1)/2010 dated December 09, 2010 in the matter of adjustment at commercial operation date, the tariff component for the quarter w.e.f July 1, 2020 to September 30, 2020 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 as indicated in Annex-I


2. 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.
3. CPPA (G) to ensure that all payments are consistent with tariff determination(s).

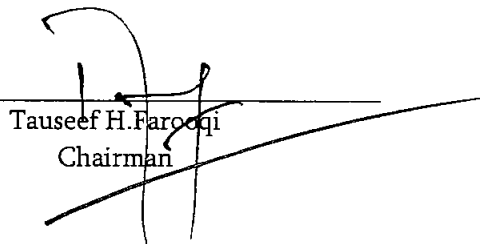
AUTHORITY

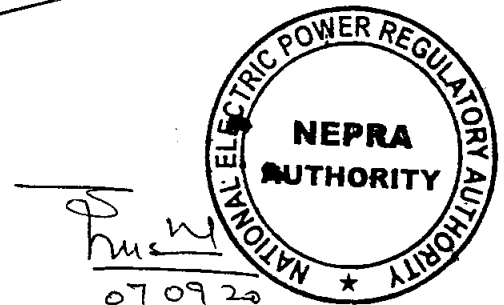

Saif Ullah Chattha
Member 31.8.2020


Rafique Ahmed Shaikh
Member


Rehmatullah Baloch
Member

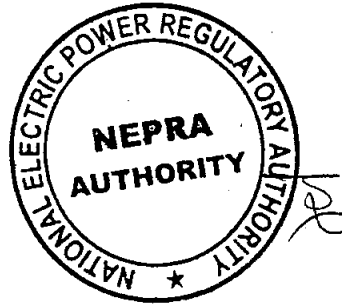

Engr. Bahadur Shah
Member


Tauseef H. Farooqi
Chairman



Malakand-III Hydro Power Project		
Adjustment on Account of Quarterly Indexation		
Tariff Components	Reference	w.e.f July 01- Sep 30 2020
	Rs/kWh	Rs/kWh
<u>Fixed Charges</u>		
Fixed O&M Local	0.1218	0.2120
Fixed O&M Foreign	0.2169	0.7523
ROE	1.0651	2.1995
ROEDC	0.8938	1.8457
<u>Variable Charges</u>		
Variable O&M (foreign)	0.1000	0.3468
Water Use Charge*	0.2167	0.3209
<u>Indexation Values</u>		
US(CPI)	208.490	257.797
CPI (General) - Local	154.720	269.27
Rs/US\$ For O&M	60.00	168.30
Rs/US\$ For Equity	81.50	168.30

*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 been indexed In November, 2019 and the same shall be applicable till October 2020.



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