



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

Registrar

No. NEPRA/R/ADG(Tariff)/TRF-232/SKHPL-2013/15-18

January 02, 2025

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff-884 MW Suki Kinari Hydropower Project for Quarters July-December 2024

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority along with Annex-I (total 02 pages) regarding quarterly indexation/adjustment of tariff of Suki Kinari Hydropower Project for the quarters **July-December 2024** on account of N-CPI, US CPI, Exchange Rate and LIBOR variations in Case No. NEPRA/TRF-232/SKHPL-2013.

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

Wasim Anwar Bhinder
(Wasim Anwar Bhinder)

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/Director S K Hydro (Pvt.) Ltd. (SKHPL) 15 Peshawar Block Fortress Stadium
Lahore



**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF- 884 MW
SUKI KINARI HYDROPOWER PROJECT FOR QUARTERS JUL- DEC 2024**

SKHPL has developed Suki Kinari Hydropower Project of 870 MW on Kunhar River, District Mansehra, Khyber Pakhtunkhwa on a Build, Own, Operate and Transfer (BOOT) basis, pursuant to the Policy for Power Generation Projects 2002 of the Government of Pakistan (GOP). The Authority vide its decision dated Mar 28, 2014 determined the EPC stage tariff for the project, subsequently revised by the Authority via Motion for Review determination dated Jul 22, 2014. SKHPL submitted that COD of the Project was achieved on September 14, 2024 and submitted COD achievement certificate dated September 26, 2024 notified by CPPA-G.

2. SKHPL vide letter dated Dec 19, 2024 has submitted a request for interim indexation for the quarters of Jul-Sep 2024 and Oct-Dec 2024 on account of change in N-CPI (General), US CPI, exchange rate and LIBOR variations.

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:

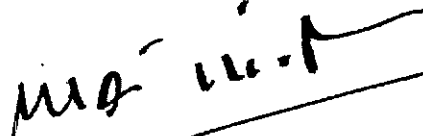
"To allow Suki Kinari Hydropower project indexation to the extent of debt servicing (Principal + Interest) for two Bi-annual periods only i.e. July-Dec 2024 and Jan-Jun 2025 on provisional basis subject to finalization of COD tariff adjustment decision. After June 2025 debt servicing component will be allowed on the reference Tariff without indexation. SKHPL is directed to submit COD tariff adjustment application on or before June 30, 2025."

4. Accordingly, SKHPL indexation requests for Jul-Sep 2024 and Oct-Dec 2024 are hereby allowed on interim basis and shall be subject to adjustments, if necessary, in the light of the final decision of the Authority with respect to SKHPL 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. CPPAGL to ensure that all the payments are consistent with tariff determination.

AUTHORITY



(Mathar Niaz Rana (nsc)
Member




(Engr. Maqsood Anwar Khan)
Member

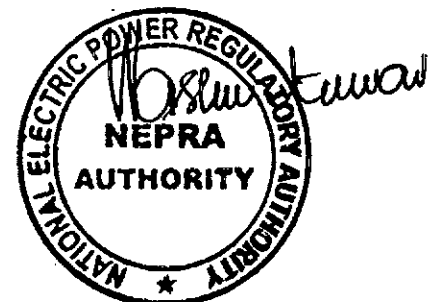
(Rafique Ahmed Shaikh)
Member



(Amina Ahmed)
Member



(Waseem Mukhtar)
Chairman



**SK Hydro (Private) Limited (SHPL)
Quarterly Indexation/Adjustment**

Tariff Components	Reference	Jul-Dec 2024	Indexation
Fixed Charge (Rs/kW/M)			
Loan Repayment	758.9290	2,172.3758	Rs./ US\$
Interest Charges	583.4055	3,489.3305	LIBOR & Rs./ US\$
Indexation values			Sources
Exchange Rate Quarterly	97.4000	278.8000	NBP
LIBOR	0.4133%	5.6830%	Global-rates.com
Outstanding Loan USD Million	1280.28	1280.28	Determination Dated Mar 28, 2014
Capacity MW (Net)	861.5475	861.5475	Determination Dated Mar 28, 2014

Other Tariff Components shall be paid as per reference generation tariff

Based on the data declared by SK Hydro Power Ltd.

In the above indexation only the Debt Servicing components are indexed on provisional basis and will be subject to adjustment in the light of final decision of the Authority w.r.t. SHPL's COD tariff adjustment.

[Handwritten signature]

