National Electric Power Regulatory Authority
Islamic Republic of Pakistan

Registrar

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad.
Tel: +92-51-9206500, Fax: +92-51-2600026
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/R/ADG(Trf)/TRF-534/GSL-2020/ 16768-72 October 21, 2025

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of tariff for Gharo Solar Limited for the Quarter October-December 2025**

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 Gharo Solar Limited for the Quarter **October-December 2025** on account of US CPI, N-CPI (General), Exchange Rate and SOFR variation in Case No. NEPRA/TRF-534/GSL-2020.

2. The Decision is being sent to the Federal Government for intimation under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA after 15 Calendar days pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: **As above**

Wasim Anwar

(Wasim Anwar Bhinder)

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

Copy to:

1. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad
2. Mr. Shehriyar Abbasi, Deputy Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
3. Chief Executive Officer, K-Electric Limited (KEL), KE House, Punjab Chowrangi, 39-B, Sunset Boulevard, Phase-II, Defence Housing Authority, Karachi
4. Company Secretary, Gharo Solar Limited, 1485/C-2A, Asad Jan Road, Lahore

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF TARIFF FOR GHARO SOLAR LIMITED FOR THE QUARTER OCT-DEC 2025

Pursuant to the decision of the Authority dated April 9, 2021 in the matter of tariff adjustment of Gharo Solar Limited (GSL) at Commercial Operation Date (COD) notified vide S.R.O. 867(I)/2021 dated July 7, 2021. The relevant tariff components of tariff if GSL are required to be adjusted quarterly. The Authority vide decisions dated December 05, 2024 and December 13, 2024 has approved transition from London Interbank Offered Rate (LIBOR) to Secured Overnight Financing Rate (SOFR) with effect from July 01, 2023 for generation IPPs which is notified vide SRO 73(I)/2025 dated January 28, 2025 in the official Gazette.

2. GSL vide letter dated Oct 03, 2025 requested the Authority for quarterly indexation of relevant tariff components for the quarter Oct-Dec 2025. Accordingly, relevant tariff components of GSL for the quarter Oct-Dec, 2025 have been revised on account of US CPI, N-CPI (General), exchange rate and SOFR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decision 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 Oct-Dec 2025 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 indicated in **Annex-I** which shall be immediately applicable."

4. 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.

5. K-Electric to ensure that all the payments are consistent with tariff determination.

AUTHORITY

(Rafique Ahmed Shaikh)
Member

(Amina Ahmed)
Member

(Engr. Maqsood Anwar Khan)
Member

(Waseem Mukhtar)
Chairman

NATIONAL ELECTRIC POWER REGULATORY AUTHORITY
NEPRA
AUTHORITY

Gharo Solar Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Tariff	Revised Tariff	Indexation
Date of decision	Apr 09,2021	Oct-Dec 2025	
	(Rs./kWh)	(Rs./kWh)	
O&M-Local	0.4688	1.0060	N-CPI
O&M-Foreign	0.6358	1.4436	US CPI & Rs./US $
Return on Equity	2.4554	4.4149	Rs./US $
Return on Equity during Construction	0.2693	0.4842	Rs./US $
Debt Servicing (Foreign)	3.5854	7.2263	SOFR & Rs./US $
Debt Servicing (Local)	2.4316	2.4316	-
Total	**9.8463**	**17.0066**	
Indexation Values			**Sources(websites)**
N-CPI (General)-Revised value of Aug 2025	125.90	270.18	Pakistan Bureau of Statistics
US CPI - Revised value of Aug 2025	256.560	323.976	Bureau of Labor Statistics
Exchange Rate- available on Sep 30, 2025	156.70	281.75	NBP
Term SOFR 3 months rate available on Sep 30, 2025 (3. 97639 % + 0.2616 %)	2.08513%	4.2380%	cmegroup.com
Principal Outstanding Foreign Loan (USD)		12,506,058	
Principal Outstanding Local Loan (Rs.)		1,016,784,120	
Quarterly Benchmark Energy (kWh)		24,319,950	

Above indexation is on the basis of the information provided by GSL

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