Registrar

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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(Tariff)/TRF-479/HNDS-2019/17596-17600 October 28, 2025

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

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority alongwith **Annex-I** (total 02 pages) regarding quarterly indexation/adjustment for **October-December 2025** Quarters on account of N-CPI (General), Exchange Rate (PKR/USD) and SOFR variation of tariff of HNDS Energy Limited in Case No. NEPRA/479/HNDS-2019.

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**

(Iftikhar Ali Khan)

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, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, HNDS Energy (Pvt.) Ltd., G-30/4, KDA Scheme No.5, Block 8, Clifton, Karachi

INTERIM DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF TARIFF FOR HNDS ENERGY LIMITED FOR THE QUARTER OCT-DEC 2025

Pursuant to the decision of the Authority dated February 21, 2020 in the matter of tariff decisions of HNDS Energy Limited (HNDS) notified vide S.R.O No 200(I)/2021 dated February 16, 2021, the relevant tariff components are required to be indexed/adjusted according to the stipulated mechanism therein. 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. HNDS filed request for interim quarterly indexation of the relevant tariff components for the quarter Oct-Dec 2025. Accordingly the tariff of HNDS in respect of quarter Oct-Dec 2025 has been revised on account of N-CPI (General), exchange rate (PKR/USD) and SOFR variation in accordance with the requisite indexation mechanisms stipulated in the above referred decision(s) 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 indexation allowed is on interim basis and shall be subject to adjustments, if necessary, in the light of the final decision of the Authority with respect to HNDS 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. CPPA-G 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

28/x/25

Annexure-I

HNDS Energy Limited
Quaterly Indexation/Adjustment of Tarifff

Tariff Components	Reference Tariff	Revised Oct-Dec 2025	Indexation
Date of decision	**February 21, 2020**		
	(Rs./kWh)		
O&M-Local	0.7368	1.5195	N-CPI
Return on Equity	1.3379	2.4265	Rs./US $
Return on Equity during Construction	0.0758	0.1375	Rs./US $
Principal Repayment of debt-Foreign	0.9465	1.7166	Rs./US $
Interest-Foreign	1.1006	2.7363	SOFR & Rs./US $
Principal Repayment of debt-Local	1.5292	1.5292	
Interest-Local	1.0264	1.0264	
Total	**6.7532**	**11.0920**	
Indexation Values			
N-CPI (General) of Aug, 2025	131.01	270.18	Pakistan Bureau of Statistics
Exchange Rate available on Sep 30, 2025	155.35	281.75	NBP
Term SOFR 3 months rate available on Sep 30, 2025 (3.97639% + 0.2616 %)	1.9084%	4.2380%	cmegroup.com
Outstanding Principal-Foreign (USD)		11,493,454	
Outstanding-Principal Local (Rs.)		1,685,183,018	
Quarterly Benchmark Energy (kWh)		25,480,650	

Based on the data declared by HNDS

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