



Registrar

# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/Dir(Tariff-I)/TRF-308/HSRPEL-2015/39701-03  
November 5, 2020

**Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Huaneng Shandong Ruyi (Pakistan) Energy Private Limited. (Case No. NEPRA/TRF-308/HSRPEL-2015)**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Huaneng Shandong Ruyi (Pakistan) Energy Private Limited for the quarter October - December 2020 on account of US CPI, CPI (General), Exchange Rate, KIBOR, LIBOR, Coal Price(s) and Calorific Value(s) variation in Case No. NEPRA/TRF-308/HSRPEL-2015.

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),  
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.

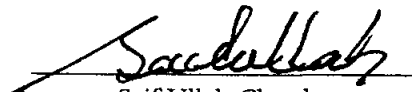
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION /  
ADJUSTMENT OF TARIFF FOR HUANENG SHANDONG RUYI (PAKISTAN) ENERGY PRIVATE  
LIMITED.**

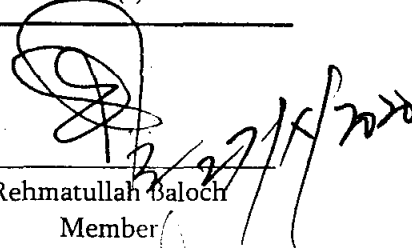
1. Pursuant to the Decision of the Authority dated March 31, 2015 in the matter of approval of upfront coal tariff for 2x660 MW coal power plant of Huaneng Shandong Ruyi (Pakistan) Energy Private Limited (hereafter "HSRPEL") and decision of the Authority dated January 17, 2019 in the matter of tariff adjustment at Commercial Operation Date, the relevant tariff components in respect of Oct-Dec 2020 quarter has been revised on account of US CPI, CPI (General), exchange rate, KIBOR, LIBOR, Coal Price(s) and Coal Calorific Value(s) variation. The revised tariff indicated hereunder shall be immediately applicable:

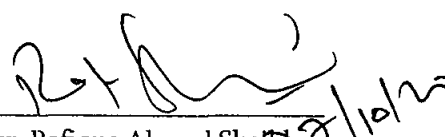
Tariff Components	Reference Tariff	Revised Oct-Dec 2020 Quarter
<b>Capacity Charge (Rs./KW/h)</b>		
Fixed O&M - Foreign	0.1601	0.2682
Fixed O&M - Local	0.1606	0.1984
Cost of Working Capital	0.1541	0.2325
Return on Equity	0.9438	1.5015
Debt Repayment	1.0344	1.9024
Interest Charge	0.7796	0.7728
<b>Total</b>	<b>3.2326</b>	<b>4.8758</b>
<b>Energy Purchase Price (Rs./KWh)</b>		
Variable O&M - Foreign	0.0763	0.1278
Variable O&M - Local	0.0510	0.0630
<b>Total</b>	<b>0.1273</b>	<b>0.1908</b>

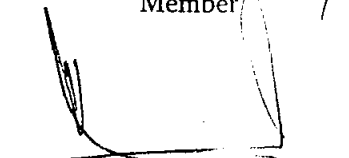
2. The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
3. CPPA(G) to ensure that all payments are consistent with the tariff determination(s).

**AUTHORITY**

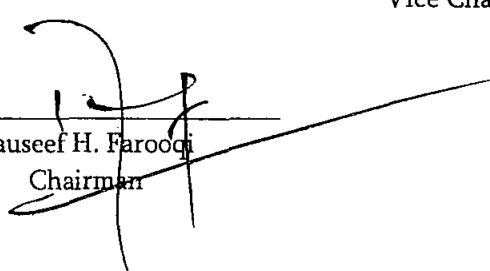
  
Saif Ullah Chattha  
Member 26.10.2020

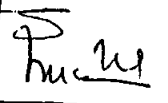
  
Rehmatullah Baloch  
Member

  
Engr. Rafique Ahmed Shaikh  
Member

  
Engr. Bahadur Shah  
Vice Chairman



  
Tauseef H. Farooqi  
Chairman

  
05.11.20 1

## Huaneng Shandong Ruyi (Pakistan) Energy (Pvt) Company Ltd.

## Quarterly Indexation/ Adjustment of Tariff

Tariff Components	Reference Tariff	Revised Oct-Dec 2020 Quarter
<b>Capacity Charge (Rs./KW/h)</b>		
Fixed O&M - Foreign	0.1601	0.2682
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<b>Total</b>	<b>0.1273</b>	<b>0.1908</b>
<b>Indexation Values</b>		
Exchange Rate (Rs./USD)	104.594	166.400
US CPI (All Urban Consumers)	246.819	259.918
CPI (General) - Local	217.980	269.270
3 Monthly KIBOR	6.150%	7.250%
3 Monthly LIBOR	1.380%	0.234%
Coal Price (Rs./Ton)	13,605	17,572
Coal Calorific Value (BTU/Kg)	23,768	23,089
Principal Outstanding (USD. Million)	-	1,077.69
Hours in the quarter	-	2,208

\*For the purpose of indexation of Local O&M components for Oct-Dec 2020 quarter, CPI for August 2020 was required to be used. However, Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16. As per relevant provision of the PPA, the latest available CPI of June 2020 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M components is being made on provisional basis, subject to revision upon decision of new reference index value by the Authority.

