



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/ADG(Trf)/TRF-308/HSRPEL-2015/ 21342-46

December 31, 2025

Subject: **Decision of the Authority in the matter of Quarterly Indexations/Adjustments of cost of Working Capital and Return on Equity Components of tariff for April-June 2022 to July-September 2024 Quarters for Huaneng Shandong Ruyi (Pakistan) Energy Private Limited**

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority along **Annex-I** (total 02 pages) regarding Quarterly Indexations/Adjustments of cost of Working Capital and Return on Equity Components of tariff for **April-June 2022 to July-September 2024** Quarters for Huaneng Shandong Ruyi (Pakistan) Energy Private Limited on account of CWC and ROE components in Case No. NEPRA/TRF-308/HSRPEL-2015.

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 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, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, Huaneng Shandong Ruyi (Pakistan) Energy (Pvt.) Ltd. House No. 4, A, Street No.20, F-8/2, Islamabad

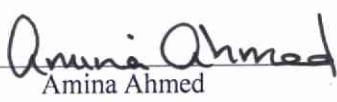
REVISED DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATIONS/ADJUSTMENTS OF COST OF WORKING CAPITAL AND RETURN ON EQUITY COMPONENTS OF TARIFF FOR APRIL-JUNE 2022 TO JULY-SEPTEMBER 2024 QUARTERS FOR HUANENG SHANDONG RUYI (PAKISTAN) ENERGY PRIVATE LIMITED.

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"), decision of the Authority dated January 17, 2019 in the matter of tariff adjustment at Commercial Operation Date (COD) and decision of the Authority dated May 26, 2025 notified vide S.R.O. No. 1035 (I)/2025 on June 3, 2025 in the matter of motion for leave for review filed by HSRPEL against decisions of the Authority in the matter of fuel price adjustments for the months of January 2022 onwards, the cost of working capital (CWC) and return on equity (ROE) components of tariff are required to be adjusted on account of Exchange Rate, KIBOR, Coal Price(s) and Coal Calorific Value(s) variations.
2. HSRPEL has submitted a request for quarterly indexations/adjustments of CWC and ROE components of tariff for April-June 2022 to July-September 2024 quarters on the basis of Authority's decision dated May 26, 2025. However, it has been noted that change in ROE component is required only for October-December 2023 quarter.
3. Accordingly, the relevant tariff components of HSRPEL in respect of April-June 2022 to July-September 2024 quarters have been revised on account of KIBOR, Exchange Rate, Coal Price(s) and Coal Calorific Value(s) variations in accordance with the requisite indexation/adjustment mechanism stipulated in the above decision(s) of the Authority.
4. The Authority in its collective and joint wisdom considering all aspects decided with consensus as under; which shall be hereinafter called as the decision of Authority in the matter:

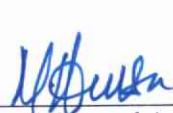
"Indexations/adjustments for April-June 2022 to July-September 2024 quarters have been made in CWC and ROE (for October-December 2023 quarter only) components of tariff in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components attached as **Annex-I**."

5. HSRPEL has consumed mixed coal i.e. imported & local during the October-December 2022 to July-September 2024 quarters. Accordingly, ROE and cost of working capital components have been adjusted in accordance with the Para 9.2 & 10.2(d) of the decision dated January 17, 2019.
6. The above decision of the Authority shall supersede the previous decisions of the Authority for April-June 2022 to July-September 2024 quarters to the extent of CWC and ROE components.
7. The above decision of the Authority along with 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 (XL of 1997).
8. CPPA(G) to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY


Amina Ahmed

Member


Engr. Maqsood Anwar Khan
Member


Waseem Mukhtar

Chairman



Huaneng Shandong Ruyi (Pakistan) Energy (Pvt) Company Ltd.
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Revised Apr to Jun 2022 Quarter	Revised Jul to Sep 2022 Quarter	Revised Oct to Dec 2022 Quarter	Revised Jan to Mar 2023 Quarter	Revised Apr to Jun 2023 Quarter	Indexation
Capacity Charge (Rs./KW/h)						
Cost of Working Capital	0.8441	1.7883	1.3655	1.3050	2.1495	KIBOR & Fuel Cost as per respective consumption of Local & Imported Coal.

Tariff Components	Revised Jul to Sep 2023 Quarter	Revised Oct to Dec 2023 Quarter	Revised Jan to Mar 2024 Quarter	Revised Apr to Jun 2024 Quarter	Revised Jul to Sep 2024 Quarter	Indexation
Capacity Charge (Rs./KW/h)						
Cost of Working Capital	2.8332	2.1781	1.2053	1.2575	1.2686	KIBOR & Fuel Cost as per respective consumption of Local & Imported Coal.
ROE *	-	2.6947	-	-	-	

* ROE component for other quarters will remain unchanged.

- The cost of working capital is calculated on the basis of 30 days receivable for imported and local coal, 90 days inventory for imported coal whereas 30 days inventory for local coal, actual consumption %age for respective coal and actual CV for respective coal.

- Based on the data declared by Huaneng Shandong Ruyi (Pakistan) Energy (Pvt) Company Ltd.

