



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-369/LEPCL-2015/ 4282-86

April 30, 2025

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for April-June 2025 Quarter for Lucky Electric Power Company Limited

Dear Sir,

Please find enclosed herewith the decision of the Authority along with **Annex-I** (total 02 pages) regarding quarterly indexation/adjustment of tariff for Lucky Electric Power Company Limited for the quarter **April-June 2025** on account of US CPI, N-CPI, KIBOR, Exchange Rate, Coal Price(s) and Coal Calorific Value(s) variation in Case No. NEPRA/TRF-369/LEPCL-2015.

2. The Decision is being sent to the Federal Government for intimation under Proviso (ii) of Section 31(7) of the 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 Officer, Lucky Electric Power Company, 11th Floor, Al-Tijarah Center, 32-1-A, PECHS, Shahra-e-Faisal, Karachi Tele: 021 – 3416 8806-09

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTELY INDEXATION/ADJUSTMENT OF TARIFF FOR APRIL-JUNE 2025 QUARTER FOR LUCKY ELECTRIC POWER COMPANY LIMITED.

Pursuant to the decision of the Authority dated October 20, 2016, notified vide S.R.O No. 946(I)/2017 dated September 15, 2017, in the matter of approval of upfront local coal tariff for 660 MW coal power plant of Lucky Electric Power Company Limited (hereinafter "LEPCL") and the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(I)/2023 on August 9, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components, the relevant tariff components are required to be adjusted on account of US CPI, N-CPI, KIBOR, Exchange Rate, Coal Price(s) and Coal Calorific value(s) variation.

LEPCL has submitted a request for quarterly indexation/adjustment for April-June 2025 quarter. Accordingly, the tariff of LEPCL in respect of April-June 2025 quarter has been revised on account of US CPI, N-CPI, KIBOR, Exchange Rate, Coal Price(s) and Coal Calorific value(s) variation in accordance with the requisite indexation/adjustment mechanism stipulated in the above decision(s) of the Authority.

The Authority in its collective and joint wisdom considering all aspects decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

"Indexation/adjustment for April-June 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 are indicated hereunder shall be immediately applicable."

Tariff Components	Reference Oct 20, 2016 & Mar 10, 2021	Revised Apr-Jun 2025 Quarter
Capacity Charge (Rs./KWh)		
Fixed O&M - Foreign	0.1435	0.5552
Fixed O&M - Local	0.1977	0.3982
Cost of Working Capital	0.1055	0.7288
Insurance	0.1021	0.1021
Return on Equity (ROE)	1.4575	3.9484
Debt Repayment	1.0764	1.0764
Interest Charges	1.8520	1.8849
Total	4.9347	8.6940
Energy Purchase Price (Rs./KWh)		
Variable O&M - Foreign	0.0684	0.2646
Variable O&M - Local	0.0628	0.1265
Total	0.1312	0.3911

LEPCL has consumed mixed coal i.e. imported & local during the quarter. Accordingly, ROE and cost of working capital components have been adjusted in accordance with the Para 5(II)(xii) and Para 5(II)(xvii) of the decision dated October 20, 2016.

Indexation allowed to LEPCL is purely on provisional basis till finalization of its COD tariff by the Authority and shall be subject to adjustment/refund, if necessary, in the light of final decision of the Authority.

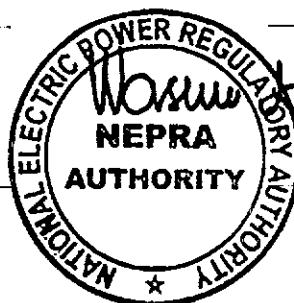
The above decision of the Authority along with revised tariff components attached as **Annex-I** are to be notified in the Official Gazette, in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

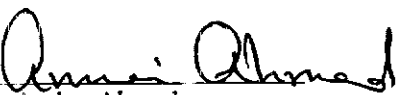
CPPA (G) to ensure that all payments are consistent with the tariff determination(s).


AUTHORITY


Engr. Rafique Ahmed Shaikh
Member


Engr. Maqsood Anwar Khan
Member




Amina Ahmed
Member


Waseem Mukhtar
Chairman

Lucky Electric Power Company Limited
Quarterly Indexation/ Adjustment of Tariff

Tariff Components	Reference Oct 20, 2016 & Mar 10, 2021	Revised Apr-Jun 2025 Quarter	Indexation
Capacity Charge (Rs./KWh)			
Fixed O&M - Foreign	0.1435	0.5552	US CPI & Rs./US\$
Fixed O&M - Local	0.1977	0.3982	N-CPI (Local)
Cost of Working Capital	0.1055	0.7288	KIBOR & Fuel Cost as per respective consumption of Imported Coal
Insurance	0.1021	0.1021	-
Return on Equity (ROE)	1.4575	3.9484	Rs./US\$ & respective consumption of Imported Coal
Debt Repayment	1.0764	1.0764	-
Interest Charges	1.8520	1.8849	KIBOR
Total	4.9347	8.6940	
Energy Purchase Price (Rs./KWh)			
Variable O&M - Foreign	0.0684	0.2646	US CPI & Rs./US\$
Variable O&M - Local	0.0628	0.1265	N-CPI (Local)
Total	0.1312	0.3911	
Indexation Values			Source
Exchange Rate (Rs./USD)	97.100	280.600	NBP - Revised rate of Mar 28, 2025
US CPI (All Urban Consumers)	238.340	319.082	U.S. Bureau of Labor Statistics - Revised value of Feb 2025
N-CPI (Local)	131.010	263.950	Pakistan Bureau of Statistics - Revised value of Feb 2025
3 Month KIBOR	11.91%	12.18%	SBP - Revised rate of Mar 28, 2025
Local Coal Price (Rs./MT)	10,018.195	7,646.89	Weighted Average Price of Coal Consumed during Oct & Nov 2024
Local Coal Calorific Value (BTU/kg)	22,046.000	10,945.13	Weighted Average CV of Coal Consumed during Oct & Nov 2024
Imported Coal Price (Rs./MT)	-	19,401.76	Weighted Average Price of Coal Consumed during Oct & Nov 2024
Imported Coal Calorific Value (BTU/kg)	-	11,198.50	Weighted Average CV of Coal Consumed during Oct & Nov 2024
Local Coal Quantity (M.Ton)	-	36,779.00	20.13% of Total Coal Consumed during Oct & Nov 2024
Imported Coal Quantity (M.Ton)	-	145,938.49	79.87% of Total Coal Consumed during Oct & Nov 2024
Principal Outstanding (Rs. Million)	-	64,588.84	
Return on Equity (ROE)-Local	-	29.50%	
Return on Equity (ROE)-Imported	-	27.20%	
Hours in Quarter	-	2,184	

-The cost of working capital is calculated on the basis of 30 days receivable for local & imported 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 Lucky Electric Power Company Limited.

