



Registrar

# National Electric Power Regulatory Authority

## Islamic Republic of Pakistan

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No. NEPRA/R/TRF-299/PQEPCPL-2015/4868-4870

February 11, 2020

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Port Qasim Electric Power Company (Private) Ltd. [CASE NO. NEPRA/TRF-299/PQEPCPL-2015]**

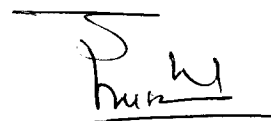
Dear Sir,

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 Port Qasim Electric Power Company (Private) Ltd. for the quarter January – March 2020 on account of US CPI, CPI (General), KIBOR, LIBOR, Exchange Rate, Coal price(s) and Coal Calorific value(s) variation in Case No. NEPRA/TRF-299/PQEPCPL-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

  
11 02 20

( Syed Safeer Hussain )

Secretary  
Ministry of Energy, Power Division  
(Power Division)  
'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 PORT QASIM ELECTRIC POWER COMPANY (PRIVATE) LIMITED**

Pursuant to the Decision of the Authority dated February 13, 2015 in the matter of approval of upfront coal tariff for 2x660 MW coal power plant of Port Qasim Electric Power Company (hereafter "PQEPCL"), decision of the Authority dated February 23, 2018 in the matter of confirmation of the O&M contract for coal unloading jetty of PQEPCL and decision of the Authority dated September 27, 2019 notified vide S.R.O No. 1383(I)/2019 dated November 15, 2019 in the matter of tariff adjustment at Commercial Operation Date (COD) of PQEPCL, the relevant tariff components of PQEPCL in respect of Jan-March 2020 quarter has been revised on account of US CPI, CPI (General), KIBOR, LIBOR, exchange rate, coal price(s) and coal calorific value(s) variation in accordance with the requisite indexation/adjustment mechanism stipulated in above referred decision(s) of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

Tariff Components	Reference Tariff	Revised Jan-Mar 2020 Quarter
<b>Capacity Charge (Rs./KW/h)</b>		
Fixed O&M Foreign	0.1632	0.2477
Fixed O&M Local	0.1618	0.1942
Fixed O&M Foreign (Jetty)	0.0250	0.0367
Fixed O&M Local (Jetty)	0.0230	0.0230
Cost of Working Capital	0.1535	0.3060
Return on Equity	0.8896	1.3071
Debt Repayment	1.1237	1.8032
Interest Charge	0.9195	1.1200
<b>Total</b>	<b>3.4593</b>	<b>5.0379</b>
<b>Energy Purchase Price (Rs./KWh)</b>		
Variable O&M Foreign	0.0778	0.1181
Variable O&M Local	0.0514	0.0617
Variable O&M Foreign (Jetty)	0.0014	0.0021
Variable O&M Local (Jetty)	0.0008	0.0008
<b>Total</b>	<b>0.1314</b>	<b>0.1827</b>

The 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.

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

**AUTHORITY**

Saif Ullah Chattha  
Member

30.1.2020

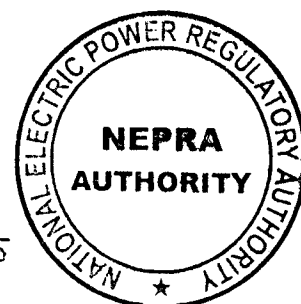
Rehmatullah Baloch  
Member

Engr. Rafique Ahmed Shaikh  
Member

Engr. Bahadur Shah  
Member

Tauseef H. Karoqi  
Chairman

11.02.20



## Annex-I

**Port Qasim Electric Power Company (Private) Limited**  
**Quarterly Indexation/ Adjustment of Tariff**

Tariff Components	Reference Tariff	Revised Jan-Mar 2020 Quarter
<b>Capacity Charge (Rs./KW/h)</b>		
Fixed O&M - Foreign	0.1632	0.2477
Fixed O&M - Local	0.1618	0.1942
Fixed O&M - Foreign (Jetty)	0.0250	0.0367
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Variable O&M - Local (Jetty)	0.0008	0.0008
<b>Total</b>	<b>0.1314</b>	<b>0.1827</b>
<b>Indexation Values</b>		
Exchange Rate (Rs./USD)	105.730	155.350
US CPI (All Urban Consumers)	248.991	257.208
CPI (General) - Local	219.580	263.590
3 Monthly KIBOR	6.500%	13.550%
3 Monthly LIBOR	2.362%	1.908%
Coal Price (Rs./Ton)	12,532	11,512
Coal Calorific Value (BTU/Kg)	25,556	19,593
Principal Outstanding (USD. Million)	-	1,347.64
Hours in the quarter	-	2,184

Note: Insurance and Sinasure components are not part of quarterly indexation. These are adjusted annually on actual basis as per mechanism stipulated in the Decision(s) of the Authority.

