



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/Director(Trf)/TRF-299/PQEPCPL-2015/38364-38366
October 27, 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]

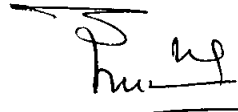
Dear Sir,

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 October-December 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


27 x 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 Oct-Dec 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 Oct-Dec 2020 Quarter
Capacity Charge (Rs./KW/h)		
Fixed O&M - Foreign	0.1632	0.2681
Fixed O&M - Local	0.1618	0.1984
Fixed O&M - Foreign (Jetty)	0.0250	0.0393
Fixed O&M - Local (Jetty)	0.0230	0.0230
Cost of Working Capital	0.1535	0.1599
Return on Equity	0.8896	1.4001
Debt Repayment	1.2724	2.0015
Interest Charge	0.7708	0.7840
Total	3.4593	4.8743
Energy Purchase Price (Rs./KWh)		
Variable O&M - Foreign	0.0778	0.1278
Variable O&M - Local	0.0514	0.0630
Variable O&M - Foreign (Jetty)	0.0014	0.0022
Variable O&M - Local (Jetty)	0.0008	0.0008
Total	0.1314	0.1938

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

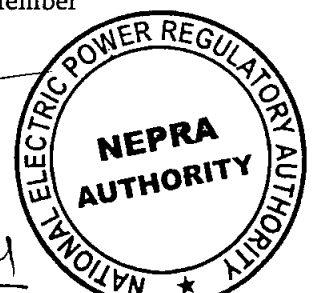
Saif Ullah Chattha
Member

Rehmatullah Baloch
Member

Engr. Rafique Ahmed Shah
Member

Engr. Bahadur Shah
Member

Tauseef H. Farooq
Chairman



Annex-I

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

Tariff Components	Reference Tariff	Revised Oct-Dec 2020 Quarter
Capacity Charge (Rs./KW/h)		
Fixed O&M - Foreign	0.1632	0.2681
Fixed O&M - Local	0.1618	0.1984
Fixed O&M - Foreign (Jetty)	0.0250	0.0393
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Total	0.1314	0.1938
Indexation Values		
Exchange Rate (Rs./USD)	105.730	166.400
US CPI (All Urban Consumers)	248.991	259.918
CPI (General) - Local	219.580	269.270
3 Monthly KIBOR	6.500%	7.250%
3 Monthly LIBOR	2.362%	0.234%
Coal Price (Rs./Ton)	12,532	10,486
Coal Calorific Value (BTU/Kg)	25,556	20,316
Principal Outstanding (USD. Million)	-	1,251.64
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.

