



Registrar

# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)//TRF-299/PQEPCPL-2015/6359-63

March 15, 2023

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

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with Schedule of Sinosure Fee Component of Capacity Charge (Annex-I) (03 pages) in the matter of Annual Adjustment of Sinosure Component of Capacity Charge Part of Tariff for Port Qasim Electric Power Company (Private) Ltd. for the period November 24, 2022 to November 23, 2023 in Case No. NEPRA/TRF-299/PQEPCPL-2015.

2. The Decision is being intimated to the Federal Government for the purpose of notification in the official Gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

3. The revised Tariff Schedule attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above

( Engr. Mazhar Iqbal Ranjha )

Secretary  
Ministry of Energy, Power Division  
(Power Division)  
'A' Block, Pak Secretariat  
Islamabad

Copy to: (alongwith copy of subject Decision):

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, Port Qasim Electric Power Company (Pvt.) Limited  
House No. 3, Street No. 2, Sector F-8/3, Islamabad

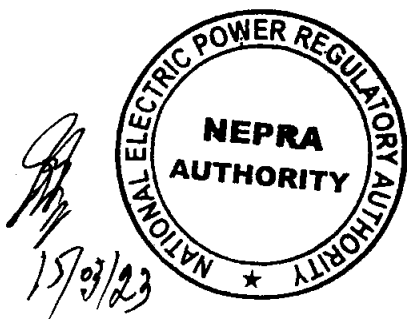
**DECISION OF THE AUTHORITY IN THE MATTER OF ANNUAL  
ADJUSTMENT OF SINOSURE COMPONENT OF CAPACITY  
CHARGE PART OF TARIFF FOR PORT QASIM ELECTRIC POWER  
COMPANY (PRIVATE) LIMITED**

1. Pursuant to the Decisions 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 (PQEPCL) and dated September 27, 2019 in the matter of tariff adjustment at Commercial Operation Date (COD) of PQEPCL, the sinosure component of capacity charge part of tariff is subject to annual adjustment on the basis of annual outstanding principal, interest payable and exchange rate. PQEPCL vide its letter No. PQEPC/NEPRA/2022-49 dated December 22, 2022 submitted its request for adjustment of Sinosure fee component. PQEPCL requested Sinosure fee component of Rs. 0.1518/kW/h for the 5<sup>th</sup> agreement year on the basis of sinosure premium of US\$ 7,365,151 (Rs. 1,652,371,566).
2. PQEPCL calculated the sinosure premium on the basis of outstanding principle as per the loan agreement with its Lender instead of the debt schedule approved by NEPRA. The requested sinosure premium is not in line with the mechanism approved by the Authority and previous decisions in the matter. As per the approved mechanism, sinosure premium for the period November 24, 2022 to November 23, 2023 is calculated as under:

Description	Amount US\$
Outstanding Principal as per Approved Debt Schedule	972,640,000
Revised Interest Payable During the Period @ LIBOR 3.77986%	66,682,972
Total	1,039,322,972
Premium Rate	0.60%
Sinosure Premium As Per Debt Schedule	6,235,938
Exchange Rate (Rs./US\$)	224.35
Sinosure Premium (Rs.)	1,399,032,652

3. The revised sinosure component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

Period	Revised Sinosure Component
	Rs./kW/Hour
November 24, 2022 to November 23, 2023	0.1285





4. The revised tariff schedule attached as **Annex-I** is 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.
5. CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

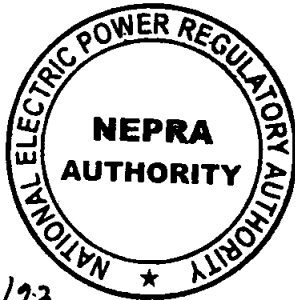
**AUTHORITY**

Mathar Niaz Rana (nsc)  
Member

Engr. Maqsood Anwar Khan  
Member

Engr. Rafique Ahmed Shaikh  
Member

Tauseef H. Farooqi  
Chairman



15/03/23

**Port Qasim Electric Power Company (Pvt.) Ltd**  
**Schedule of Sinosure Fee Component of Capacity Charge**  
**Adjustment on account of Sinosure Fee**

Period	Sinosure Fee (US\$.)	Exchange Rate	Sinosure Fee (Rs.)	Sinosure Component (Rs./kW/h)
24 Nov 2022 to 23 Nov 2023	6,235,938	224.35	1,399,032,652	0.1285

*LIBOR as communicated by Export Import Bank of China to Port Qasim Electric Power Company (Pvt) Ltd*  
*Exchange rate of Rs. 224.35/US\$ used by Industrial Commercial Bank of China in payment advice of Sinosure Fee*  
*Based on data declared by Port Qasim Electric Power Company (Pvt) Ltd*

*24 Nov 2023*

