



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-368/TEL-2016/ 35734-38

October 30, 2023

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment in the Local O&M Components of Tariff for October-December 2022 to July-September 2023 Quarters of Thar Energy Limited [CASE NO. NEPRA/TRF-368/TEL-2016]**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components at **Annex-I** (total 02 pages) regarding quarterly indexation/adjustment of tariff of Thar Energy Ltd. for **October-December 2022 to July-September 2023** quarters on account of N-CPI variation in Case No. NEPRA/TRF-368/TEL-2016.

2. The decision is being sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above

(Engr. Mazhar Iqbal Ranjha)

Secretary
Ministry of Energy
(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.
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, Thar Energy Limited, 11th Floor, Ocean Tower, Block-9, Main Clifton Road, Karachi



DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT IN THE LOCAL O&M COMPONENTS OF TARIFF FOR OCT- DEC 2022 TO JUL-SEP 2023 QUARTERS OF THAR ENERGY LIMITED (TEL).

1. Pursuant to the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(I)/2023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of Local O&M components, the Local fixed and variable O&M components of tariff are required to be indexed on account of variations in N-CPI.
2. The Authority through its various decisions approved fixed and variable O&M (Local) components of tariff w.e.f. October - December 2022 to July - September 2023 quarters based on last available CPI value i.e. 269.27 of June 2020 (Base Year 2007-08) on provisional basis subject to decision of the Authority for change in CPI index and its notification in the Official Gazette.
3. Subsequent to the notification of the decision, TEL requested for revision of fixed and variable O&M (Local) components based on N-CPI values for October - December 2022 to July - September 2023 quarters.
4. The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

“Local Fixed and Variable O&M components have been revised on account of N-CPI variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff indicated as **Annex-I** shall be immediately applicable.”
5. Indexation allowed to TEL is on provisional basis till the finalization of its COD tariff decision by the Authority and shall be subject to adjustment/refund, if necessary, in the light of final decision of the Authority in respect to COD tariff adjustment.
6. The instant decision shall supersede the relevant decisions of the Authority to the extent of local fixed and variable O&M components dated November 8, 2022, April 14, 2023, August 4, 2023 and August 11, 2023.
7. The above referred 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.
8. CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY

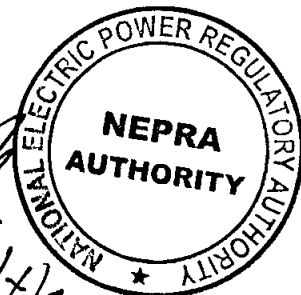
Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan
Member

Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed
Member

Waseem Mukhtar
Chairman



Thar Energy Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference	Revised				Indexation
	Mar 10, 2021	Oct-Dec 2022	Jan-Mar 2023	Apr-Jun 2023	Jul-Sep 2023	
Capacity Charge (Rs./kW/Hour)						
Fixed O&M - Local	0.2114	0.3031	0.3161	0.3409	0.3678	N-CPI Local
Variable O&M (Rs./kWh)						
Variable O&M - Local	0.0628	0.0900	0.0939	0.1013	0.1093	N-CPI Local
Indexation Values						Source
National Consumer Price Index (N-CPI)	131.010	187.840	195.890	211.280	227.960	PBS - Revised value for the relevant quarter

- Based on the data declared by Thar Energy Limited

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