



# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-370/CEL-2016/40874-40876  
November 18, 2021

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Chanar Energy Limited (CEL) [Case No. NEPRA/TRF-370/CEL-2016]**

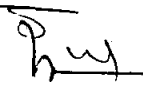
Dear Sir,

Please find enclosed herewith the decision of the Authority along with (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff for Chanar Energy Limited (CEL) for the quarters July-September 2021 and October-December 2021 on account of US CPI, CPI (Local), Exchange Rate and KIBOR variations in Case No. NEPRA/TRF-370/CEL-2016.

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 adjusted/indexed tariff attached as **Annex-I** is to be notified in the official Gazette.

Enclosure: As above

  
18 11 21  
( Syed Safeer Hussain )

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.

**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/  
ADJUSTMENT OF TARIFF FOR CHANAR ENERGY LIMITED**

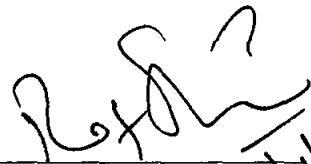
Pursuant to the decision of the Authority dated April 18, 2019 in the matter of tariff adjustment of Chanar Energy Limited (CEL) at Commercial Operation Date (COD) notified vide S.R.O No.769(I)/2019 dated July 04, 2019, the relevant tariff components of CEL in respect of quarters July-September 2021 and October-December 2021 have been revised on account of US CPI, CPI (Local), exchange rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decision of the Authority indicated in **Annex-I**.

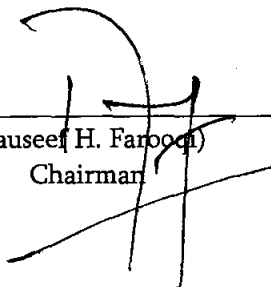
2. The above referred adjusted/indexed tariff attached as **Annex-I** is to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
3. CPPA-G to ensure that all the payments are consistent with tariff determination.

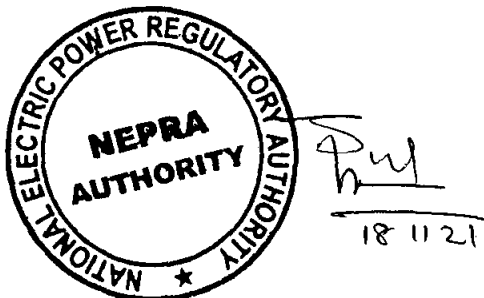
**AUTHORITY**

  
(Rehmatullah Baloch)  
Member

  
(Engr. Maqsood Anwar Khan)  
Member

  
(Rafique Ahmad Sharikh)  
Member/Vice Chairman

  
(Tauseef H. Farooqi)  
Chairman



**Chanar Energy Limited**  
**Quarterly Indexation/Adjustment of Tariff**

Tariff Components	Reference Component	Revised Jul-Sep 2021	Revised Oct-Dec 2021
(Rs./kWh)			
Variable O&M - Local	0.1197	0.1627	0.1627
Variable O&M - Foreign	0.3393	0.6027	0.6614
Fixed O&M - Local	0.3194	0.4340	0.4340
Return on Equity	1.0345	1.6118	1.7406
Debt Service	3.8970	3.5149	3.5830
Working Capital	0.1733	0.1424	0.1474
Insurance	0.2204	0.2204	0.2204
<b>Total</b>	<b>6.1036</b>	<b>6.6889</b>	<b>6.9495</b>
<b>Indexation Values</b>			
CPI (General)	198.160	269.270	269.270
US CPI	236.119	269.195	273.567
Exchange Rate	101.60	158.30	170.95
3 Monthly KIBOR	9.50%	7.45%	7.78%

\* For the purpose of indexation of Local O&M components for July-Sept 2021 and Oct-Dec 2021 quarters, CPI for May 2021 and August 2021 respectively were 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.

The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007-08 with N-CPI Base Year 2015-16, however, that decision shall be implemented upon Notification in the Official Gazette.

As per relevant provision of the EPA, 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 notification of the Authority's decision of revised index.

