

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-263/CPL-2014/4581-4583 April 4, 2017

Subject: Decision of the Authority regarding Fuel Price Adjustments in the Tariff of Chiniot Power Limited (CPL) (Case No. NEPRA/TRF-263/CPL-2014)

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority (01 page) regarding Fuel Price Adjustments in the Tariff of Chiniot Power Limited (CPL) w.e.f. 01.07.2015 to 30.09.2015, 01.10.2015 to 30.09.2016 and 01.10.2016 to 30.09.2017

- 2. The subject decision is being intimated to the Federal Government for the purpose of notification of the approved tariff in the official gazette pursuant to Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997).
- 3. The revised tariff components are to be notified in the official Gazette.

Enclosure: As above

(Syed Safeer Hussain)

Secretary Ministry of Water & Power '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 REGARDING FUEL PRICE ADJUSTMENTS IN THE TARIFF OF CHINIOT **POWER LIMITED (CPL)**

Pursuant to the Authority's determination dated June 11, 2014 in the matter of application of Chiniot Power Limited (CPL) opting for upfront tariff notified vide S.R.O No 522(I)/2014 dated June 17, 2014, Decision of the Authority dated January 22, 2016 regarding One Time Adjustment of Upfront Tariff of CPL notified vide S.R.O No 156(I)/2016 dated February 24, 2016 with supersession of previous S.R.O dated June 17, 2014, fuel adjustment needs to be made in the energy charge part of its tariff on account of fuel price variation on yearly basis. CPL in accordance with the Authority's determination requested for adjustment of fuel cost component.

2. As per decision of the Authority:

"To safeguard interest of consumers, the Authority may review the fuel pricing mechanism stipulated above in accordance with NEPRA applicable law, after due consultation with the affected/interested parties, if it is deemed that there is exorbitant/unreasonable increase in international coal prices. Similarly, to mitigate risk to the power producer and to encourage the investors to put up bagasse based(indigenous fuel) cogeneration projects, the reference CIF coal price of US\$ 100.67/ton used at the time of this determination shall be considered the floor/minimum price for the purpose of the Fuel cost Component."

3. The details of the allowed fuel cost components are as under:

Period	Revised Fuel Cost Component Rs./kWh
w.e.f. 1st July, 2015 to 30th September 2015	5.9822
w.e.f. 1st October, 2015 to 30th September 2016	6.1471
w.e.f. 1st October 2016 to 30th September 2017	6.1677

- 4. The above revised fuel cost component is based on the minimum floor coal price of US\$ 100.67/ Ton vide the Authority's referred decision dated January 22, 2016.
- 5. The above referred revised tariff components are to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

AUTHORITY

Himayat Ullah Khan

Vice Chairman

Maj (R) Haroon Rashid

Member

Syed Masood

Member

Saif Ullah Chattha 28.3.2577

Chairman