



Registrar

# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-263/CPL-2014/2408-12

February 10, 2023

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Chiniot Power Limited (CPL)**  
[Case No. NEPRA/TRF-263/CPL-2014]

Dear Sir,

Please find enclosed herewith the decision of the Authority along with (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff for Chiniot Power Limited (CPL) for the quarter January-March 2023 on account of US CPI, CPI (General), Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-263/CPL-2014.

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

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. Project Director, Chiniot Power Limited, 55-K, Model Town, Lahore  
Tele: 042 – 3585 7233 – 35

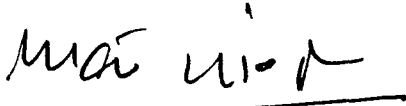
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF  
TARIFF FOR CHINIOT POWER LIMITED (CPL)**

Pursuant to the decision of the Authority dated January 22, 2016 regarding One-time Adjustment of Upfront Tariff of Chiniot Power Limited ("CPL") notified vide S.R.O 156(I)/2016 dated February 24, 2016 and corrigendum dated October 31, 2016, the tariff of CPL has been revised for the quarter January-March, 2023, on account of US CPI, CPI (General), exchange rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanisms stipulated in the aforementioned decision(s) of the Authority as indicated in **Annex-I**.

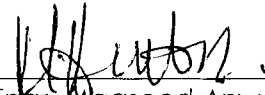
2. The aforementioned adjusted/indexed tariff mentioned in **Annex-I** is to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

3. CPPA-G to ensure that all the payments are consistent with tariff determination.

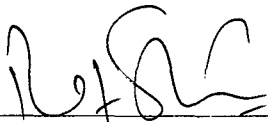
**AUTHORITY**



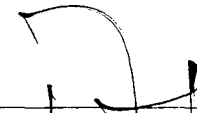
(Mathar Niaz Rana(nsc))  
Member



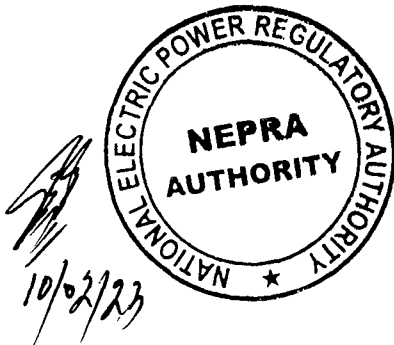
(Engr. Waqsood Anwar Khan)  
Member



(Rafique Ahmad Shaikh)  
Member



(Tauseef H. Farooqi)  
Chairman



**Chiniot Power Limited**  
**Quarterly Indexation/Adjustment of Tariff**

Tariff Components	Reference Tariff	Revised Jan-Mar, 2023	Indexation
Date of decisions	Apr 09,2021 Oct 31, 2016 Jan 22, 2016		
	Rs./kWh		
Variable O&M - Local	0.1197	0.1627	CPI
Variable O&M - Foreign	0.3393	0.9554	US CPI & Rs./US \$
Fixed O&M - Local	0.3194	0.4340	CPI
Return on Equity	1.0346	2.3105	Rs./US \$
Debt Service	3.8970	4.6290	KIBOR
Working Capital	0.1733	0.2863	KIBOR
Insurance	0.2204	0.2204	-
<b>Total</b>	<b>6.1037</b>	<b>8.9983</b>	
<b>Indexation Values</b>			<b>Sources (Website)</b>
CPI (General)-Revised value of Jun 2020	198.160	269.270	Pakistan Bureau of Statistics
US CPI- Revised value of Nov 2022	236.119	297.711	US Bureau of Labor Statistics
Exchange Rate- Revised rate of Dec 30, 2022	101.60	226.90	NBP
3 Month KIBOR- Revised rate of Dec 30, 2022	9.50%	17.00%	SBP
Principal Outstanding (Rs./MW)		34,719,500	
Quarterly Benchmark Energy (kWh)		50,694,660	
<p>Above indexation is on the basis of the information provided by CPLand verified by NEPRA.</p> <p>For the purpose of indexation of Fixed O&amp;M (Local) component for Jan-Mar 2023 quarter, CPI for Nov 2022 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.</p> <p>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.</p> <p>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&amp;M components is being made on provisional basis, subject to revision upon notification of the Authority's decision of revised index.</p>			

