



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/ADG(Trf)/TRF-242/HSML-2014/ 37612-16

November 23, 2023

Subject: **Decision of the Authority for Quarterly Indexation/Adjustment of Tariff of Hamza Sugar Mills Limited (HSML) for the Quarter October-December 2023 (Case No. NEPRA/TRF-242/HSML-2014)**

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with Annex-I (total 02 pages) regarding quarterly indexation/adjustment of tariff of Hamza Sugar Mills Limited (HSML) for the **October-December 2023** quarter in Case No. NEPRA/TRF-242/HSML-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. General Manager, Hamza Sugar Mills Ltd., A/22, S.I.T.E., Mauripur Road, Karachi-75730

**DECISION OF THE AUTHORITY FOR QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF OF
HAMZA SUGAR MILLS LIMITED FOR THE QUARTER OCT-DEC 2023**

The Authority issued its decision in the matter of application of Hamza Sugar Mills Limited ("HSML") opting for upfront tariff on September 12, 2014. The Authority then issued its decision regarding one-time adjustment in the upfront Tariff of HSML on May 12, 2017. Later, the Authority vide decision dated April 09, 2021 in the matter of application filed by Central Power Purchasing Agency Guarantee Ltd. (CPPAGL) adjusted the aforesaid decision dated May 12, 2017 which has been notified through S.R.O 719(I)/2021 dated June 04, 2021. Pursuant to the aforesaid decisions of the Authority, the tariff of HSML for the quarter Oct-Dec, 2023 has been adjusted.

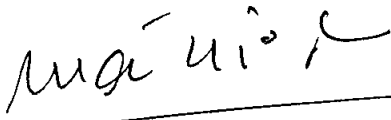
2. The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of the Authority in the matter:

"Indexation/adjustment for Oct-Dec 2023 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated in Annex-1 shall be immediately applicable"

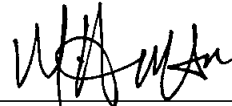
3. The adjusted/ indexed tariff attached as **Annex-I** is to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

4. CPPAGL to ensure that all the payments are consistent with tariff determination.

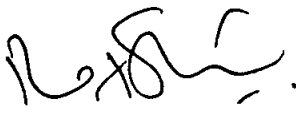
AUTHORITY



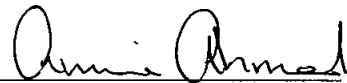
(Mathar Niaz Rana (nsc)
Member



(Engr. Maqsood Anwar Khan)
Member



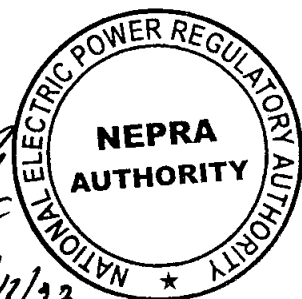
(Rafique Ahmed Shaikh)
Member



(Amina Ahmed)
Member



(Waseem Mukhtar)
Chairman



Hamza Sugar Mills Limited (Rahim Yar Khan)
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Tariff	Revised Tariff	Indexation
Date of decisions	Sep 12, 2014 May 12, 2017 Apr 09, 2021	Oct-Dec 2023	
	Rs./kWh		
Variable O&M - Local	0.1458	0.2663	N-CPI
Variable O&M - Foreign	0.3054	1.1300	US CPI & Rs./US \$
Fixed O&M - Local	0.3892	0.7108	N-CPI
Return on Equity	0.7329	2.0854	Rs./US \$
Debt Service	3.8970	5.3213	KIBOR
Working Capital	0.1733	0.3716	KIBOR
Insurance	0.1543	0.1543	-
Total	5.7979	10.0397	
Indexation Values			Sources (Website)
N-CPI (General)-Revised value of Aug 2023	131.010	239.270	Pakistan Bureau of Statistics
US CPI- Revised value of Aug 2023	236.119	307.026	US Bureau of Labor Statistics
Exchange Rate-rate available on Sep 30, 2023	101.600	289.10	NBP
3 Month KIBOR- rate available on Sep 30, 2023	9.50%	22.66%	SBP
Principal Outstanding (Rs./MW)		39,359,100	
Quarterly Benchmark Energy (kWh)		13,637,160	
Based on the data provided by the HSML			

