



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad.
Tel: +92-51-9206500, Fax: +92-51-2600026
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/ADG(Trf)/TRF-242/HSML-2014/ 12557-61

August 08, 2024

Subject: **Decision of the Authority for Quarterly Indexation/Adjustment of Tariff of Hamza Sugar Mills Limited (HSML) for the Quarter July-September 2024 (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 **July-September 2024** quarter on account of N-CPI, US CPI, Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-242/HSML-2014.

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

Enclosure: **As above**


(Wasim Anwar Bhinder)

Secretary,
Ministry of Energy (Power Division),
'A' Block, Pak Secretariat
Islamabad

Copy to:

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 JUL-SEP 2024**

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 Jul-Sep 2024 has been adjusted.

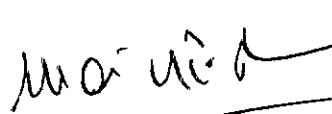
2. The Authority in its collective and joint wisdom considering all aspects decided with consensus as under; which will be hereafter called as decision of the Authority in the matter:

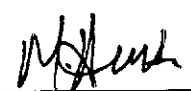
"Indexation/adjustment for Jul-Sep 2024 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated in **Annex-I** which shall be immediately applicable".


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.

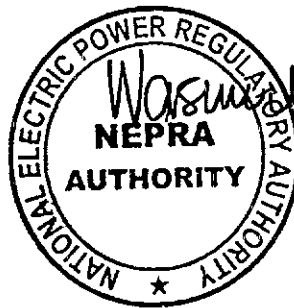
4. CPPAGL to ensure that all the payments are consistent with tariff determination.


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	Jul-Sep 2024	
	Rs./kWh		
Variable O&M - Local	0.1458	0.2835	N-CPI
Variable O&M - Foreign	0.3054	1.1147	US CPI & Rs./US \$
Fixed O&M - Local	0.3892	0.7569	N-CPI
Return on Equity	0.7329	2.0111	Rs./US \$
Debt Service	3.8970	4.8506	KIBOR
Working Capital	0.1733	0.3338	KIBOR
Insurance	0.1543	0.1543	-
Total	5.7979	9.5049	
Indexation Values			Sources (Website)
N-CPI (General)-Revised value of May 2024	131.010	254.780	Pakistan Bureau of Statistics
US CPI- Revised value of May 2024	236.119	314.069	US Bureau of Labor Statistics
Exchange Rate-rate available on June 30, 2024	101.600	278.80	NBP
3 Month KIBOR- rate available on June 30, 2024	9.50%	20.24%	SBP
Principal Outstanding (Rs./MW)		32,290,400	
Quarterly Benchmark Energy (kWh)		13,637,160	

Based on the data provided by the HSML

