



**Registrar**

# **National Electric Power Regulatory Authority**

## **Islamic Republic of Pakistan**

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No. NEPRA/R/ADG(Trf)/TRF-242/HSML-2014/ **13254-58**

August 27, 2025

**Subject: Decision of the Authority for Quarterly Indexation/Adjustment of Tariff of Hamza Sugar Mills Limited (HSML) for the Quarter November-December 2024 to July-September 2025**

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 Quarter **November-December 2024 to July-September 2025** 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**

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

(Wasim Anwar Bhinder)

**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 IN THE MATTER OF QUARTERLY INDEXATION/  
ADJUSTMENT OF TARIFF FOR HAMZA SUGAR MILLS LIMITED FOR THE QUARTER  
NOV-DEC 2024 TO JUL-SEP 2025**

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(1)/2021 dated June 04, 2021. The Authority's decision dated June 17, 2025 notified vide S.R.O 1401 (I)/2025 dated July 31, 2025 regarding Adjustment in Tariff, the tariff of HSML has been revised for the quarters from Nov-Dec 2024 to Jul-Sep 2025 on account of US CPI, N-CPI (General), exchange rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanisms stipulated in the aforementioned decision(s) of the Authority. HSML vide letters dated Jul 01, 2025 and Aug 08, 2025 requested the Authority to index the tariff from Nov-Dec 2024 to Jul-Sep 2025 as per the approved indexation mechanism.

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:

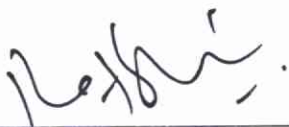
"Indexation/adjustment from Nov-Dec 2024 to Jul-Sep 2025 quarters have been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components indicated in Annex-I which shall be immediately applicable."

3. Further, the instant quarterly decision shall supersede the relevant quarterly decisions of the Authority from Nov-Dec 2024 to Apr-Jun 2025 dated November 07, 2024, March 04, 2025 and Jun 04, 2025 to the extent of relevant tariff components.

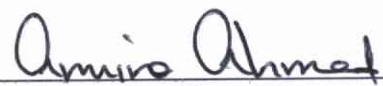
4. The aforementioned adjusted/indexed tariff mentioned in Annex-I is to be notified in the official Gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

5. CPPAG to ensure that all the payments are consistent with tariff determination.

**AUTHORITY**



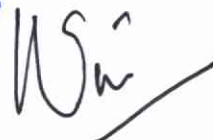
(Rafique Ahmed Shaikh)  
Member



(Amina Ahmed)  
Member



(Engr. Maqsood Anwar Khan)  
Member



(Waseem Mukhtar)  
Chairman



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

Tariff Components	Reference Tariff	Revised Tariff	Revised Tariff	Revised Tariff	Revised Tariff	
Date of decisions	Sep 12, 2014 May 12, 2017 Apr 09, 2021 Jun 17, 2025	Nov 01, 2024 to Dec 31, 2024	Jan-Mar 2025	Apr-Jun 2025	Jul-Sep 2025	Indexation
	Rs./kWh					
Fuel Cost Component (FCC)*	9.8704	10.3639	10.3639	10.3639	10.3639	5 % annual indexation
Variable O&M - Local	0.2835	0.2892	0.2912	0.2925	0.2930	Lower of 5 % per annum or Average N-CPI
Variable O&M - Foreign	1.1147	1.1173	1.1187	1.1329	1.1436	(i) US CPI (ii) Rs./US \$ (a) upto 70 % depreciation & (b) 100 % appreciation
Fixed O&M - Local	0.7569	0.7720	0.7775	0.7810	0.7823	Lower of 5 % per annum or Average N-CPI
Return on Equity	1.7086	1.7086	1.7086	1.7086	1.7086	
Debt Service	3.8970	4.4400	4.0989	4.0798	3.9959	KIBOR
Working Capital	0.1669	0.1363	0.1053	0.1062	0.0992	KIBOR
Insurance	0.1543	0.1543	0.1543	0.1543	0.1543	-
<b>Total</b>	<b>17.9523</b>	<b>18.9816</b>	<b>18.6184</b>	<b>18.6192</b>	<b>18.5408</b>	
<b>Indexation Values</b>						<b>Sources (Website)</b>
N-CPI (General)-Average	254.78	259.86	261.70	262.88	263.32	Pakistan Bureau of Statistics
US CPI	314.069	314.796	315.493	319.082	321.465	US Bureau of Labor Statistics
Exchange Rate-Average	278.80	278.82	278.54	278.96	279.73	NBP
3 Month KIBOR- For Debt Servicing	9.50%	16.13%	12.14%	12.18%	11.15%	SBP
3 Month KIBOR- For Working Capital	20.24%	16.13%	12.14%	12.18%	11.15%	SBP
Principal Outstanding (Rs./MW)		29,785,500	27,202,200	24,538,200	21,790,900	
Quarterly Benchmark Energy (kWh)		13,637,160	13,340,700	13,488,930	13,637,160	

*\*On the basis of annual indexation-FCC will be applicable from 1st Oct, 2024 to 30th Sep, 2025*

*Based on the data declared by HSML.*

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