



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-265/RKML-2014/ **15892-96**

September 25, 2025

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of tariff for RYK Mills Limited (RYKML) for the Quarter November-December 2024 to July-September 2025**

Dear Sir,

Please find enclosed herewith the Decision of the Authority along with **Annex-I** (total 02 pages) regarding Quarterly Indexation/Adjustment of tariff of RYK Mills Limited (RYKML) for **November-December 2024 to July-September 2025** Quarter in Case No. NEPRA/TRF-265/RKML-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 after 15 calendar days 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
(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. Head Energy Business, RYK Mills Ltd., 75/4, Sarfraz Rafiqui Road, Lahore

**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF TARIFF
FOR RYK MILLS LIMITED (RYKML) FOR THE QUARTER NOV-DEC 2024 TO JUL-SEP 2025**

Reference is made to the Authority decision in the matter of application of RYK Mills Limited ("RYKML") opting for upfront tariff on June 25, 2014, decision regarding one-time adjustment in the upfront Tariff of RYKML on November 02, 2015, decision dated April 09, 2021 issued in the matter of application filed by Central Power Purchasing Agency Guarantee Ltd. (CPPAG), and decision dated June 17, 2025 in the matter of joint application filed by CPPAG and RYKML.

2. In accordance with the requisite indexation/adjustment mechanisms stipulated in the aforementioned decision(s) of the Authority, RYKML vide letters dated Jun 26, 2025 and Jul 07, 2025 requested the Authority to index the tariff from Nov-Dec 2024 to Jul-Sep 2025.

3. 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 are indicated in **Annex-I**."

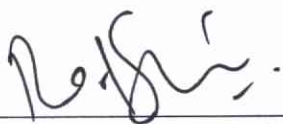
4. The attached Annex-I shall supersede the relevant tariff components vide quarterly from Nov-Dec 2024 to Apr-Jun 2025 of the Authority dated November 07, 2024, January 24, 2025 and April 30 2025 to the extent of relevant tariff components.

5. Further, the Authority considered the response of power purchaser i.e. CPPA-G submitted on September 4, 2025 and RYKML on September 10, 2025 wherein both CPPA-G and RYKML clarified that debt service component has been paid by CPPA-G to RYKML from COD up to 10th agreement years, i.e. March 24, 2015 to March 23, 2025 and no further recoverable on account of debt servicing beyond this period. Keeping in view the submissions of power purchaser and power producer, the Authority decided that debt service component allowed to RYKML from March 24, 2025 onwards vide decision dated January 24, 2025 and April 30 2025 shall be treated as "nil".

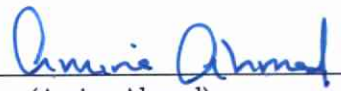
6. The aforementioned adjusted/indexed tariff mentioned in **Annex-I** is to be notified in the official Gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

7. CPPA-G 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

RYK Mills Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Tariff	Revised Tariff	Revised Tariff	Revised Tariff	Revised Tariff	Indexation
Date of decisions	Nov 02, 2015 Apr 09, 2021 Jun 17, 2025	Nov 01, 2024 to Dec 31, 2024	Jan-Mar 2025	Apr-Jun 2025	Jul-Sep 2025	
	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	0.7568	0.7719	0.7774	0.7809	0.7822	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	4.0778	3.9468	-	-	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	-
Total	17.9522	18.6193	18.4662	14.5393	14.5448	
Indexation Values						Sources (Website)
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)		9,916,100	6,711,900	-	-	
Quarterly Benchmark Energy (kWh)		27,274,320	26,681,400	26,977,860	27,274,320	

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

** Debt Service Component shall be applicable till March 23, 2025.

Based on the data declared by RYKML.

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