



National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/DG(Trf)/TRF-372/SSML-2016/ 19552-56

September 29, 2026

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of tariff for Shahtaj Sugar Mills Limited for the Quarters October-December 2025 to July-September 2026**

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority alongwith **Annex-I** (total 02 pages) regarding Quarterly Indexation/Adjustment of tariff for Shahtaj Sugar Mills Limited for the Quarters **October-December 2025 to July-September 2026** in Case No. NEPRA/ TRF-372/SSML-2016.

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**


(Wasim Anwar Bhinder)

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

Copy to:

1. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad
2. Deputy Secretary (RA), Cabinet Division, Cabinet Secretariat, Islamabad
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPAG), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Director, Shahtaj Sugar Mills Limited 72/C-1, M.M. Alam Road, Gulberg-III, Lahore

**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT
OF TARIFF FOR SHAHTAJ SUGAR MILLS LIMITED FOR THE QUARTERS
OCT-DEC 2025 TO JUL-SEP 2026**

Pursuant to the decision of the Authority in the matter of application of Shahtaj Sugar Mills Limited ("SSML") opting for upfront tariff on January 02, 2017, decision on Modification Tariff petition on January 24, 2022 and the decision in the matter of Tariff adjustment at Commercial Operations Date (COD) dated August 18, 2026 notified vide S.R.O 1623(I)/2026 dated September 18, 2026, the relevant tariff components of SSML are required to be indexed.

2. In accordance with the requisite indexation/adjustment mechanisms stipulated in the aforementioned decision(s) of the Authority, SSML vide letter dated September 08, 2026 requested the Authority for indexation of tariff components for the quarters from Oct-Dec 2025 to Jul-Sep 2026.

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:

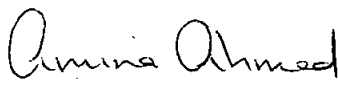
"Indexation/adjustment for the quarters from Oct-Dec 2025 to Jul-Sep 2026 have been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated in **Annex-I**."

4. The instant quarterly indexations decision shall supersede the quarterly decision of the Authority from Oct-Dec 2025 to Apr-Jun 2026, dated June 03, 2026 to the extent of relevant tariff components.

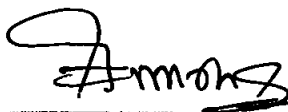
5. The aforementioned adjusted/indexed tariff mentioned in **Annex-I** is to be notified in the official Gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997(XI of 1997).

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

AUTHORITY


(Amina Ahmed)
Member


(Engr. Maqsood Anwar Khan)
Member


(Ghulamullah Shaikh)
Member


(Waseem Mukhtar)
Chairman



SHAHTAJ SUGAR MILLS LIMITED
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Tariff	Revised Tariff	Revised Tariff	Revised Tariff	Revised Tariff	Indexation
Date of decision	Jan 24,2022 Aug 18,2026	Oct 10, 2025- Dec 2025	Jan-Mar 2026	Apr-Jun 2026	Jul-Sep 2026	
	Rs./kWh					
Fuel Cost Component (FCC)*	10.8467	10.8467	10.8467	10.8467	10.8467	5 % annual indexation
Variable O&M - Local	1.1733	1.1977	1.1977	1.1977	1.1977	Lower of 5 % per annum or Average N-CPI
Fixed O&M - Local	0.7823	0.7985	0.7985	0.7985	0.7985	Lower of 5 % per annum or Average N-CPI
Return on Equity	1.4275	1.4275	1.4275	1.4275	1.4275	-
Return on Equity during Construction	0.1037	0.1037	0.1037	0.1037	0.1037	-
Principal Repayment-Local Loan	0.5962	0.5962	0.5962	0.5962	0.5962	-
Interest-Local Loan	2.4445	2.7848	2.6932	2.8747	2.9308	KIBOR
Insurance	0.1102	0.1102	0.1102	0.1102	0.1102	-
Total	17.4844	17.8653	17.7737	17.9552	18.0113	
Indexation Values						Sources (Website)
N-CPI (General)-Average	263.32	268.78	268.78	268.78	268.78	Pakistan Bureau of Statistics
3 Month KIBOR- Local Loan	9.50%	11.07%	10.63%	11.49%	11.79%	SBP
Principal Outstanding-Commercial Local Loan (Rs./MW)		78,815,100	78,299,800	77,769,800	77,224,900	

*FCC shall be applicable from Oct 10, 2025 to Sep 30, 2026

Based on the data declared by SSML.

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