Registrar

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/DG(Trf)/TRF-325/TICL-2015/ 21430-34 October 23, 2026

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of tariff for Thal Industries Corporation Limited for the Quarter October-December 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 of Thal Industries Corporation Limited for the Quarter **October-December 2026** on account of N-CPI (General), US CPI, Exchange Rate and KIBOR Variations in Case No. NEPRA/TRF-325/TICL-2015.

2. The Decision is being sent to the Federal Government for intimation under Proviso (ii) of Section 31(7) of 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
(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 (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. General Manager Commercial, Thal Industries Corporation Ltd., 2 D-1, Gulberg III, Lahore

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF TARIFF FOR THAL INDUSTRIES CORPORATION LIMITED FOR THE QUARTER OCT-DEC 2026

Reference is made to the Authority decision in the matter of application of Thal Industries Corporation Limited ("TICL") opting for upfront tariff on August 07, 2015, decision regarding one-time adjustment in the upfront Tariff of TICL on March 09, 2018, decision dated April 09, 2021 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 TICL.

2. In accordance with the requisite indexation/adjustment mechanisms stipulated in the aforementioned decision(s) of the Authority, TICL vide letter dated Oct 15, 2026 requested the Authority to index the tariff for Oct-Dec 2026 quarter.

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 Oct-Dec 2026 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."

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 (XL of 1997).

5. 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

NATIONAL ELECTRIC POWER REGULATORY AUTHORITY
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Annex - I

Thal Industries Corporation Limited (Layyah Sugar Mills)
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Tariff	Revised Tariff	Indexation
Date of decisions	Aug 07, 2015 Mar 09, 2018 Apr 09,2021 Jun 17, 2025	Oct-Dec 2026	
	Rs./kWh	Rs./kWh	
Fuel Cost Component (FCC)*	10.8821	11.4262	5 % annual indexation
Variable O&M - Local	0.3077	0.3231	Lower of 5 % per annum or Average N-CPI
Variable O&M - Foreign	1.1956	1.1830	(i) US CPI (ii) Rs./US $ (a) upto 70 % depreciation & (b) 100 % appreciation
Fixed O&M - Local	0.8214	0.8625	Lower of 5 % per annum or Average N-CPI
Return on Equity	1.7090	1.7090	-
Debt Service	3.8970	4.0006	KIBOR
Working Capital	0.1669	0.1039	KIBOR
Insurance	0.1543	0.1543	-
Total	**19.1340**	**19.7626**	
Indexation Values			**Sources (Website)**
N-CPI (General)-Average	280.15	296.98	Pakistan Bureau of Statistics
US CPI	335.123	334.980	US Bureau of Labor Statistics
Exchange Rate-Average	280.88	278.03	NBP
3 Month KIBOR- For Debt Servicing	9.50%	11.85%	SBP
3 Month KIBOR- For Working Capital	20.24%	11.85%	SBP
Principal Outstanding (Rs./MW)		16,036,200	
Quarterly Benchmark Energy (kWh)		37,274,904	

**On the basis of annual indexation-FCC will be applicable from 1st Oct, 2026 to 30th Sep, 2027*

Based on the data declared by TICL.

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