



National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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Registrar

No. NEPRA/Tariff-55/AGL-2006/317-319

January 15, 2010

Subject: Decision of the Authority in the Matter of Quarterly (January – March, 2010) Indexation/Adjustment of Tariff for Attock Gen Ltd. (Case No. NEPRA/TRF-55/AGL-2006) - Intimation of Decision of Tariff pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)

Dear Sir,

Please find enclosed the decision of the Authority along with revised schedule of tariff (Annex-I) (02 pages) in respect of quarterly indexation / adjustment of tariff for Attock Gen Ltd. (AGL) in Case No. NEPRA/TRF-55/AGL-2006. As per Paragraph 94 of the Tariff Determination dated September 4, 2006, the revised capacity charge for January – March, 2010 quarter shall be immediately applicable with effect from January 01, 2010.

2. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in the approved tariff through the official Gazette pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997) and Rule 16(11) of the National Electric Power Regulatory Authority Tariff (Standards and Procedure) Rules, 1998.

3. Please note that revised tariff schedule to be notified in the official Gazette is attached as Annex-I.

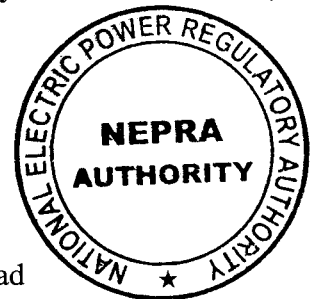
Enclosure: As above

Secretary,
Ministry of Water & Power,
Government of Pakistan
Islamabad.

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, Islamabad.


(Syed Safeer Hussain)



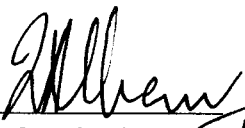
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY
INDEXATION/ADJUSTMENT OF TARIFF FOR ATTOCK GEN. LIMITED (AGL)**

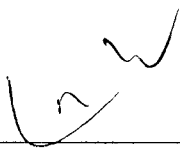
Pursuant to paragraph 94 of the Authority's decision in case No. NEPRA/TRF-55/AGL-2006 of 4th September 2006 and subsequent corrigendum/addendum of 14th October 2006 notified vide SRO 387(I)/2007 dated 8th May 2007 and the decision of the Authority dated 30th July 2009 in the matter of adjustment at commercial operation date, the tariff of AGL is subject to adjustment on account of US CPI, WPI (Local), exchange rate, actual insurance and KIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority. Accordingly the tariff has been revised for January-March 2010 quarter as indicated hereunder:

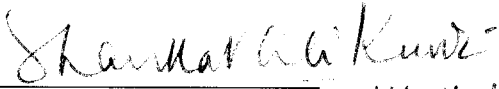
Tariff Components	Reference	Revised Jan-Mar 2010 Quarter
Capactiy Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1079	0.1153
Fixed O&M - Local	0.0882	0.0970
Insurance	0.0494	0.0702
Cost of Working Capital	0.0441	0.0441
ROE	0.2735	0.2868
ROEDC	0.0403	0.0423
Debt Servicing	1.4124	1.4356
Total Capacity Charge	2.0159	2.0913
Energy Charge (Rs./kWh)		
Variable O&M - Foreign	0.4763	0.5092
Variable O&M - Local	0.1129	0.1241


The revised tariff schedule to be notified in the official gazette is attached as Annex-I.

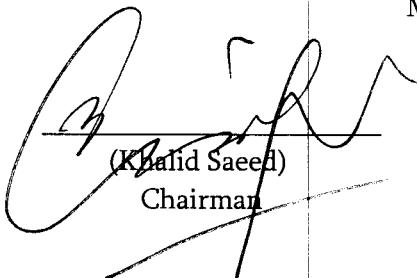
AUTHORITY

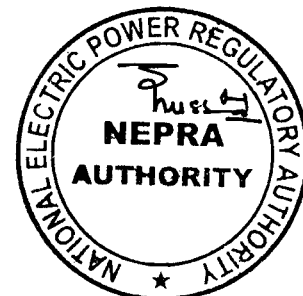

(Zafar Ali Khan) 13/1/10
Member


(Maqbool Ahmad Khawaja)
Member


(Shaukat Ali Kundi) 14.01.10
Member


(Ghiasuddin Ahmed) 13/1
Member/Vice Chairman


(Khalid Saeed)
Chairman



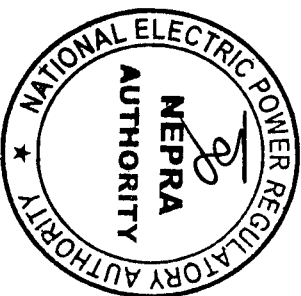
ATTOCK GEN. LIMITED

Tariff Components	Indexation	Reference	Revised Jan-Mar 2010 Quarter
Capacity Charge (Rs./kW/Hour)			
Fixed O&M - Foreign	Exchange Rate & US CPI	0.1079	0.1153
Fixed O&M - Local	WPI- Local	0.0882	0.0970
Insurance	Actual on yearly basis	0.0494	0.0702
Cost of Working Capital	Nil	0.0441	0.0441
ROE	Exchange Rate	0.2735	0.2868
ROEDC	Exchange Rate	0.0403	0.0423
Debt Servicing	Kibor Variation	1.4124	1.4356
Total Capacity Charge		2.0159	2.0913

Energy Charge (Rs./kWh)			
Variable O&M - Foreign	Exchange Rate & US CPI	0.4763	0.5092
Variable O&M - Local	WPI- Local	0.1129	0.1241

Following Values are used for adjustment/indexation of tariff:

	Reference	Revised Jan-Mar 2010 Quarter
Exchange Rate (Rs./USD)	80.400	84.300
US CPI (All Urban Consumers)	212.174	216.330
WPI (Manufactures) - Local	137.000	150.650
3 Monthly KIBOR	12.02%	12.35%
Actual Annual Insurance Premium (Rs.)	67,500,000	95,905,163
Hours in a quarter	-	2,190



Q.S.