



National Electric Power Regulatory Authority

Islamic Republic of Pakistan

2nd Floor, OPF Building, G-5/2, Islamabad
Ph: 9206500, 9207200, Fax : 9210215
E-mail: registrar@nepra.org.pk

Registrar

No. NEPRA/Tariff-55/AGL-2006/3388-3390
October 29, 2010

Subject: **Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff (October - December, 2010) 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) regarding adjustment of tariff for October - December 2010 quarter on account of US CPI, WPI (Local), exchange rate and KIBOR variation for Attock Gen Ltd. (AGL) in Case No. NEPRA/TRF-55/AGL-2006.

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.

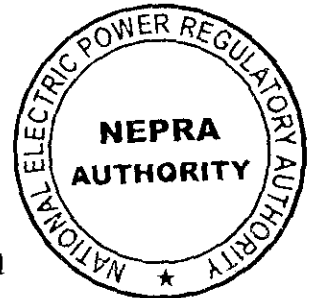
Enclosure: As above

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

CC:

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


(Syed Safer Hussain)





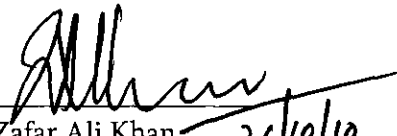
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY
INDEXATION/ADJUSTMENT OF TARIFF FOR ATTOCK GEN. LIMITED (AGL)**

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 decisions of the Authority dated 30th July 2009 and 24th May 2010 in the matter of adjustment at commercial operation date, the tariff of AGL for October-December 2010 quarter has been revised on account of US CPI, WPI (Local), exchange rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff indicated hereunder shall be immediately applicable to the units delivered during the quarter October-December 2010:

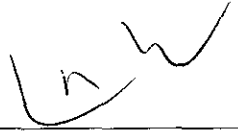
Tariff Components	Reference	Revised Oct.-Dec. 2010 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1079	0.1190
Fixed O&M - Local	0.0882	0.1115
Cost of Working Capital	0.0441	0.0441
ROE	0.3487	0.3739
ROEDC	0.0514	0.0551
Debt Servicing	1.4124	1.4841
Total Capacity Charge excluding Insurance	2.0528	2.1877
Energy Charge (Rs./kWh)		
Variable O&M - Foreign	0.4763	0.5254
Variable O&M - Local	0.1129	0.1427
Total Variable O&M	0.5892	0.6681

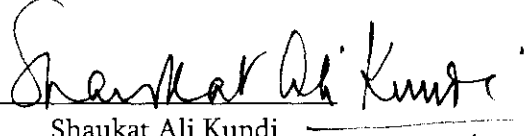
The revised tariff schedule to be notified in the official gazette is attached as Annex-I.

AUTHORITY

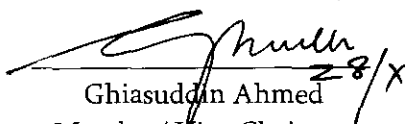

Zafar Ali Khan
Member

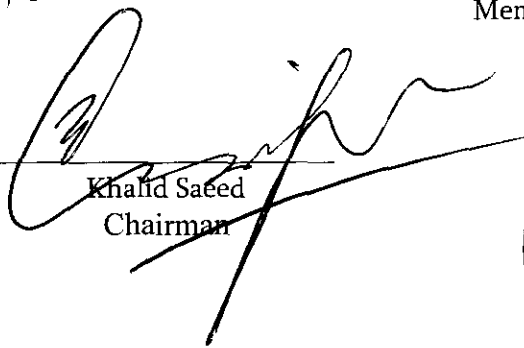
21/10/10

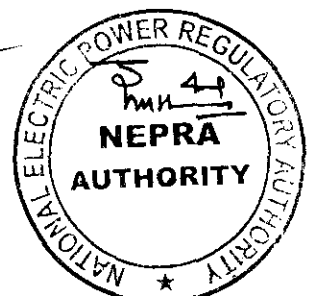

Maqbool Ahmad Khawaja
Member


Shaukat Ali Kundi
Member

27.10.10


Ghiasuddin Ahmed
Member/ Vice Chairman


Khalid Saeed
Chairman



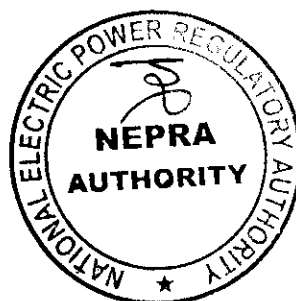
ATTOCK GEN. LIMITED

Tariff Components	Indexation	Reference	Revised
			Oct.-Dec. 2010 Quarter
Capacity Charge (Rs./kW/Hour)			
Fixed O&M - Foreign	Exchange Rate & US CPI	0.1079	0.1190
Fixed O&M - Local	WPI- Local	0.0882	0.1115
Cost of Working Capital	Nil	0.0441	0.0441
ROE	Exchange Rate	0.3487	0.3739
ROEDC	Exchange Rate	0.0514	0.0551
Debt Servicing	Kibor Variation	1.4124	1.4841
Total Capacity Charge excluding Insurance*		2.0527	2.1877
Energy Charge (Rs./kWh)			
Variable O&M - Foreign	Exchange Rate & US CPI	0.4763	0.5254
Variable O&M - Local	WPI- Local	0.1129	0.1427
Total Variable O&M		0.5892	0.6681

Following Values are used for adjustment/indexation of tariff:

	Reference	Revised
		Oct.-Dec. 2010 Quarter
Exchange Rate (Rs./USD)	80.400	86.200
US CPI (All Urban Consumers)	212.174	218.312
WPI (Manufactures) - Local	137.000	173.160
3 Monthly KIBOR	12.02%	13.09%
Hours in a quarter	-	2,208

* Insurance component of capacity charge is required to be adjusted on yearly basis. According to the decision of the Authority dated 30th June 2010, the applicable insurance component is Rs. 0.0780/kW/hour for the current quarter.



[Handwritten signature]