



REGISTRAR

**National Electric Power Regulatory Authority**  
**Islamic Republic of Pakistan**

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad

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No. NEPRA/TRF-72/EEL-2007/11190-11192

October 9, 2013

Subject: **Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Engro Powergen Qadirpur Ltd.**


Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Engro Powergen Qadirpur Ltd. for the quarter October-December 2013 on account of US CPI, CPI (Local), Exchange Rate, LIBOR and KIBOR variation in Case No. NEPRA/TRF-72/EEL-2007.

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 the revised Tariff to be notified in the official Gazette is attached as Annex-I.

Enclosure: As above

  
( Syed Safeer Hussain )

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

CC:

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

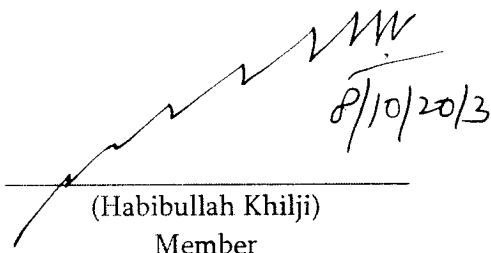
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/  
ADJUSTMENT OF TARIFF FOR ENGRO POWERGEN QADIRPUR LIMITED**

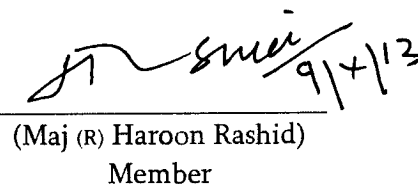
Pursuant to the decisions of the Authority in the matter of motion for leave for review against the decision of the Authority at Commercial Operation Date (COD) regarding Engro Powergen Qadirpur Limited (EPQL), formerly Engro Energy Limited dated 1<sup>st</sup> April 2011, Corrigendum dated May 14, 2012 and decision of the Authority dated 20<sup>th</sup> December 2012, the tariff of EPQL in respect of October-December 2013 quarter has been revised on account of US CPI, CPI (Local), exchange rate, LIBOR 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:

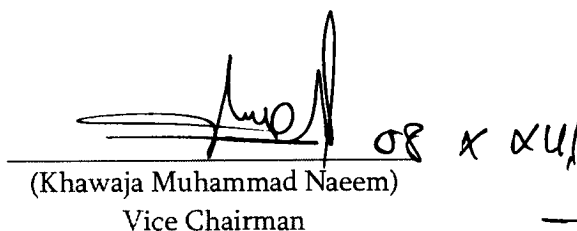
| Tariff Components                    | Reference<br>April 1,<br>2011 | Revised<br>Oct-Dec<br>2013<br>Quarter |
|--------------------------------------|-------------------------------|---------------------------------------|
| <b>Capacity Charge (Rs./kW/Hour)</b> |                               |                                       |
| Fixed O&M - Foreign                  | 0.0096                        | 0.0130                                |
| Fixed O&M - Local                    | 0.1796                        | 0.2156                                |
| Cost of Working Capital              | 0.0537                        | 0.0428                                |
| ROE                                  | 0.3438                        | 0.4308                                |
| ROEDC                                | 0.1265                        | 0.1585                                |
| Debt Servicing                       | 0.7121                        | 0.8902                                |
| <b>Total</b>                         | <b>1.4253</b>                 | <b>1.7509</b>                         |
| <b>Variable O&amp;M (Rs./kWh)</b>    |                               |                                       |
| Variable O&M - Foreign               | 0.1917                        | 0.2592                                |
| Variable O&M - Local                 | 0.0501                        | 0.0601                                |
| <b>Total</b>                         | <b>0.2418</b>                 | <b>0.3193</b>                         |

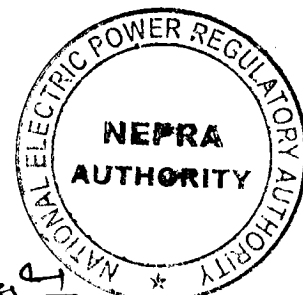
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

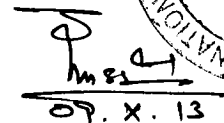
**AUTHORITY**

  
(Habibullah Khilji)  
Member

  
(Maj (R) Haroon Rashid)  
Member

  
(Khawaja Muhammad Naeem)  
Vice Chairman



  
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## ENGRO POWERGEN QADIRPUR LIMITED

(Formerly Engro Energy Limited)

## Quarterly Indexation/Adjustment of Tariff Gas

| Tariff Components                    | Reference<br>April 1, 2011 | Revised<br>Oct-Dec 2013<br>Quarter |
|--------------------------------------|----------------------------|------------------------------------|
| <b>Capacity Charge (Rs./kW/Hour)</b> |                            |                                    |
| Fixed O&M - Foreign                  | 0.0096                     | 0.0130                             |
| Fixed O&M - Local                    | 0.1796                     | 0.2156                             |
| Cost of Working Capital              | 0.0537                     | 0.0428                             |
| ROE                                  | 0.3438                     | 0.4308                             |
| ROEDC                                | 0.1265                     | 0.1585                             |
| Debt Servicing                       | 0.7121                     | 0.8902                             |
| <b>Total</b>                         | <b>1.4253</b>              | <b>1.7509</b>                      |
| <b>Variable O&amp;M (Rs./kWh)</b>    |                            |                                    |
| Variable O&M - Foreign               | 0.1917                     | 0.2592                             |
| Variable O&M - Local                 | 0.0501                     | 0.0601                             |
| <b>Total</b>                         | <b>0.2418</b>              | <b>0.3193</b>                      |
| <b>Indexation Values</b>             |                            |                                    |
| Exchange Rate (Rs./USD)              | 84.200                     | 105.500                            |
| US CPI (All Urban Consumers)         | 216.741                    | 233.877                            |
| CPI (General) - Local                | 154.720                    | 185.710                            |
| 3 Monthly LIBOR                      | 0.29%                      | 0.25%                              |
| 3 Monthly KIBOR                      | 12.36%                     | 9.43%                              |
| Principal Outstanding (USD Million)  | 136.7218                   | 93.8695                            |
| Hours in the quarter                 |                            | 2208                               |

Note:- Insurance component of capacity charge is not part of quarterly indexation. It is adjusted annually on actual basis as per mechanism stipulated in the decision of the Authority.

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