



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/TRF-72/EEL-2007/4173-4175
April 25, 2014

Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Engro Powergen Qadirpur Ltd. (Case No. NEPRA/TRF-72/EEL-2007)

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 April-June 2014 on account of US CPI, CPI (General), 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 schedule of 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, 'Q' Block, Pak Secretariat, Islamabad.



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

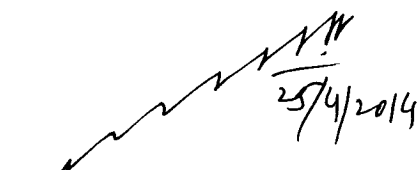
Pursuant to the decision of the Authority dated 17th September 2013 in the matter of tariff adjustments on High Speed Diesel and mixed fuel and decision of the Authority dated 1st April 2011 in the matter of tariff adjustments on Gas operations at commercial operation date and decision of the Authority dated 20th December 2012 in the matter of change of index from WPI (Manufacture) to CPI (General) regarding Engro Powergen Qadirpur Limited (EPQL), formerly Engro Energy Limited, the tariff of EPQL in respect of following quarters has been revised on account of US CPI, CPI (General), exchange rate, LIBOR and KIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decisions of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

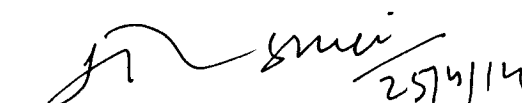
Quarterly Indexation/Adjustment of Tariff

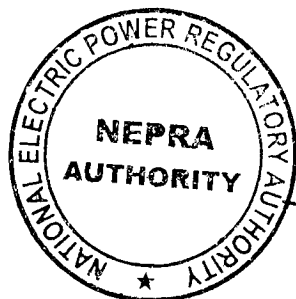
Tariff Components	Reference 1st Apr. 2011	Reference 17th Sep. 2013	Revised April-June 2014 Quarter	
	GAS	HSD	Gas	HSD
Capacity Charge (Rs./kW/Hour)				
Fixed O&M - Foreign	0.0096	0.0098	0.0121	0.0123
Fixed O&M - Local	0.1796	0.1394	0.2194	0.2239
Cost of Working Capital	0.0537	0.0549	0.0455	0.0465
ROE	0.3438	0.3510	0.3997	0.4081
ROEDC	0.1265	0.1291	0.1471	0.1501
Debt Servicing	0.7121	0.7270	0.8252	0.8426
Total	1.4253	1.4112	1.6490	1.6835
Variable O&M (Rs./kWh)				
Variable O&M - Foreign	0.1917	0.1957	0.2414	0.2465
Variable O&M - Local	0.0501	0.0389	0.0612	0.0624
Total	0.2418	0.2346	0.3026	0.3089

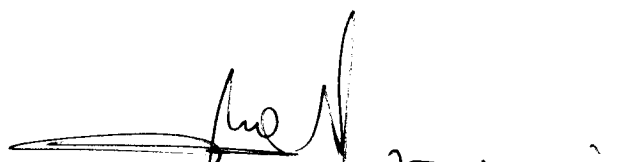
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

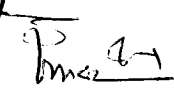
AUTHORITY


(Habibullah Khilji)
Member


(Maj (R) Haroon Rashid)
Member



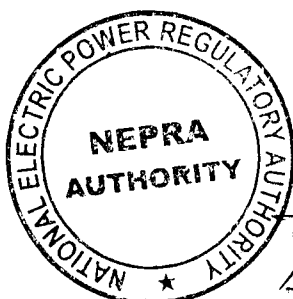

(Khawaja Muhammad Naeem)
Vice Chairman


25.04.14

ENGRO POWERGEN QADIRPUR LIMITED
(Formerly Engro Energy Limited)
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference 1st Apr. 2011	Reference 17th Sep. 2013	Revised April-june 2014 Quarter	
	GAS	HSD	Gas	HSD
Capacity Charge (Rs./kW/Hour)				
Fixed O&M - Foreign	0.0096	0.0098	0.0121	0.0123
Fixed O&M - Local	0.1796	0.1394	0.2194	0.2239
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Variable O&M - Local	0.0501	0.0389	0.0612	0.0624
Total	0.2418	0.2346	0.3026	0.3089
Indexation Values				
Exchange Rate (Rs./USD)	84.200	84.200	97.900	97.900
US CPI (All Urban Consumers)	216.741	216.741	234.781	234.781
CPI (General) - Local	154.720	154.720	189.000	189.000
WPI(Manufactures)-Local	-	159.310	-	-
3 Monthly LIBOR	0.29%	0.29%	0.23%	0.23%
3 Monthly KIBOR	12.36%	12.36%	10.18%	10.18%
Principal Outstanding (USD Million)	136.72	136.72	87.34	87.34
Hours in the quarter			2184	2184

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.



25/04/14

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