



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/R/DG(Tariff)/TRF-72/EPQL-2007/ 8989-93

April 14, 2023

Chief Executive Officer,
Engro Powergen Qadirpur Ltd. (EPQL)
4th Floor, The Harbor Front Building,
HC-3, Marine Drive, Block 4, Clifton,
Karachi.

Subject: Decision of the Authority in the matter of Fuel Price Adjustment for Engro Powergen Qadirpur Ltd. (Case No. NEPRA/TRF-72/EPQL-2007)

Enclosed please find herewith the subject decision of the Authority along with Schedule of Fuel Cost Part of Energy Charges, applicable w.e.f. January 1, 2023 at Annex-I (02 pages) regarding the adjustment on account of fuel price variation for Gas in respect of Engro Powergen Qadirpur Ltd.

Enclosure: As above


(Engr. Mazhar Iqbal Ranjha)

Copy to: (alongwith copy of subject Decision):

1. Secretary Ministry of Water & Power, 'A' Block, Pak Secretariat, Islamabad
2. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
3. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
4. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited, Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.

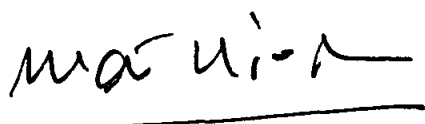
**DECISION OF THE AUTHORITY IN THE MATTER OF FUEL PRICE ADJUSTMENT
FOR ENGRO POWERGEN QADIRPUR LIMITED**

1. Pursuant to the Decision of the Authority dated April 01, 2011 in the matter of Motion for Leave for Review against the Decision of the Authority at COD, Corrigendum of the Authority dated May 14, 2012 and Decision of the Authority dated June 9, 2016 in the case of Engro Powergen Qadirpur Limited (hereinafter "EPQL"), the fuel portion of energy charge part of tariff of EPQL is required to be adjusted for variation in gas price(s).
2. The Honorable Supreme Court of Pakistan in its Judgment dated August 13, 2020 has restrained the Federal Government from charging Gas Infrastructure Development Cess (GIDC) until the amount collected and accrued has not been expended on the projects as listed in the Section 4 of the GIDC Act, 2015.
3. Ministry of Energy (Petroleum Division) vide its letter No. DGO (AC)-8 (49)/20 dated August 19, 2020 directed the concerned entities that the gas bills for the month of August 2020 and onwards will not include or reflect GIDC rates and will remain unbilled till further orders.
4. Oil and Gas Regulatory Authority (OGRA) vide its notification dated February 15, 2023 has notified gas price of Rs. 1,050/MMBTU with effect from January 1, 2023. Based on OGRA's notified gas price and in accordance with the adjustment mechanism stipulated in the decisions of the Authority, the fuel cost component has been revised. The revised energy charge part of EPQL's tariff relating to fuel indicated hereunder shall be immediately applicable on units delivered basis:

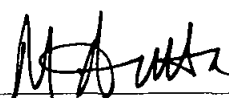
| Period | Fuel Cost Component (Rs./kWh) | |
|----------------------------------|-------------------------------|---------|
| | Reference Apr 1, 2011 | Revised |
| With Effect From January 1, 2023 | 2.7628 | 8.7284 |

5. The above referred revised fuel cost component of energy part of tariff attached as Annex-I is to be notified in the official gazette, in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.
6. CPPA (G) to ensure that all payments are consistent with the tariff determination(s).


AUTHORITY



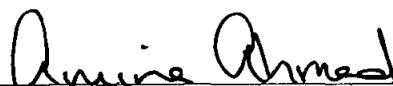
Mathar Niaz Rana (nsc)
Member



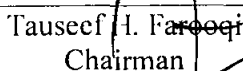
Engr. Maqsood Anwar Khan
Member

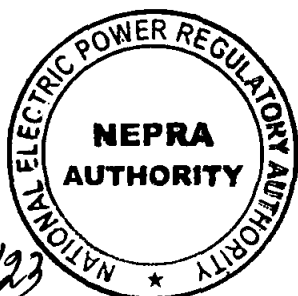


Engr. Rafique Ahmed Shaikh
Member



Amina Ahmed
Member


Tauseef H. Farooqi
Chairman



Engro Powergen Qadirpur Limited
Schedule of Fuel Cost Part of Energy Charge

Adjustment on account of Fuel Price Variation for Gas w.e.f. January 1, 2023

| Fuel Price | Unit | Reference | Previous | Revised |
|-------------------|-------------|------------------|-----------------|----------------|
| Gas | Rs./MMBTU | 368.67 | 950.6378 | 1,164.73 |

| Description | Reference (Rs./kWh) | Previous (Rs./kWh) | Revised (Rs./kWh) |
|---------------------|----------------------------|---------------------------|--------------------------|
| Fuel Cost Component | 2.7628 | 7.1240 | 8.7284 |

- Gas prices are adjusted for LHV-HHV Factor of 1.109262.
- Reference HHV Gas price of Rs.332.36/MMBTU w.e.f. January 1, 2010.
- Revised HHV Gas price of Rs. 1050/MMBTU w.e.f. January 1, 2023.
- Based on data declared by Engro Powergen Qadirput Limited.

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