



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/ADG(Trf)/TRF-72/EPQL-2007/ 1244-48

January 25, 2024

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for January to March 2024 Quarter for Engro Powergen Qadirpur Limited (Case No. NEPRA/TRF-72/EPQL-2007)**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components at **Annex-I** (total 02 pages) regarding adjustment in tariff for the **January-March 2024** quarter on account of US CPI, CPI (General), Exchange Rate and KIBOR variation in respect of Engro Powergen Qadirpur Ltd. in Case No. NEPRA/TRF-72/EPQL-2007.

2. The decision is being sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above

(Engr. Mazhar Iqbal Ranjha)

Secretary,
Ministry of Energy (Power Division)
'A' Block, Pak Secretariat,
Islamabad.

Copy to: (alongwith copy of subject Decision):

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, Engro Powergen Qadirpur Limited, 7th Floor, The Harbour Building, HC#3, Marine Drive, Block 4, Clifton, Karachi



DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR JANUARY TO MARCH 2024 QUARER FOR ENGRO POWERGEN QADIRPUR LIMITED.

Pursuant to the decision of the Authority dated April 1, 2011 in the matter of Motion for Leave Review against decision for tariff adjustments on gas operations at Commercial Operation Date, Corrigendum dated May 14, 2012, decision of the Authority dated December 20, 2012 in the matter of change of index from WPI (Manufacture) to CPI (General), decision of the Authority dated September 17, 2013 in the matter of tariff adjustments on High Speed Diesel and mixed fuel regarding Engro Powergen Qadirpur Limited (EPQL), formerly Engro Energy Limited, decision of the Authority dated June 9, 2016, decision of the Authority dated April 2, 2021 in the matter of application filed by CPPA-G for adjustment of ROE and ROEDC components of tariff pursuant to the agreement with EPQL and the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(I)/2023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components, the relevant tariff components are required to be adjusted on account of US CPI, N-CPI, Exchange Rate and KIBOR variation.

The Authority in its collective and joint wisdom considering all aspects decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

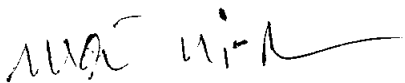
“Indexation/adjustment for January to March 2024 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated hereunder shall be immediately applicable.”

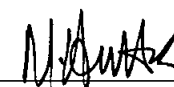
Tariff Components	Reference Apr 1, 2011, Dec 20, 2012, Mar 10, 2021 & Apr 2, 2021		Revised Jan to Mar 2024 Quarter	
	GAS	HSD	GAS	HSD
Capacity Charge (Rs./kW/h)				
Fixed O&M - Foreign	0.0096	0.0098	0.0456	0.0466
Fixed O&M - Local	0.3114	0.3178	0.6017	0.6141
Cost of Working Capital	0.0537	0.0549	0.0878	0.0897
ROE	0.6849	0.6992	0.6849	0.6992
ROEDC	0.2430	0.2480	0.2430	0.2480
Total	1.3026	1.3297	1.6630	1.6976
Variable O&M (Rs./kWh)				
Variable O&M - Foreign	0.1917	0.1957	0.9108	0.9298
Variable O&M - Local	0.0869	0.0886	0.1679	0.1712
Total	0.2786	0.2843	1.0787	1.1010

The above decision of the Authority along with revised tariff components attached as **Annex-I** are 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.

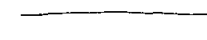
CPPA (G) to ensure that all payments are consistent with the tariff determination(s).


AUTHORITY

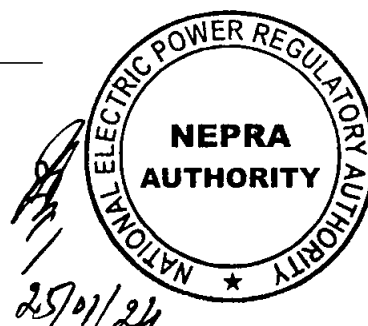

Mathar Niaz Rana (nsc)
Member


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Amina Ahmed
Member


Waseem Mukhtar
Chairman



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

Tariff Components	Reference Apr 1, 2011, Dec 20, 2012, Mar 10, 2021 & Apr 2, 2021		Revised Jan to Mar 2024 Quarter		Indexation
	GAS	HSD	GAS	HSD	
Capacity Charge (Rs./kW/h)					
Fixed O&M - Foreign	0.0096	0.0098	0.0456	0.0466	US CPI & Rs./US\$
Fixed O&M - Local	0.3114	0.3178	0.6017	0.6141	N-CPI Local
Cost of Working Capital	0.0537	0.0549	0.0878	0.0897	KIBOR
ROE	0.6849	0.6992	0.6849	0.6992	-
ROEDC	0.2430	0.2480	0.2430	0.2480	-
Total	1.3026	1.3297	1.6630	1.6976	
Variable O&M (Rs./kWh)					
Variable O&M - Foreign	0.1917	0.1957	0.9108	0.9298	US CPI & Rs./US\$
Variable O&M - Local	0.0869	0.0886	0.1679	0.1712	N-CPI Local
Total	0.2786	0.2843	1.0787	1.1010	
Indexation Values:					Source
Exchange Rate (Rs./USD)	84.200	84.200	282.400	282.400	NBP - Revised rate of Dec 29, 2023
US CPI (All Urban Consumers)	216.741	216.741	307.051	307.051	U.S. Bureau of Labor Statistics - Revised value of Nov 2023
N-CPI (Local)	131.010	131.010	253.150	253.150	Pakistan Bureau of Statistics - Revised value of Nov 2023
3 Monthly KIBOR	12.36%	12.36%	21.46%	21.46%	SBP - Revised rate of Dec 29, 2023
Hours in the quarter			2,184	2,184	

- Based on the data declared by Engro Powergen Qadirpur Limited.

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