



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-90/FPCDL-2007/5115-5117
April 15, 2016

Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Foundation Power Company (Daharki) Ltd.

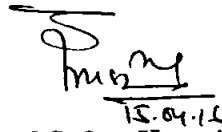
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff component (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Foundation Power Company Daharki Ltd. for the quarter April – June 2016 on account of US CPI, CPI (General), Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-90/FPCDL-2007.

2. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in 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. The attached Annex-I is to be notified in the official Gazette.

Enclosure: As above


15.04.16
(Syed Safeer Hussain)

Secretary
Ministry of Water & Power,
'A' Block, Pak Secretariat
Islamabad

- CC: 1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.



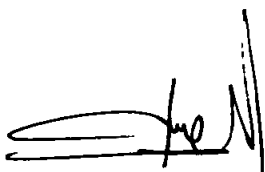
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/
ADJUSTMENT OF TARIFF FOR FOUNDATION POWER COMPANY DAHARKI LIMITED**

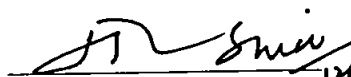
Pursuant to the Decision of the Authority dated 28th November 2013 in the matter of tariff adjustments at Commercial Operation Date, Decision of the Authority dated 20th December 2012 in the matter of change of index from WPI (Manufacture) to CPI (General) and Decision of the Authority dated 6th March, 2015 in the matter of Motion for Leave for Review regarding Foundation Power Company Daharki Limited (FPCDL), the tariff of FPCDL in respect of April to June 2016 quarter has been revised on account of US CPI, CPI (General), exchange rate and KIBOR variation as well as debt servicing for the period January to June 2016 in accordance with the requisite indexation/adjustment mechanism stipulated in the decisions of the Authority. The revised tariff components hereunder shall be immediately applicable:

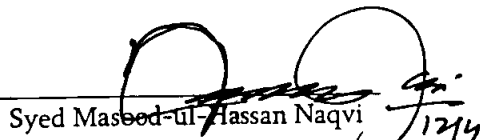
Tariff Components	Reference Tariff	Revised April-June 2016 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Local	0.0911	0.1734
Fixed O&M - Foreign	0.0999	0.1380
Cost of Working Capital	0.0424	0.0241
ROE	0.4199	0.5283
ROEDC	0.0770	0.0969
Debt Servicing (Biannual)	1.4575	1.1529
Total	2.1878	2.1136
Variable O&M (Rs./kWh)		
Variable O&M - Local	0.0398	0.0757
Variable O&M - Foreign	0.2132	0.2945
Total	0.2530	0.3702

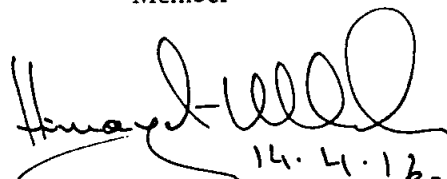
The attached **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997

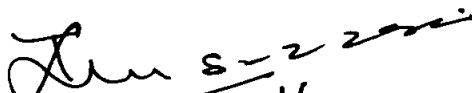
AUTHORITY


Khawaja Muhammad Naeem
Member



Maj (R) Haroon Rashid
Member


Syed Masood-ul-Hassan Naqvi
Member


Himayat Ullah Khan
Vice Chairman


Brig (R) Tariq Sadozai
Chairman

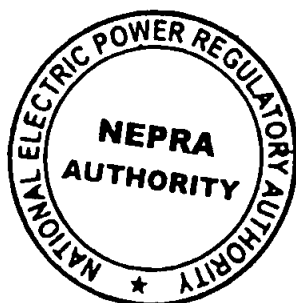



15.04.16

Foundation Power Company Daharki Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Tariff	Revised April-June 2016 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Local	0.0911	0.1734
Fixed O&M - Foreign	0.0999	0.1380
Cost of Working Capital	0.0424	0.0241
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Variable O&M - Foreign	0.2132	0.2945
Total	0.2530	0.3702
Indexation Values		
Exchange Rate (Rs./USD)	83.300	104.800
US CPI (All Urban Consumers)	215.969	237.111
CPI (General) - Local	154.72	202.98
WPI(Manufacturer)-Local	144.390	
WPI(Manufacturer)-Local July, 2011	209.470	
3 Monthly KIBOR	12.60%	6.35%
6 Monthly KIBOR	12.67%	6.51%
Outstanding Principal (Rs. In Million)	11,446.06	7,779.83
Hours in the quarter		2,184.00

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



15.04.16