



Registrar

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad
Ph:+92-51-9206500, Fax: +92-51-2600026
Web: www.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/TRF-90/FPCDL-2007/10415-10417
July 22, 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 July – September 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


22.07.16
(Syed Safer 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 July-September 2016 quarter has been revised on account of US CPI, CPI (General), exchange rate and KIBOR variation 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 July-Sep 2016 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Local	0.0911	0.1760
Fixed O&M - Foreign	0.0999	0.1397
Cost of Working Capital	0.0424	0.0234
ROE	0.4199	0.5278
ROEDC	0.0770	0.0968
Debt Servicing (Biannual)	1.4575	1.1567
Total	2.1878	2.1204
Variable O&M (Rs./kWh)		
Variable O&M - Local	0.0398	0.0768
Variable O&M - Foreign	0.2132	0.2981
Total	0.2530	0.3749

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

—
Maj (R) Haroon Rashid
Member

—
Syed Masoodul Hassan
Member

—
Himayat Ullah Khan
Vice Chairman

—
Brig (R) Tariq Saddozai
Chairman



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22.07.16

Foundation Power Company Daharki Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Tariff	Revised July-Sep 2016 Quarter
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Variable O&M (Rs./kWh)		
Variable O&M - Local	0.0398	0.0768
Variable O&M - Foreign	0.2132	0.2981
Total	0.2530	0.3749
Indexation Values		
Exchange Rate (Rs./USD)	83.300	104.700
US CPI (All Urban Consumers)	215.969	240.236
CPI (General) - Local	154.72	205.990
WPI(Manufacturer)-Local	144.390	
WPI(Manufacturer)-Local July, 2011	209.470	
3 Monthly KIBOR	12.60%	6.050%
6 Monthly KIBOR	12.67%	6.060%
Outstanding Principal (Rs. In Million)	11,446.06	7,238.034
Hours in the quarter		2,208.000

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.



22.07.16