



Registrar

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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E-mail: registrar@nepra.org.pk

No. NEPRA/TRF-92/HUBCO-2008/710-712
January 29, 2013

Subject: **Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff (for January-March 2013) for The Hub Power Company Ltd. (HUBCO) (Case No. NEPRA/TRF-92/HUBCO-2008) - Intimation of Decision of Tariff pursuant to Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)**

Dear Sir,

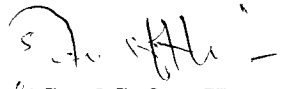
Please find enclosed herewith the decision of the Authority along with revised tariff (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of The Hub Power Company Ltd. for the quarter January-March 2013 on account of US CPI, CPI (Local), Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-92/HUBCO-2008.

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 Annex-I containing quarterly indexation/adjustment of tariff is required to be notified in the official Gazette.

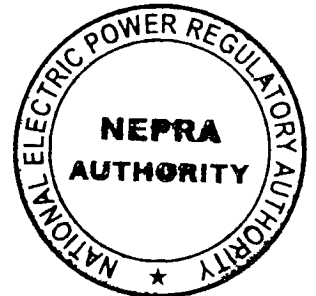
Enclosure: As above

Secretary,
Ministry of Water & Power,
Government of Pakistan
Islamabad.


(Syed Safeer Hussain)

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, Islamabad.





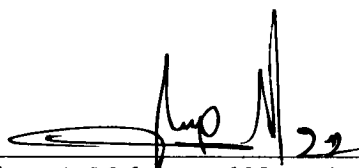
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT
OF TARIFF FOR THE HUB POWER COMPANY LIMITED**


Pursuant to the decision of the Authority dated 8th June 2012 in the matter of adjustment at Commercial Operation Date (COD) and the decision of the Authority dated 21st December 2012 regarding change of index in the case of Hub Power Company Limited (hereinafter "HUBCO") for its Narowal project, the tariff of HUBCO in respect of January-March 2013 quarter has been revised on account of US CPI, CPI (Local), exchange rate 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:


Tariff Components	Reference 8 th June 2012	Revised Jan-Mar 13 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1446	0.1764
Fixed O&M - Local	0.0533	0.0594
Cost of Working Capital	0.2902	0.2280
ROE	0.5398	0.6225
ROEDC	0.1106	0.1275
Debt Servicing	1.5138	1.2936
Total	2.6523	2.5074
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.3543	0.4322
Variable O&M - Local	0.2888	0.3218
Total	0.6431	0.7540

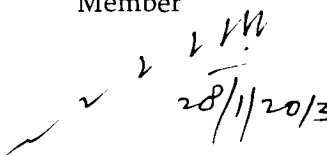
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

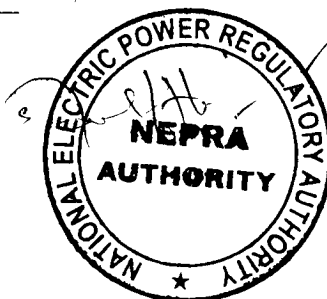
AUTHORITY


(Khawaja Muhammad Naeem)
Member


(Shoukat Ali Kundi) 23.01.13
Member


(Maj (R) Haroon Rashid)
Member


(Habibullah Khilji)
Chairman



The Hub Power Company Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Decision 8th June 2012	Revised Jan-Mar 13 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1446	0.1764
Fixed O&M - Local	0.0533	0.0594
Cost of Working Capital	0.2902	0.2280
ROE	0.5398	0.6225
ROEDC	0.1106	0.1275
Debt Servicing	1.5138	1.2936
Total Capacity Charge	2.6523	2.5074
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.3543	0.4322
Variable O&M - Local	0.2888	0.3218
Total Variable O&M	0.6431	0.7540
Indexation values		
Exchange Rate (Rs./USD)	84.200	97.100
US CPI (All Urban Consumers)	217.631	230.221
CPI (General) - Local	154.720	172.420
3 Monthly KIBOR	12.34%	9.31%
Principal Outstanding (Rs. Mlns)	14,733	13,425
Hours in the quarter	-	2160

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