



**Registrar**

# **National Electric Power Regulatory Authority**

## **Islamic Republic of Pakistan**

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Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/TRF-92/HUBCO-2008/15278-80  
October 21, 2015

**Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for The Hub Power Company Ltd. (HUBCO-Narowal) (Case No. NEPRA/TRF-92/HUBCO-2008)**


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 The Hub Power Company Ltd. for the quarter October-December 2015 on account 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. The Revised Tariff Component attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above

  
21/10/15  
( Iftikhar Ali Khan )

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

CC:

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



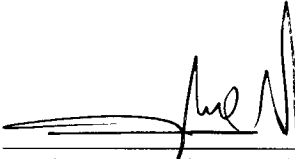
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT  
OF TARIFF FOR THE HUB POWER COMPANY LIMITED (HUBCO-Narowal)**

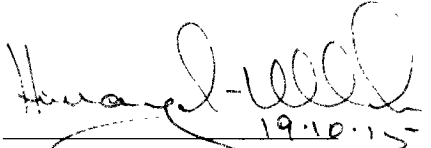
Pursuant to the decision of the Authority dated 8<sup>th</sup> June 2012 in the matter of adjustment at Commercial Operation Date (COD) and the decision of the Authority dated 21<sup>st</sup> December 2012 regarding change of index in the case of Hub Power Company Limited (hereinafter "HUBCO") for its Narowal project, the tariff of HUBCO- Narowal in respect of October to December 2015 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:

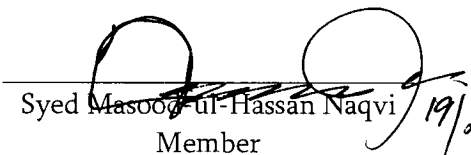
Tariff Components	Reference Decision 8th June 2012	Revised Oct-Dec 2015 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1446	0.1963
Fixed O&M - Local	0.0533	0.0696
Cost of Working Capital	0.2902	0.1750
ROE	0.5398	0.6693
ROEDC	0.1106	0.1371
Debt Servicing	1.5138	1.1926
<b>Total Capacity Charge</b>	<b>2.6523</b>	<b>2.4399</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.3543	0.4811
Variable O&M - Local	0.2888	0.3773
<b>Total Variable O&amp;M</b>	<b>0.6431</b>	<b>0.8584</b>

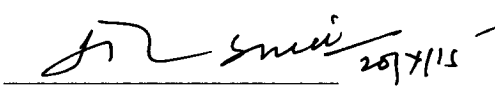
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

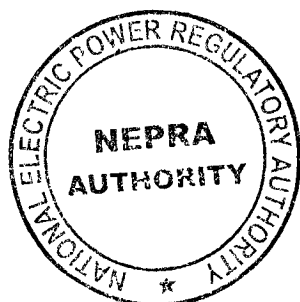
**AUTHORITY**

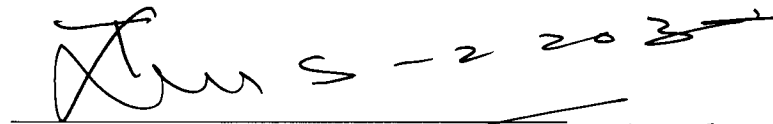
  
Khawaja Muhammad Naeem  
Member

  
Himayat Ullah Khan  
Member

  
Syed Masood-ul-Hassan Naqvi  
Member

  
Maj (R) Haroon Rashid  
Vice Chairman



  
Brig (R) Tariq Sadozai  
Chairman  
21-10-15

**The Hub Power Company Limited, Narowal**  
**Quarterly Indexation/Adjustment of Tariff**

<b>Tariff Components</b>	<b>Reference Decision 8th June 2012</b>	<b>Revised Oct-Dec 2015 Quarter</b>
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1446	0.1963
Fixed O&M - Local	0.0533	0.0696
Cost of Working Capital	0.2902	0.1750
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<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.3543	0.4811
Variable O&M - Local	0.2888	0.3773
<b>Total Variable O&amp;M</b>	<b>0.6431</b>	<b>0.8584</b>
<b>Indexation values</b>		
Exchange Rate (Rs./USD)	84.200	104.400
US CPI (All Urban Consumers)	217.631	238.316
CPI (General) - Local	154.720	202.110
3 Monthly KIBOR	12.34%	6.60%
Principal Outstanding (Rs. Mlns)	14,733	10,569
Hours in the quarter		2,208

