



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/TRF-92/HUBCO-2008/6213-6215
April 24, 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,

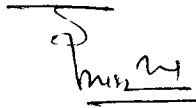
Please find enclosed herewith the decision of the Authority along with revised tariff component (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of The Hub Power Company Ltd. for the quarter April-June 2015 on account US CPI, CPI (Local), Exchange Rate and KIBOR variation in Case 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

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


24.04.15
(Syed Safeer Hussain)

CC:

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



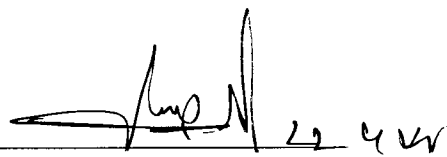
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT
OF TARIFF FOR THE HUB POWER COMPANY LIMITED (HUBCO-Narowal)**

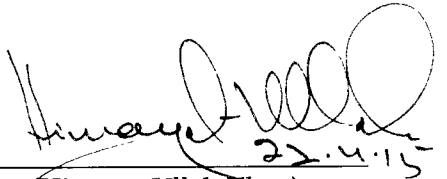
Pursuant to the decision of the Authority dated 8th June 2012 in the matter of adjustment at Commercial Operation Date (COD) and the decision of the Authority dated 21st December 2012 regarding change of index in the case of Hub Power Company Limited (hereinafter "HUBCO") for its Narowal project, the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

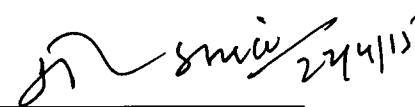
Tariff Components	Reference Decision 8th June 2012	Revised April-June 2015 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1446	0.1884
Fixed O&M - Local	0.0533	0.0672
Cost of Working Capital	0.2902	0.2019
ROE	0.5398	0.6520
ROEDC	0.1106	0.1336
Debt Servicing	1.5138	1.2535
Total Capacity Charge	2.6523	2.4966
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.3543	0.4615
Variable O&M - Local	0.2888	0.3642
Total Variable O&M	0.6431	0.8257

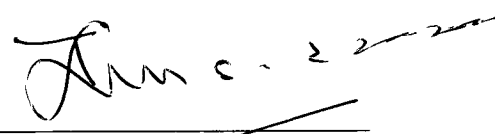
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

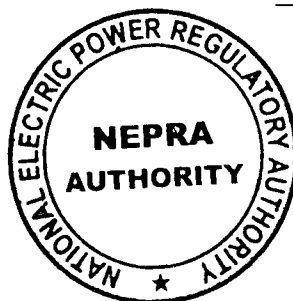
AUTHORITY

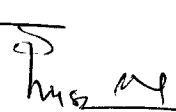

(Khawaja Muhammad Naeem)
Member


(Himayat Ullah Khan)
Member


(Maj (R) Haroon Rashid)
Vice Chairman


(Brig (R) Tariq Sadozai)
Chairman




24.04.15

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

Tariff Components	Reference Decision 8th June 2012	Revised April-June 2015 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1446	0.1884
Fixed O&M - Local	0.0533	0.0672
Cost of Working Capital	0.2902	0.2019
ROE	0.5398	0.6520
ROEDC	0.1106	0.1336
Debt Servicing	1.5138	1.2535
Total Capacity Charge	2.6523	2.4966
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.3543	0.4615
Variable O&M - Local	0.2888	0.3642
Total Variable O&M	0.6431	0.8257
Indexation values		
Exchange Rate (Rs./USD)	84.200	101.700
US CPI (All Urban Consumers)	217.631	234.722
CPI (General) - Local	154.720	195.130
3 Monthly KIBOR	12.34%	7.99%
Principal Outstanding (Rs. Mlns)	14,733	11,176
Hours in the quarter		2,184



24.04.15