



Registrar

# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-92/HUBCO-2008/5518-5520  
April 25, 2016

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,

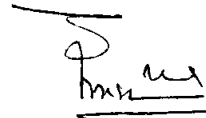
Please find enclosed herewith the decision of the Authority along with revised tariff component (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of The Hub Power Company Ltd. for the quarter April – June 2016 on account of US CPI, CPI (Local), Exchange Rate and KIBOR variation 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. 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.

  
( Syed Safeer Hussain )

CC:

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



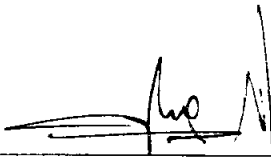
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT  
OF TARIFF FOR THE HUB POWER COMPANY LIMITED (HUBCO-Narowal)**

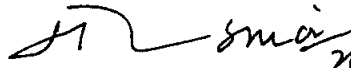
Pursuant to the decision of the Authority dated 8<sup>th</sup> June 2012 in the matter of adjustment at Commercial Operation Date (COD) and the decision of the Authority dated 21<sup>st</sup> December 2012 regarding change of index in the case of Hub Power Company Limited (hereinafter "HUBCO") for its Narowal project, the tariff of HUBCO- Narowal in respect of April to June 2016 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:

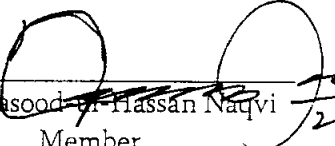
Tariff Components	Reference Decision 8th June 2012	Revised April- June 2016 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1446	0.1961
Fixed O&M - Local	0.0533	0.0699
Cost of Working Capital	0.2902	0.1683
ROE	0.5398	0.6719
ROEDC	0.1106	0.1377
Debt Servicing	1.5138	1.1958
<b>Total Capacity Charge</b>	<b>2.6523</b>	<b>2.4397</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.3543	0.4805
Variable O&M - Local	0.2888	0.3789
<b>Total Variable O&amp;M</b>	<b>0.6431</b>	<b>0.8594</b>

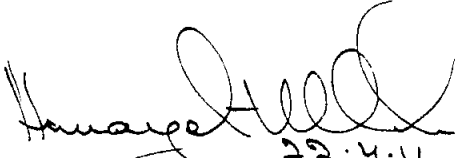
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

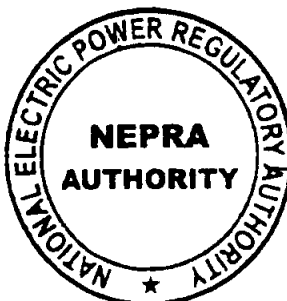
**AUTHORITY**

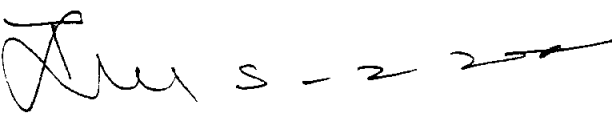
  
Khawaja Muhammad Naeem  
Member

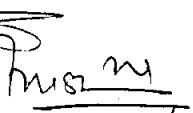
  
Maj (R) Haroon Rashid  
Member

  
Syed Masood-ul-Hassan Naqvi  
Member

  
Himayat Ullah Khan  
Vice Chairman

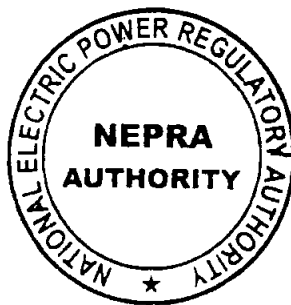


  
Brig (R) Tariq Saddozai  
Chairman

  
Mushtaq  
25.04.16

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

Tariff Components	Reference Decision 8th June 2012	Revised April- June 2016 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1446	0.1961
Fixed O&M - Local	0.0533	0.0699
Cost of Working Capital	0.2902	0.1683
ROE	0.5398	0.6719
ROEDC	0.1106	0.1377
Debt Servicing	1.5138	1.1958
<b>Total Capacity Charge</b>	<b>2.6523</b>	<b>2.4397</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.3543	0.4805
Variable O&M - Local	0.2888	0.3789
<b>Total Variable O&amp;M</b>	<b>0.6431</b>	<b>0.8594</b>
<b>Indexation values</b>		
Exchange Rate (Rs./USD)	84.200	104.800
US CPI (All Urban Consumers)	217.631	237.111
CPI (General) - Local	154.720	202.980
3 Monthly KIBOR	12.34%	6.35%
Principal Outstanding (Rs. Mlns)	14,733	9,916
Hours in the quarter		2,184



25.04.16