



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-92/HUBCO-2008/12521-12523

July 24, 2017

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)**

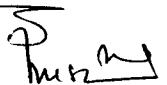
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of The Hub Power Company Ltd. for the quarter July – September 2017 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 Components attached as Annex-I are to be notified in the official Gazette.

Enclosure: As above


24.07.17
(Syed Safeer Hussain)

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.

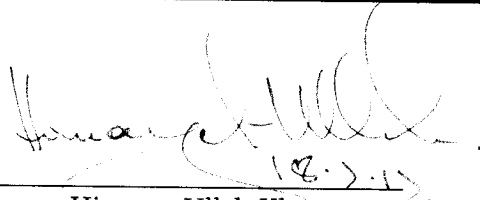
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT
OF TARIFF FOR THE HUB POWER COMPANY LIMITED (HUBCO-Narowal)**

Pursuant to the decision of the Authority dated 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 July-September 2017 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:

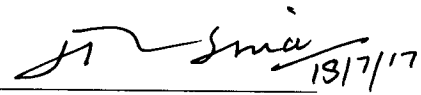
Tariff Components	Reference Decision 8th June 2012	Revised July-Sep 2017 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1446	0.2028
Fixed O&M - Local	0.0533	0.0745
Cost of Working Capital	0.2902	0.1658
ROE	0.5398	0.6731
ROEDC	0.1106	0.1379
Debt Servicing	1.5138	1.2491
Total Capacity Charge	2.6523	2.5032
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.3543	0.4968
Variable O&M - Local	0.2888	0.4038
Total Variable O&M	0.6431	0.9006

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.

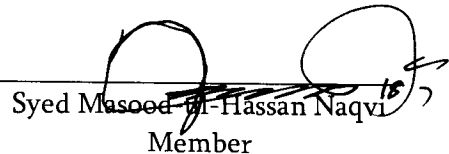
AUTHORITY



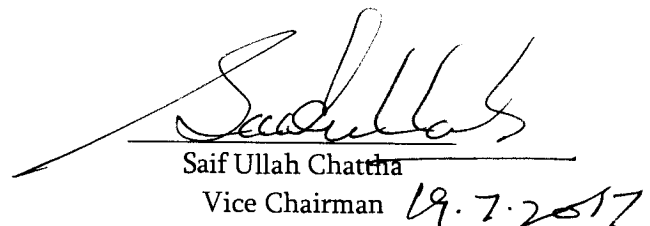
Himayat Ullah Khan
Member



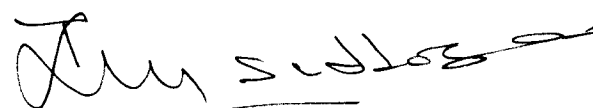
Maj (R) Haroon Rashid
Member



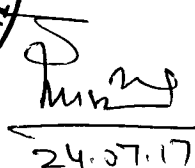
Syed Masood Ali-Hassan Naqvi
Member



Saif Ullah Chattha
Vice Chairman

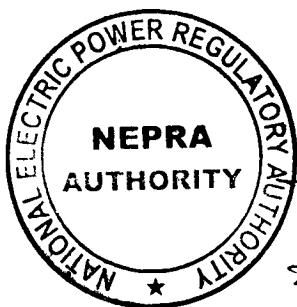
Brig (R) Tariq Saddozai
Chairman



24.07.17

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

Tariff Components	Reference Decision 8th June 2012	Revised July-Sep 2017 Quarter
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Fixed O&M - Local	0.0533	0.0745
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Variable O&M - Foreign	0.3543	0.4968
Variable O&M - Local	0.2888	0.4038
Total Variable O&M	0.6431	0.9006
Indexation values		
Exchange Rate (Rs./USD)	84.200	105.000
US CPI (All Urban Consumers)	217.631	244.733
CPI (General) - Local	154.720	216.330
3 Monthly KIBOR	12.34%	6.14%
Principal Outstanding (Rs. Mlns)	14,733	8,063
Hours in the quarter		2,208



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