



# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-92/HUBCO-2008/968-970  
January 19, 2018

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)**

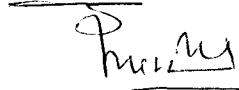
Dear Sir,

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 January – March 2018 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

  
17 01 18

( Syed Safeer Hussain )

Secretary,  
Ministry of Energy,  
Government of Pakistan  
'A' Block, Pak Secretariat,  
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 January-March 2018 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:

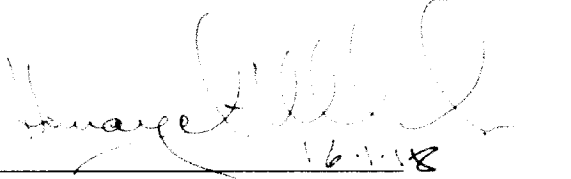
Tariff Components	Reference Decision 8th June 2012	Revised Jan-March 2018 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1446	0.2151
Fixed O&M - Local	0.0533	0.0759
Cost of Working Capital	0.2902	0.1634
ROE	0.5398	0.7084
ROEDC	0.1106	0.1451
Debt Servicing	1.5138	1.2722
<b>Total Capacity Charge</b>	<b>2.6523</b>	<b>2.5801</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.3543	0.5270
Variable O&M - Local	0.2888	0.4114
<b>Total Variable O&amp;M</b>	<b>0.6431</b>	<b>0.9384</b>



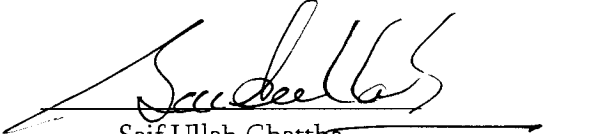
*Ms. M*  
17.01.18

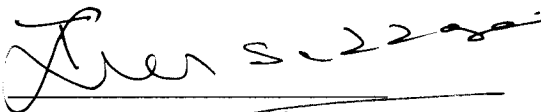
The above referred revised tariff components attached as Annex-I are to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

**AUTHORITY**

  
Himayat Ullah Khan  
Member

  
Syed Masood-ul-Hassan Naqvi  
Member

  
Saif Ullah Chattha  
Vice Chairman 17.1.2018

  
Brig (R) Tariq Sadozai  
Chairman

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

Tariff Components	Reference Decision 8th June 2012	Revised Jan-March 2018 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1446	0.2151
Fixed O&M - Local	0.0533	0.0759
Cost of Working Capital	0.2902	0.1634
ROE	0.5398	0.7084
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<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.3543	0.5270
Variable O&M - Local	0.2888	0.4114
<b>Total Variable O&amp;M</b>	<b>0.6431</b>	<b>0.9384</b>
<b>Indexation values</b>		
Exchange Rate (Rs./USD)	84.200	110.500
US CPI (All Urban Consumers)	217.631	246.669
CPI (General) - Local	154.720	220.420
3 Monthly KIBOR	12.34%	6.16%
Principal Outstanding (Rs. Mlns)	14,733	7,223
Hours in the quarter		2,160

