



# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-85/HPGCL-2007/14353-14355  
October 19, 2016

**Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Halmore Power Generation Company Ltd. - (Case No. NEPRA/TRF-85/HPGCL-2007)**

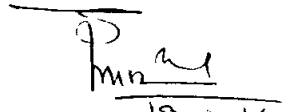
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Halmore Power Generation Company Ltd. for the quarter October – December 2016 on account of US CPI, CPI (General), Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-85/HPGCL-2007.

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 attached Annex-I is to be notified in the official Gazette.

Enclosure: As above

  
19.10.16.  
( 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.

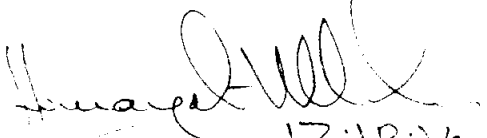
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF  
TARIFF FOR HALMORE POWER GENERATION COMPANY LIMITED**


Pursuant to the decision of the Authority dated 8th January 2014 in the matter of tariff adjustments at COD and decision of the Authority dated 6<sup>th</sup> November 2014 in the matter of Motion for Leave for Review against COD decision, the tariff of HPGCL in respect of October- December 2016 quarter has been revised on account of US CPI, CPI (General), 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	Revised Oct-Dec 2016 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Local	0.0713	0.1043
Fixed O&M - Foreign	0.1021	0.1371
Cost of Working Capital (Gas)	0.0561	0.0294
Cost of Working Capital (HSD)	0.1201	0.0630
ROE	0.4226	0.5153
ROEDC	0.2048	0.2497
Debt Servicing	1.6450	1.2541
<b>Total-Gas</b>	<b>2.5019</b>	<b>2.2899</b>
<b>Total-HSD</b>	<b>2.5659</b>	<b>2.3235</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Gas (foreign)	0.2737	0.3674
Variable O&M - HSD (foreign)	0.3951	0.5304
<b>Total</b>	<b>0.6688</b>	<b>0.8978</b>

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

**AUTHORITY**

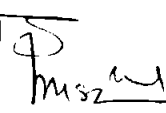
  
17.10.16  
Himayat Ullah Khan  
Vice Chairman

  
18/11/16  
Maj (R) Haroon Rashid  
Member

  
18/11/16  
Syed Masood ul Hassan  
Member

  
Brig (R) Tariq Saddozai  
Chairman



  
19.12.16

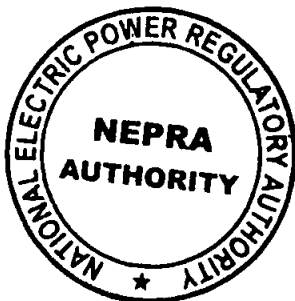
## Annex-I

## Halmore Power Generation Company Limited

## Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference	Revised Oct-Dec 2016 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Local	0.0713	0.1043
Fixed O&M - Foreign	0.1021	0.1371
Cost of Working Capital (Gas)	0.0561	0.0294
Cost of Working Capital (HSD)	0.1201	0.0630
ROE	0.4226	0.5153
ROEDC	0.2048	0.2497
Debt Servicing	1.6450	1.2541
<b>Total-Gas</b>	<b>2.5019</b>	<b>2.2899</b>
<b>Total-HSD</b>	<b>2.5659</b>	<b>2.3235</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Gas (foreign)	0.2737	0.3674
Variable O&M - HSD (foreign)	0.3951	0.5304
<b>Total</b>	<b>0.6688</b>	<b>0.8978</b>
<b>Indexation Values</b>		
Exchange Rate (Rs./USD)	85.900	104.750
US CPI (All Urban Consumers)	218.803	240.853
CPI (General) - Local	154.72	209.460
WPI(Manufacturer)-Local	193.440	
WPI(Manufacturer)-Local July, 2011	209.470	
3 Monthly KIBOR	13.40%	6.04%
Outstanding Principal (Rs. In Million)	14,683.00	9,805
Hours in the quarter		2,208

Insurance component is not part of Quarterly Indexation. It is adjusted annually on actual basis as per mechanism stipulated in the decision of the Authority.



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