



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad.

Tel: +92-51-9206500, Fax: +92-51-2600026

Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/R/DG(Trf)/TRF-600/KAPCO-2023/ 14666-70

August 05, 2026

Subject: Decision of the Authority in the matter of Quarterly Indexations/Adjustments of tariff for July-September 2025 to April-June 2026 Quarters for Kot Addu Power Company Limited

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority along with Annex-I (total 03 pages) regarding Quarterly Indexations/Adjustments of tariff for **July-September 2025 to April-June 2026** Quarters on account of N-CPI and KIBOR variations in Case No. NEPRA/TRF-600/KAPCO-2023.

2. The Decision is being sent to the Federal Government for intimation under Proviso (ii) of Section 31(7) of the NEPRA Act, before its notification by NEPRA after 15 Calendar days pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above


(Wasim Anwar Bhinder)

Secretary,
Ministry of Energy (Power Division),
'A' Block, Pak Secretariat,
Islamabad.

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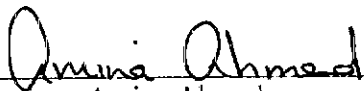
1. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad
2. Mr. Shehriyar Abbasi, Deputy Secretary (RA), Cabinet Division, Cabinet Secretariat, Islamabad
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, Kot Addu Power Co. Ltd. (KAPCO) 5-B/3, Gulberg-III, Lahore

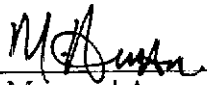
DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATIONS/ADJUSTMENTS OF TARIFF FOR JULY - SEPTEMBER 2025 TO APRIL - JUNE 2026 QUARTERS FOR KOT ADDU POWER COMPANY LIMITED.

1. Pursuant to the decisions of the Authority dated September 23, 2025 notified vide S.R.O. No. 2033(I)/2025 on October 24, 2025 in the matter tariff petition filed by Kot Addu Power Company Limited (hereinafter refer as "KAPCO") for generation tariff and dated December 9, 2025 in the matter of Motion for Leave for Review, the relevant tariff components are required to be adjusted on account of N-CPI and KIBOR variations and actual cost of SBLC maximum 1% and actual LSFO inventory maximum 7 days.
2. KAPCO submitted requests for quarterly indexation/adjustment of the relevant tariff components for the quarters from July - September 2025 to April - June 2026. Under the approved mechanism for adjustment of cost of working capital, KAPCO is required to provide documentary evidence substantiating the actual SBLC cost. However, despite being directed to furnish the requisite supporting documents, KAPCO was unable to provide the required evidence and instead submitted proof of advance payment to SNGPL as evidence of the SBLC cost. Since KAPCO did not submit any documentary evidence for actual SBLC cost, the claimed RLNG related cost of working capital components with SBLC cost have not been considered. Accordingly, the relevant tariff components for the quarters from July - September 2025 to April - June 2026 quarters have been revised only on account of variations in N-CPI and KIBOR, in accordance with the indexation/adjustment mechanism stipulated in the Authority's decisions.
3. The Authority in its collective and joint wisdom considering all aspects decided with consensus as under; which shall be hereinafter called as the decision of the Authority in the matter:

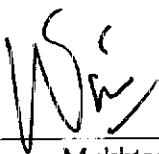
"Indexation/adjustment for July - September 2025 to April - June 2026 quarters have been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are attached as **Annex-I**."
4. The above decision of the Authority along with revised tariff components attached as **Annex-I** are to be notified in the official Gazette in terms of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997).
5. CPPA-G to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY


Amina Ahmed
Member


Engr. Maqsood Anwar Khan
Member

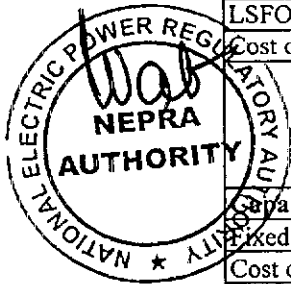



Waseem Mukhtar
Chairman

Kot Addu Power Company Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference		Revised Jul - Sep 2025 Quarter		Indexation
	RLNG	LSFO	RLNG	LSFO	
Capacity Charge (Rs./kW/hr):					
Fixed O&M - Local	0.5419	0.5612	0.5372	0.5563	Lower of 5 % per annum or Average N-CPI
Cost of Working Capital	0.1090	0.1129	0.0747	0.0773	KIBOR, actual cost of SBLC max. 1% and actual LSFO inventory max. 7 days
ROE	0.2721	0.2818	0.2721	0.2818	-
Total	0.9230	0.9559	0.8840	0.9154	
Energy Charge (Rs./kWh):					
Variable O&M - Local - Energy Block-I	0.9431	0.9431	0.9348	0.9348	Lower of 5 % per annum or Average N-CPI
Variable O&M - Local - Energy Block-II A	1.0841	1.0841	1.0746	1.0746	Lower of 5 % per annum or Average N-CPI
Indexation Values:					Source
N-CPI (Local)	266.290	266.290	263.960	263.960	Pakistan Bureau of Statistics - Average monthly values of Apr-2025 to Jun-2025
3 Monthly KIBOR + 1% Spread	13.19%	13.19%	12.15%	12.15%	SBP - Revised rate of Jun 30, 2025
LSFO Inventory	-	16,148	-	53,185	
Cost of SBLC			-	-	
Tariff Components	Reference		Revised Oct - Dec 2025 Quarter		Indexation
	RLNG	LSFO	RLNG	LSFO	
Capacity Charge (Rs./kW/hr):					
Fixed O&M - Local	0.5419	0.5612	0.5461	0.5656	Lower of 5 % per annum or Average N-CPI
Cost of Working Capital	0.1090	0.1129	0.0742	0.1033	KIBOR, actual cost of SBLC max. 1% and actual LSFO inventory max. 7 days
ROE	0.2721	0.2818	0.2721	0.2818	-
Total	0.9230	0.9559	0.8924	0.9507	
Energy Charge (Rs./kWh):					
Variable O&M - Local - Energy Block-I	0.9431	0.9431	0.9504	0.9504	Lower of 5 % per annum or Average N-CPI
Variable O&M - Local - Energy Block-II A	1.0841	1.0841	1.0925	1.0925	Lower of 5 % per annum or Average N-CPI
Indexation Values:					Source
N-CPI (Local)	266.290	266.290	268.360	268.360	Pakistan Bureau of Statistics - Average monthly values of Apr-2025 to Sep-2025
3 Monthly KIBOR + 1% Spread	13.19%	13.19%	12.07%	12.07%	SBP - Revised rate of Sep 30, 2025
LSFO Inventory	-	16,148	-	25,583	
Cost of SBLC			-	-	

- ROE components shall be paid on Hybrid Take-and-Pay basis as per decision of the Authority dated September 23, 2025.
- Based on the data declared by Kot Addu Power Company Limited.



Kot Addu Power Company Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference		Revised Jan - Mar 2026 Quarter		Indexation
	RLNG	LSFO	RLNG	LSFO	
Capacity Charge (Rs./kW/hr):					
Fixed O&M - Local	0.5419	0.5612	0.5547	0.5744	Lower of 5 % per annum or Average N-CPI
Cost of Working Capital	0.1090	0.1129	0.0715	0.0740	KIBOR, actual cost of SBLC max. 1% and actual LSFO inventory max. 7 days
ROE	0.2721	0.2818	0.2721	0.2818	-
Total	0.9230	0.9559	0.8983	0.9302	
Energy Charge (Rs./kWh):					
Variable O&M - Local - Energy Block-I	0.9431	0.9431	0.9653	0.9653	Lower of 5 % per annum or Average N-CPI
Variable O&M - Local - Energy Block-II A	1.0841	1.0841	1.1097	1.1097	Lower of 5 % per annum or Average N-CPI
Indexation Values:					Source
N-CPI (Local)	266.290	266.290	272.570	272.570	Pakistan Bureau of Statistics - Average monthly values of Apr-2025 to Dec-2025
3 Monthly KIBOR + 1% Spread	13.19%	13.19%	11.63%	11.63%	SBP - Revised rate of Dec 30, 2025
LSFO Inventory	-	16,148	-	25,583	
Cost of SBLC			-	-	

Tariff Components	Reference		Revised Apr - Jun 2026 Quarter		Indexation
	RLNG	LSFO	RLNG	LSFO	
Capacity Charge (Rs./kW/hr):					
Fixed O&M - Local	0.5419	0.5612	0.5601	0.5801	Lower of 5 % per annum or Average N-CPI
Cost of Working Capital	0.1090	0.1129	0.0767	0.0795	KIBOR, actual cost of SBLC max. 1% and actual LSFO inventory max. 7 days
ROE	0.2721	0.2818	0.2721	0.2818	-
Total	0.9230	0.9559	0.9089	0.9414	
Energy Charge (Rs./kWh):					
Variable O&M - Local - Energy Block-I	0.9431	0.9431	0.9748	0.9748	Lower of 5 % per annum or Average N-CPI
Variable O&M - Local - Energy Block-II A	1.0841	1.0841	1.1205	1.1205	Lower of 5 % per annum or Average N-CPI
Indexation Values:					Source
N-CPI (Local)	266.290	266.290	275.240	275.240	Pakistan Bureau of Statistics - Average monthly values of Apr-2025 to Mar-2026
3 Monthly KIBOR + 1% Spread	13.19%	13.19%	12.49%	12.49%	SBP - Revised rate of Mar 31, 2025
LSFO Inventory	-	16,148	-	21,943	
Cost of SBLC			-	-	

- ROE components shall be paid on Hybrid Take-and-Pay basis as per decision of the Authority dated September 23, 2025.
- Based on the data declared by Kot Addu Power Company Limited.

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