



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-100/Laraib-2009/2582-2584
February 16, 2018

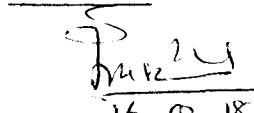
Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Laraib Energy Limited (Case No. NEPRA/TRF-100/2009)

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 Laraib Energy Limited for January-March 2018 on account of KIBOR/LIBOR, US CPI, CPI (General) and Exchange Rate in Case No. NEPRA/TRF-100/2009.

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


16 02 18
(Syed Safer Hussain)

Secretary,
Ministry of Energy,
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 LARAIB ENERGY LIMITED**

Pursuant to the Decisions of the Authority dated 14th April, 2016 in the matter of tariff adjustment at Commercial Operation Date (COD) notified vide S.R.O No 585(1)/2016 dated 28th June 2016, Motion for Recalculation dated 26th May 2016 and Motion for Review filed by LEL against the Decision of the Authority at COD dated June 30th 2016, revised tariff components of Laraib Energy Limited on account of KIBOR/LIBOR, US CPI, CPI (General) & Exchange rate for the quarter ending January to March 2018 have been revised in accordance with requisite indexation/adjustment mechanism stipulated in the decisions of the Authority. The revised tariff components are indicated hereunder and shall be immediately applicable:

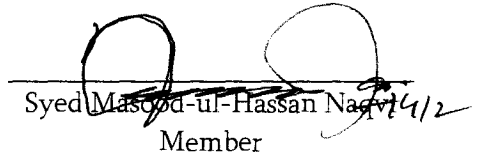
Tariff Components	Reference year 5	Reference year 6	Indexed Tariff Jan-22 March 2018	Indexed Tariff 23-31 March 2018
Return on Equity (Rs/kWh)	1.9113	1.9113	2.1205	2.1205
Return on Equity during Construction (Rs/kWh)	1.2254	1.2254	1.3595	1.3595
Special Return on Equity (Rs./kWh)	0.4237	0.4237	0.4701	0.4701
Debt Service-Foreign (Rs./kWh)	3.1819	3.0618	3.7275	3.5950
Debt Service-Local (Rs./kWh)	1.1719	1.0786	1.0793	0.9860
Water usage charges (Rs./kWh)	0.2657	0.2657	0.3384	0.3384
Variable O & M Local (Rs./kWh)	0.0441	0.0441	0.0562	0.0562
Fixed O & M Local (Rs./kWh)	0.5786	0.5786	0.7370	0.7370
Fixed O & M Foreign (Rs./kWh)	0.4410	0.4410	0.5237	0.5237
Total	9.2436	9.0302	10.4122	10.1864

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

AUTHORITY



Himayat Ullah Khan
Member



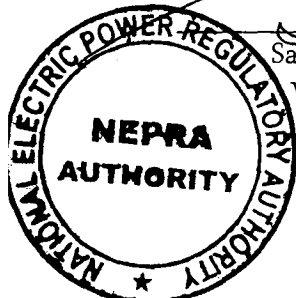
Syed Masood-ul-Hassan Nagvi
Member



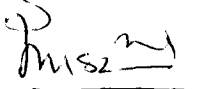
Saif Ullah Chattha
Vice Chairman



Brig (R) Tariq Sadozai
Chairman



15.2.2018


16.02.18

Laraib Energy Limited				
Adjustment on Account of Quarterly Indexation				
Tariff Components	Reference year 5	Reference year 6	Indexed Tariff Jan-22 March 2018	Indexed Tariff 23-31 March 2018
Return on Equity (Rs./kWh)	1.9113	1.9113	2.1205	2.1205
Return on Equity during Construction (Rs./kWh)	1.2254	1.2254	1.3595	1.3595
Special Return on Equity (Rs./kWh)	0.4237	0.4237	0.4701	0.4701
Debt Service-Foreign (Rs./kWh)	3.1819	3.0618	3.7275	3.5950
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Fixed O & M Foreign (Rs./kWh)	0.4410	0.4410	0.5237	0.5237
Total	9.2436	9.0302	10.4122	10.1864
Indexation Values				
6 Monthly KIBOR	9.57%	9.57%	6.21%	6.21%
6 Monthly LIBOR	0.4479%	0.4479%	1.8371%	1.8371%
Exchange Rate Quarterly	96.13	96.13	106.65	106.65
Exchange Rate Semi Annual	96.13	96.13	106.04	106.04
CPI General	172.78	172.78	220.08	220.08
US CPI	230.38	230.38	246.619	246.619
Note:- Insurance component of capacity charge is not part of quarterly indexation. It is adjusted annually on actual basis as per mechanism stipulated in the decision of the Authority.				

