



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

Registrar

No. NEPRA/R/ADG(TRF)/TRF-100/Laraib-2009/ 38626-30

December 21, 2023

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 alongwith revised tariff components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Laraib Energy Limited for the quarter **October 1, 2023 to December 31, 2023** on account of exchange rate variation, CPI local, US CPI and LIBOR in Case No. NEPRA/TRF-100/2009.

2. The decision is being sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above


(Syed Zavar Haider)

Secretary,
Ministry of Energy (Power Division),
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.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive, Laraib Energy Ltd., Office No. 12, 2nd Floor, Executive Complex, G-8 Markaz, Islamabad Tele: 051 – 2255 431 – 32

**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 Leave for Review filed by LEL against the Decision of the Authority at COD dated June 30th 2016 and the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(1)12023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components, the tariff components are required to be indexed as per the stipulated mechanism.

2. Accordingly the Authority in its collective and joint wisdom after examining from all aspects decided with consensus as under; which will be hereafter called as the decision of the Authority in the matter:

“The Fixed O&M local and Foreign, Variable O&M local, Water Use Charge (WUC), Return on Equity (ROE), Return on Equity During Construction (ROEDC), Special Return on Equity (SROE) and Debt Servicing components have been indexed provisionally in accordance with the Authority’s decision NEPRA/R/DG(Trf)/TRF-100/Laraib-2009/35934-38 dated October 31, 2023 for **Oct-Dec 2023** quarter on account of exchange rate variation, CPI local, US CPI and LIBOR. The revised tariff indicated in the attached Annex-I shall be immediately applicable.”

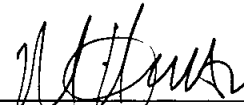
3. The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in terms of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

4. CPPA(G) to ensure that all payments are consistent with the tariff determination(s).

Authority



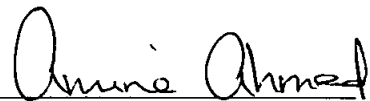
Mathar Niaz Rana (nsc)
Member



Engr. Maqsood Anwar Khan
Member



Engr. Rafique Ahmed Shaikh
Member



Amina Ahmed
Member



Waseem Mukhtar
Chairman



Laraib Energy Limited
Adjustment on Account of Quarterly Indexation

Tariff Components	Reference	Oct - Dec 2023	Indexation
	Rs./KWh	Rs./KWh	
Return on Equity	1.9113	5.7987	Rs./ USS
Return on Equity during Construction	1.2254	3.7177	Rs./ USS
Special Return on Equity	0.4237	1.2855	Rs./ USS
*Debt Service-Foreign	2.4612	7.7056	Rs./ USS & LIBOR
Water usage charges	0.4124	0.7527	Local CPI
Variable O & M Local	0.0685	0.1250	Local CPI
Fixed O & M Local	0.8982	1.6394	Local CPI
Fixed O & M Foreign	0.4410	1.7820	Rs./ USS & US CPI
Total	7.8417	22.8066	
Indexation Values			
6 Monthly LIBOR	0.4479%	5.7623%	Business Recorder or Global-rates.com
Spread on LIBOR	4.7500%	4.7500%	
Exchange Rate Quarterly	96.13	291.65	NBP
Ex.Rate Semi Annual (for Foreign debt servicing only)	96.13	273.36	NBP
CPI General	131.23	239.52	Pakistan Bureau of Statistics
US CPI	230.38	306.84	US Bureau of Labor Statistics
Outstanding Loan (USS)		11,298,772	
Principal Repayment Amount (USS)		5,649,386	
Benchmark Energy KWh (July-Dec Period)		221,480,000	

Based on the data declared by LEL.

