



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-100/Laraib-2009/7562-7564

May 19, 2017

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

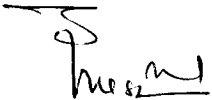
Dear Sir,

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 the period March 23-31, 2017 and quarter April – June 2017 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


19.05.17
(Syed Safer 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 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 period from March (23-31), 2017 and for the quarter ending April-June 2017 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	Revised Mar (23-31) 2017	Revised April-June 2017
Return on Equity (Rs/kWh)	1.9113	2.0785	2.0803
Return on Equity during Construction (Rs/kWh)	1.2254	1.3326	1.3338
Special Return on Equity (Rs./kWh)	0.4237	0.4608	0.4612
Debt Service-Foreign (Rs./kWh)	3.1819	3.6154	3.6154
Debt Service-Local (Rs./kWh)	1.1719	1.0541	1.0541
Water usage charges (Rs./kWh)	0.2657	0.3251	0.3259
Variable O & M Local (Rs./kWh)	0.0441	0.0540	0.0541
Fixed O & M Local (Rs./kWh)	0.5786	0.7079	0.7097
Fixed O & M Foreign (Rs./kWh)	0.4410	0.5027	0.5072
Total	9.2436	10.1311	10.1417

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.

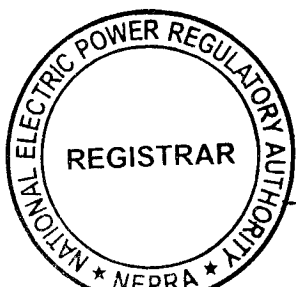
AUTHORITY

Himayat Ullah Khan
Member

Maj (R) Haroon Rashid
Member

Syed Masood-ul-Hassan Naqvi
Member

Saif Ullah Chattha
Vice Chairman



Brig (R) Tariq Saddozai
Chairman

M/s
18/5

Laraib Energy Limited
Adjustment on Account of Quarterly Indexation

Tariff Components	Reference year 5	Revised Mar (23-31) 2017	Revised April-June 2017
Return on Equity (Rs/kWh)	1.9113	2.0785	2.0803
Return on Equity during Construction (Rs/kWh)	1.2254	1.3326	1.3338
Special Return on Equity (Rs./kWh)	0.4237	0.4608	0.4612
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Fixed O & M Foreign (Rs./kWh)	0.4410	0.5027	0.5072
Total	9.2436	10.1311	10.1417
Indexation Values			
6 Monthly KIBOR	9.57%	6.15%	6.15%
6 Monthly LIBOR	0.4479%	1.3177%	1.3177%
Exchange Rate Quartely	96.13	104.54	104.63
Exchange Rate Semi Annual	96.13	104.54	104.54
CPI General	172.78	211.38	211.93
US CPI	230.38	241.50	243.41

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.

