



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-100/Laraib-2009/14406-14408
October 19, 2016

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

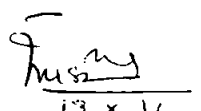
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-I to IV) (05 pages) regarding quarterly indexation/adjustment of tariff of Laraib Energy Limited for the period March 23, 2013 to September 30, 2016 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 to IV are to be notified in the official Gazette.

Enclosure: As above


(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.

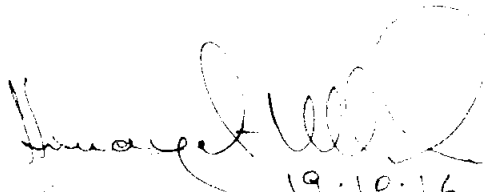


**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT
OF TARIFF FOR LARAIB ENERGY LIMITED (LEL)**

In accordance to the Decisions of the Authority dated 14th April 2016 in the matter of tariff adjustment at Commercial Operation Date (COD), 26th May 2016 in the matter of Motion for Recalculation and June 30th, 2016 in the matter of Motion for Review filed by LEL against the Decision of the Authority dated 14th April 2016. Revised tariff components of Laraib Energy Limited on account of KIBOR/LIBOR, US CPI, CPI (General) & Exchange rate for the period March 23, 2013 to September, 30 2016 has been revised in accordance with requisite indexation/adjustment mechanism stipulated in the decisions of the Authority. The revised tariff components are indicated at Annex-I to IV. The revised tariff components hereunder shall be immediately applicable.

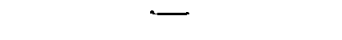
The schedule attached as Annex-I to IV is to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

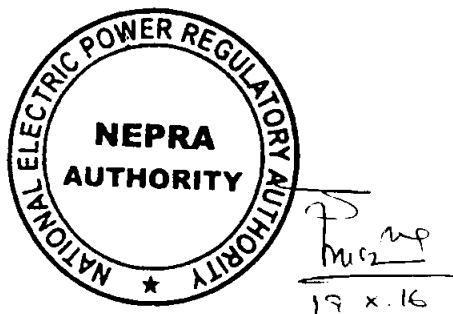
AUTHORITY


19.10.16
(Himayat Ullah Khan)
Vice Chairman


19/10/16
(Maj (R) Haroon Rashid)
Member


19/10
(Syed Masood-ul-Hassan)
Member


(Brig (R) Tariq Saddozai)
Chairman



Laraib Energy Limited
Adjustment on account of Quarterly Indexations

Tariff Components	Reference year 1	Revised Mar 23-31 2013	Revised Apr-Jun 2013	Revised July-Sep 2013	Revised Oct-Dec 2013	Revised Jan 01-Mar 22 2014
Return on Equity (Rs./kWh)	1.9113	1.9113	1.9437	1.9562	2.0383	2.1212
Return on Equity during Construction	1.2254	1.2254	1.2462	1.2542	1.3068	1.3600
Special Return on Equity (Rs./kWh)	0.4237	0.4237	0.4309	0.4336	0.4518	0.4702
Debt Service-Foreign (Rs./kWh)	3.6624	3.6624	3.6624	3.7272	3.7272	3.9606
Debt Service-Local (Rs./kWh)	1.5454	1.5454	1.5454	1.5139	1.5139	1.5774
Water usage charges (Rs./kWh)	0.2657	0.2657	0.2699	0.2749	0.2842	0.2915
Variable O & M Local (Rs./kWh)	0.0441	0.0441	0.0448	0.0456	0.0472	0.0484
Fixed O & M Local (Rs./kWh)	0.5786	0.5786	0.5878	0.5987	0.6189	0.6348
Fixed O & M Foreign (Rs./kWh)	0.4410	0.4410	0.4511	0.4565	0.4774	0.4955
Indexation Values						
6 Monthly KIBOR	9.5700%	9.5700%	9.5700%	9.0900%	9.0900%	10.1500%
6 Monthly LIBOR	0.4479%	0.4479%	0.4479%	0.4134%	0.4134%	0.3480%
Exchange Rate Quartely	96.130	96.130	97.760	98.390	102.52	106.69
Exchange Rate Semi Annual	96.130	96.130	96.130	98.080	98.08	104.61
CPI General	172.780	172.780	175.540	178.780	184.82	189.57
US CPI	230.380	230.380	231.740	232.993	233.874	233.221

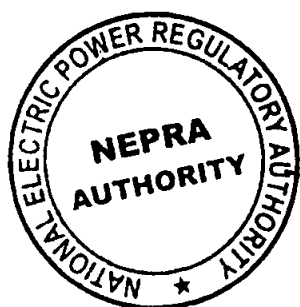


Laraib Energy Limited
Adjustment on account of Quarterly Indexations

Tariff Components	Reference year 2	Revised Mar 23-31 2014	Revised Apr-Jun 2014	Revised July-Sep 2014	Revised Oct-Dec 2014	Revised Jan 01-Mar 22 2015
Return on Equity (Rs./kWh)	1.9113	2.1212	2.0608	1.9516	1.9888	2.0230
Return on Equity during Construction	1.2254	1.3600	1.3212	1.2513	1.2751	1.2970
Special Return on Equity (Rs./kWh)	0.4237	0.4702	0.4568	0.4326	0.4409	0.4485
Debt Service-Foreign (Rs./kWh)	3.5422	3.8298	3.8298	3.6872	3.6872	3.7001
Debt Service-Local (Rs./kWh)	1.4521	1.4841	1.4841	1.4869	1.4869	1.4550
Water usage charges (Rs./kWh)	0.2657	0.2915	0.2919	0.2985	0.3056	0.3052
Variable O & M Local (Rs./kWh)	0.0441	0.0484	0.0484	0.0495	0.0507	0.0507
Fixed O & M Local (Rs./kWh)	0.5786	0.6348	0.6356	0.6501	0.6655	0.6646
Fixed O & M Foreign (Rs./kWh)	0.4410	0.4955	0.4850	0.4648	0.4742	0.4784

Indexation Values

6 Monthly KIBOR	9.5700%	10.1500%	10.1500%	10.1700%	10.1700%	9.6300%
6 Monthly LIBOR	0.4479%	0.3480%	0.3480%	0.3268%	0.3268%	0.3628%
Exchange Rate Quartely	96.130	106.69	103.650	98.16	100.03	101.75
Exchange Rate Semi Annual	96.130	104.61	104.610	100.91	100.91	100.92
CPI General	172.780	189.57	189.810	194.12	198.72	198.467
US CPI	230.380	233.221	234.997	237.772	238.044	236.132



Laraib Energy Limited
Adjustment on account of Quarterly Indexations

Tariff Components	Reference year 3	Revised Mar 23-31 2015	Revised Apr-Jun 2015	Revised July-Sep 2015	Revised Oct-Dec 2015	Revised Jan 01-Mar 22 2016
Return on Equity (Rs./kWh)	1.9113	2.0230	2.0107	2.0218	2.0429	2.0813
Return on Equity during Construction	1.2254	1.2970	1.2891	1.2963	1.3098	1.3344
Special Return on Equity (Rs./kWh)	0.4237	0.4485	0.4457	0.4482	0.4529	0.4614
Debt Service-Foreign (Rs./kWh)	3.4221	3.5740	3.5740	3.6097	3.6097	3.7707
Debt Service-Local (Rs./kWh)	1.3587	1.3616	1.3616	1.2316	1.2316	1.2322
Water usage charges (Rs./kWh)	0.2657	0.3052	0.3012	0.3069	0.3105	0.3128
Variable O & M Local (Rs./kWh)	0.0441	0.0507	0.0500	0.0509	0.0515	0.0519
Fixed O & M Local (Rs./kWh)	0.5786	0.6646	0.6560	0.6683	0.6762	0.6813
Fixed O & M Foreign (Rs./kWh)	0.4410	0.4784	0.4729	0.4813	0.4876	0.4945
Indexation Values						
6 Monthly KIBOR	9.5700%	9.6300%	9.6300%	7.0400%	7.0400%	6.5100%
6 Monthly LIBOR	0.4479%	0.3628%	0.3628%	0.4449%	0.4449%	0.8462%
Exchange Rate Quarterly	96.13	101.75	101.13	101.69	102.75	104.68
Exchange Rate Semi Annual	96.13	100.92	100.92	101.42	101.42	103.68
CPI General	172.78	198.467	195.88	199.57	201.92	203.44
US CPI	230.38	236.132	234.849	237.68	238.31	237.23



Laraib Energy Limited
Adjustment on account of Quarterly Indexations

Tariff Components	Reference year 4	Revised Mar 23-31 2016	Revised Apr-Jun 2016	Revised July-Sep 2016
Return on Equity (Rs./kWh)	1.9113	2.0813	2.0785	2.0781
Return on Equity during Construction	1.2254	1.3344	1.3326	1.3324
Special Return on Equity (Rs./kWh)	0.4237	0.4614	0.4608	0.4607
Debt Service-Foreign (Rs./kWh)	3.3020	3.6411	3.6411	3.6921
Debt Service-Local (Rs./kWh)	1.2653	1.1388	1.1388	1.1161
Water usage charges (Rs./kWh)	0.2657	0.3128	0.3125	0.3176
Variable O & M Local (Rs./kWh)	0.0441	0.0519	0.0519	0.0527
Fixed O & M Local (Rs./kWh)	0.5786	0.6813	0.6806	0.6918
Fixed O & M Foreign (Rs./kWh)	0.4410	0.4945	0.4942	0.4999
Indexation Values				
6 Monthly KIBOR	9.5700%	6.5100%	6.5100%	6.0600%
6 Monthly LIBOR	0.4479%	0.8462%	0.8462%	0.9242%
Exchange Rate Quartely	96.13	104.68	104.54	104.52
Exchange Rate Semi Annual	96.13	103.68	103.68	104.53
CPI General	172.78	203.44	203.25	206.57
US CPI	230.38	237.23	237.386	240.178

