



# National Electric Power Regulatory Authority

Islamic Republic of Pakistan

2nd Floor, OPF Building, G-5/2, Islamabad

Ph: 9206500, 9207200, Fax: 9210215

E-mail: registrar@nepra.org.pk

Registrar

No. NEPRA/TRF-70/NCPL-2007/5322-5324

July 15, 2011

Subject: **Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Nishat Chunian Power Ltd. (Case No. NEPRA/TRF-70/NCPL-2007) - Intimation of Decision of Tariff pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised schedule of tariff (Annex-I) (02 pages) regarding adjustment of tariff for July-September, 2011 quarter on account of US CPI, WPI (Local), exchange rate and KIBOR variation in respect of Nishat Chunian Power Ltd. in Case No. NEPRA/TRF-70/NCPL-2007.

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.

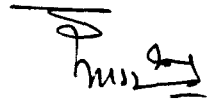
3. Please note that revised tariff schedule to be notified in the official Gazette is attached as Annex-I.

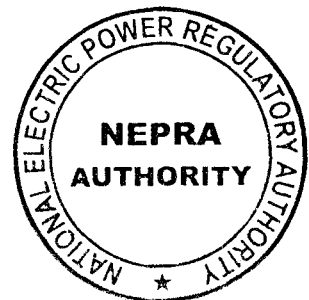
Enclosure: As above

Secretary,  
Ministry of Water & Power,  
Government of Pakistan  
Islamabad.

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, Islamabad.

  
( Syed Safeer Hussain )



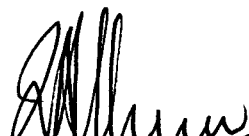
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT  
OF TARIFF FOR NISHAT CHUNIAN POWER LIMITED**


Pursuant to the decision of the Authority dated 31<sup>st</sup> December 2010 in the matter of adjustment at commercial operation date in the case of Nishat Chunian Power Limited (NCPL), the tariff of NCPL in respect of July - September 2011 quarter has been revised on account of US CPI, WPI (Local), exchange rate and KIBOR variation in accordance with the applicable indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff indicated hereunder shall be applicable with immediate effect.

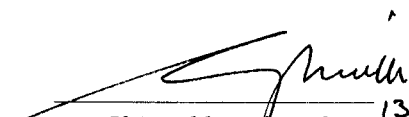
Tariff Components	Reference	Revised Jul. - Sep. 11 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1019	0.1061
Fixed O&M - Local	0.0963	0.1226
Insurance	0.0927	0.0927
Cost of Working Capital	0.1909	0.2073
ROE	0.3556	0.3575
ROEDC	0.0679	0.0683
Debt Servicing	1.7347	1.8381
<b>Total Capacity Charge</b>	<b>2.6400</b>	<b>2.7926</b>
<b>Energy Charge (Rs./kWh)</b>		
Variable O&M - Foreign	0.5182	0.5395
Variable O&M - Local	0.1324	0.1686
<b>Total Variable O&amp;M</b>	<b>0.6506</b>	<b>0.7081</b>

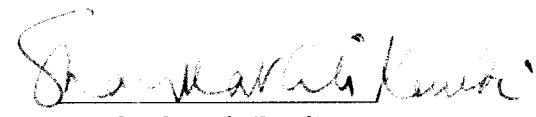
The above referred revised tariff components attached as (Annex-I) is recommended to the Federal Government for notification in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

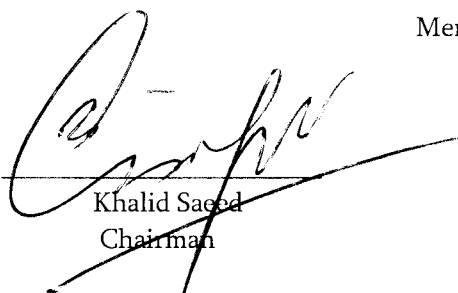
**AUTHORITY**

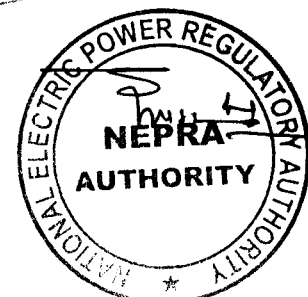
  
Zafar Ali Khan  
Member  
12/7/11

  
Maqbool Ahmad Khawaja  
Member

  
Ghiasuddin Ahmed  
Member  
13/7

  
Shaukat Ali Kundi  
Member/ Vice Chairman  
13.07.2011

  
Khalid Saeed  
Chairman



**NISHAT CHUNIAN POWER LIMITED**  
**Quarterly Indexation/Adjustment of Tariff**

Tariff Components	Indexation	Reference	Revised Jul. - Sep. 11 Quarter
Capacity Charge (Rs./kW/Hour)			
Fixed O&M - Foreign	US\$/Rs. & US CPI	0.1019	0.1061
Fixed O&M - Local	WPI- Local	0.0963	0.1226
Insurance	Actual on yearly basis	0.0927	0.0927
Cost of Working Capital	Kibor Variation	0.1909	0.2073
ROE	US\$/Rs.	0.3556	0.3575
ROEDC	US\$/Rs.	0.0679	0.0683
Debt Servicing	Kibor Variation	1.7347	1.8381
Total Capacity Charge		2.6400	2.7926
Energy Charge (Rs./kWh)			
Variable O&M - Foreign	US\$/Rs. & US CPI	0.5182	0.5395
Variable O&M - Local	WPI- Local	0.1324	0.1686
Total Variable O&M		0.6506	0.7081

Following Values are used for adjustment/indexation of tariff:

	Reference	Revised Jul. - Sep. 11 Quarter
Exchange Rate (Rs./USD)	85.600	86.050
US CPI (All Urban Consumers)	218.178	225.964
WPI (Manufactures) - Local	170.150	216.650
3 Monthly KIBOR	12.29%	13.53%
Hours in the quarter	-	2208

