



**National Electric Power Regulatory Authority**  
Islamic Republic of Pakistan

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Registrar

No. NEPRA/Tariff-70/NCPL-2007/2656-2658  
April 13, 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 April-June, 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.

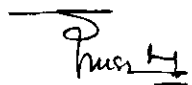
3. Please note that revised tariff schedule to be notified in the official Gazette is attached as Annex-I.

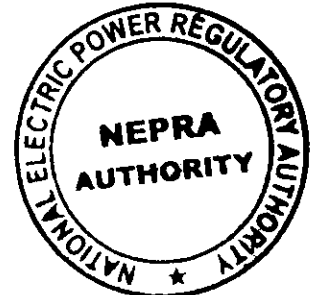
Enclosure: As above

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

CC;

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

  
( Syed Safer 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 April - June 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.

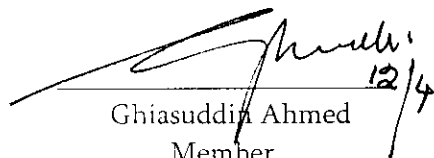
| Tariff Components                    | Reference     | Revised<br>Apr.- Jun. 11<br>Quarter |
|--------------------------------------|---------------|-------------------------------------|
| <b>Capacity Charge (Rs./kW/Hour)</b> |               |                                     |
| Fixed O&M - Foreign                  | 0.1019        | 0.1029                              |
| Fixed O&M - Local                    | 0.0963        | 0.1171                              |
| Insurance                            | 0.0927        | 0.0927                              |
| Cost of Working Capital              | 0.1909        | 0.2074                              |
| ROE                                  | 0.3556        | 0.3541                              |
| ROEDC                                | 0.0679        | 0.0676                              |
| Debt Servicing                       | 1.7347        | 1.8397                              |
| <b>Total Capacity Charge</b>         | <b>2.6400</b> | <b>2.7815</b>                       |
| <b>Energy Charge (Rs./kWh)</b>       |               |                                     |
| Variable O&M - Foreign               | 0.5182        | 0.5235                              |
| Variable O&M - Local                 | 0.1324        | 0.1610                              |
| <b>Total Variable O&amp;M</b>        | <b>0.6506</b> | <b>0.6845</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.

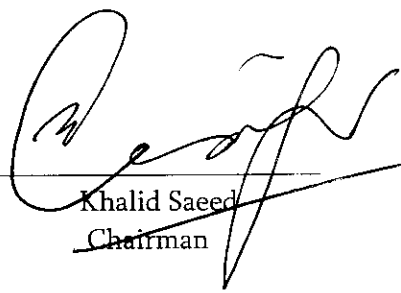
**AUTHORITY**

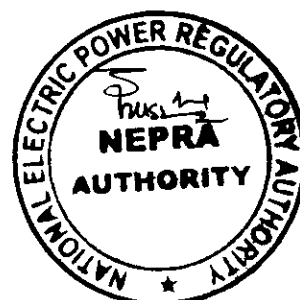
  
Zafar Ali Khan  
Member

  
Maqbool Ahmad Khawaja  
Member

  
Ghiasuddin Ahmed  
Member

  
Shaukat Ali Kundi  
Member/ Vice Chairman

  
Khalid Saeed  
Chairman



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

| Tariff Components             | Indexation             | Reference | Revised<br>Apr. - Jun. 11<br>Quarter |
|-------------------------------|------------------------|-----------|--------------------------------------|
| Capactiy Charge (Rs./kW/Hour) |                        |           |                                      |
| Fixed O&M - Foreign           | US\$/Rs. & US CPI      | 0.1019    | 0.1029                               |
| Fixed O&M - Local             | WPI- Local             | 0.0963    | 0.1171                               |
| Insurance                     | Actual on yearly basis | 0.0927    | 0.0927                               |
| Cost of Working Capital       | Kibor Variation        | 0.1909    | 0.2074                               |
| ROE                           | US\$/Rs.               | 0.3556    | 0.3541                               |
| ROEDC                         | US\$/Rs.               | 0.0679    | 0.0676                               |
| Debt Servicing                | Kibor Variation        | 1.7347    | 1.8397                               |
| Total Capacity Charge         |                        | 2.6400    | 2.7815                               |
| Energy Charge (Rs./kWh)       |                        |           |                                      |
| Variable O&M - Foreign        | US\$/Rs. & US CPI      | 0.5182    | 0.5235                               |
| Variable O&M - Local          | WPI- Local             | 0.1324    | 0.1610                               |
| Total Variable O&M            |                        | 0.6506    | 0.6845                               |

Following Values are used for adjustment/indexation of tariff:

|                              | Reference | Revised                   |
|------------------------------|-----------|---------------------------|
|                              |           | Apr. - Jun. 11<br>Quarter |
| Exchange Rate (Rs./USD)      | 85.600    | 85.250                    |
| US CPI (All Urban Consumers) | 218.178   | 221.309                   |
| WPI (Manufactures) - Local   | 170.150   | 206.860                   |
| 3 Monthly KIBOR              | 12.29%    | 13.52%                    |
| Hours in the quarter         |           | 2184                      |

