



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad
Ph: +92-51-9206500, Fax: +92-51-2600026
Web: www.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/R/ADG(Trf)/TRF-70/NCPL-2007/4608-12
July 27, 2022

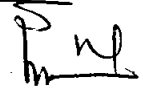
Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Nishat Chunian Power Ltd. for July-September 2022 Quarter (Case No. NEPRA/TRF-70/NCPL-2007)**

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 Nishat Chunian Power Ltd. for the **July-September 2022** quarter on account of US CPI, CPI (General) Local, Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-70/NCPL-2007.

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


27.07.22
(Syed Safeer Hussain)

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 Officer, Nishat Chunian Power Limited (NCPL), 31-Q, Gulberg-II, Lahore [Ph: 042 - 35761730]



DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR NISHAT CHUNIAN POWER LIMITED FOR JULY TO SEPTEMBER 2022 QUARTER

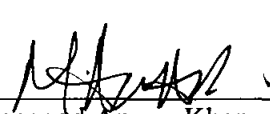
Pursuant to the decision of the Authority dated December 31, 2010 in the matter of adjustment at Commercial Operation Date (COD), decision of the Authority dated December 20, 2012 regarding change of index in case of Nishat Chunian Power Limited (NCPL) and decision of the Authority dated April 2, 2021 in the matter of application filed by CPPA-G for adjustment of ROE and ROEDC components of tariff pursuant to the agreement with NCPL, the tariff of NCPL in respect of July to September 2022 quarter has been revised on account of US CPI, CPI (General) Local, Exchange Rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanisms stipulated in the above referred decisions of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

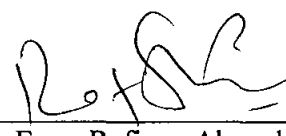
| Tariff Components | Reference Component | Revised Jul to Sep 2022 Quarter |
|--------------------------------------|---------------------|---------------------------------|
| Capacity Charge (Rs./kW/Hour) | | |
| Fixed O&M - Foreign | 0.1019 | 0.3285 |
| Fixed O&M - Local | 0.1186 | 0.2064 |
| Cost of Working Capital | 0.1909 | 0.2289 |
| ROE | 0.6968 | 0.6968 |
| ROEDC | 0.1284 | 0.1284 |
| Total | 1.2366 | 1.5890 |
| Variable O&M (Rs./kWh) | | |
| Variable O&M - Foreign | 0.5182 | 1.6707 |
| Variable O&M - Local | 0.1630 | 0.2837 |
| Total | 0.6812 | 1.9544 |

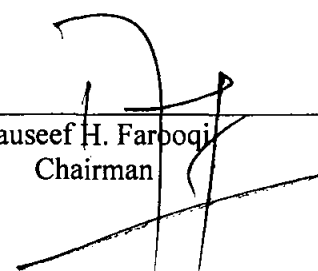
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

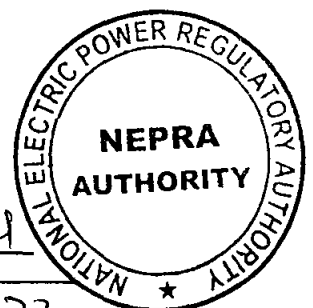
CPPPA (G) to ensure that all payments are consistent with tariff determination.

AUTHORITY


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Tauseef H. Farooqi
Chairman



27 07 22

NISHAT CHUNIAN POWER LIMITED
Quarterly Indexation/Adjustment of Tariff

| Tariff Components | Reference Component | Revised Jul to Sep 2022 Quarter |
|--------------------------------------|---------------------|---------------------------------|
| Capacity Charge (Rs./kW/Hour) | | |
| Fixed O&M - Foreign | 0.1019 | 0.3285 |
| Fixed O&M - Local | 0.1186 | 0.2064 |
| Cost of Working Capital | 0.1909 | 0.2289 |
| ROE | 0.6968 | 0.6968 |
| ROEDC | 0.1284 | 0.1284 |
| Total | 1.2366 | 1.5890 |
| Variable O&M (Rs./kWh) | | |
| Variable O&M - Foreign | 0.5182 | 1.6707 |
| Variable O&M - Local | 0.1630 | 0.2837 |
| Total | 0.6812 | 1.9544 |
| Indexation Values | | |
| Exchange Rate (Rs./USD) | 85.600 | 206.000 |
| US CPI (All Urban Consumers) | 218.178 | 292.296 |
| CPI (General) - Local | 154.720 | 269.270 |
| 3 Monthly KIBOR | 12.29% | 15.16% |
| Hours in the quarter | - | 2,208 |

* For the purpose of indexation of Local O&M components for July to September 2022 quarter, CPI for May 2022 was required to be used. However, Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16. As per relevant provision of the PPA, the latest available CPI of June 2020 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M components is being made on provisional basis, subject to revision upon decision of new reference index value by the Authority.

** The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007-08 with N-CPI Base Year 2015-16. The decision shall be implemented upon Notification in the Official Gazette.

[Handwritten signatures]

