



**Registrar**

# **National Electric Power Regulatory Authority**

## **Islamic Republic of Pakistan**

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No. NEPRA/TRF-71/NPL-2007/1050-1052  
January 23, 2015

**Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Nishat Power Ltd. (Case No. NEPRA/TRF-71/NPL-2007)**

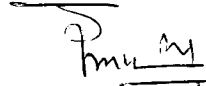
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Nishat Power Ltd. for the quarter January-March 2015 on account of US CPI, CPI (Local), exchange rate and KIBOR variation in Case No. NEPRA/TRF-71/NPL-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 component attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above

  
23/01/15  
( Syed Safeer 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.



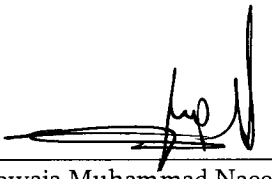
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT  
OF TARIFF FOR NISHAT POWER LIMITED**

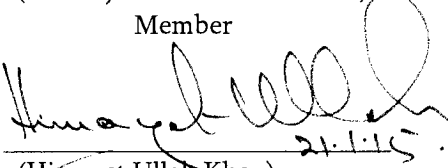
Pursuant to the decision of the Authority dated March 22, 2011 in the matter of motion for leave for review filed against the decision of the Authority at Commercial Operation Date (COD) and decision of the Authority dated 20<sup>th</sup> December 2012 regarding change of index in case of Nishat Power Limited (NPL), the tariff of NPL in respect of January to March 2015 quarter has been revised on account of US CPI, CPI (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 Review 22 March 2011	Revised Jan-Mar 2015 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1018	0.1299
Fixed O&M - Local	0.1188	0.1526
Cost of Working Capital	0.1997	0.1614
ROE	0.3436	0.4048
ROEDC	0.0598	0.0704
Debt Servicing	1.5978	1.4367
<b>Total</b>	<b>2.4215</b>	<b>2.3558</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.5178	0.6607
Variable O&M - Local	0.1634	0.2100
<b>Total</b>	<b>0.6812</b>	<b>0.8707</b>

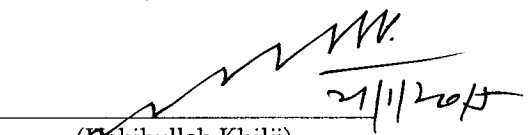
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

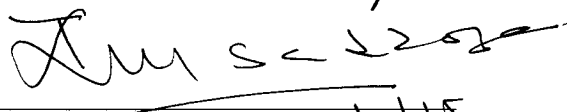
**AUTHORITY**

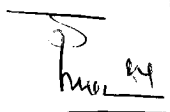
  
(Khawaja Muhammad Naeem)  
Member

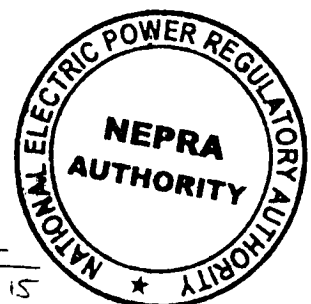
  
(Himayat Ullah Khan)  
Member

  
(Maj (R) Haroon Rashid)  
Member

  
(Habibullah Khilji)  
Vice Chairman

  
Brig (R) Tariq Saddozai  
Chairman

  
23.1.15



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

Tariff Components	Reference Review 22 March 2011	Revised Jan-Mar 2015 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1018	0.1299
Fixed O&M - Local	0.1188	0.1526
Cost of Working Capital	0.1997	0.1614
ROE	0.3436	0.4048
ROEDC	0.0598	0.0704
Debt Servicing	1.5978	1.4367
<b>Total</b>	<b>2.4215</b>	<b>2.3558</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.5178	0.6607
Variable O&M - Local	0.1634	0.2100
<b>Total</b>	<b>0.6812</b>	<b>0.8707</b>
<b>Indexation Values</b>		
Exchange Rate (Rs./USD)	85.400	100.600
US CPI (All Urban Consumers)	218.011	236.151
CPI (General) - Local	154.720	198.800
3 Monthly KIBOR	12.34%	9.63%
Principal Outstanding (Rs. Million)	13,864.71	10,033.32
Hours in the quarter	-	2,160

**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.

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