



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-71/NPL-2007/1286-1288
January 20, 2017

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)**

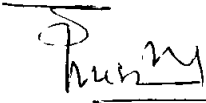
Dear Sir,

Please find enclosed herewith the decision of the Authority along with Revised Tariff Component (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Nishat Power Ltd. for the quarter January – March 2017 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. The Revised Tariff Components attached as Annex-I are to be notified in the official Gazette.

Enclosure: As above


(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.

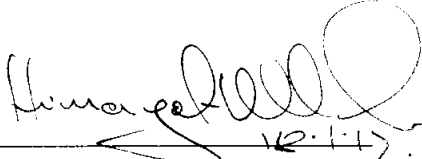
DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR NISHAT POWER LIMITED

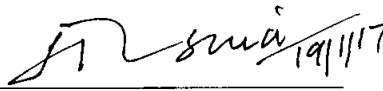
Pursuant to the Decision of the Authority dated March 22, 2011 in the matter of Motion for Leave for Review filed against the Decision of the Authority at Commercial Operation Date (COD) and decision of the Authority dated 20th December 2012 regarding change of index in the case of Nishat Power Limited (NPL), the relevant tariff components of NPL in respect of January-March 2017 quarter have 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:

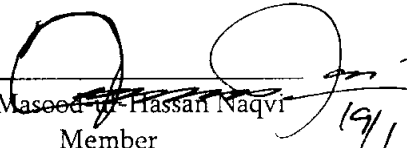
Tariff Components	Reference Review dated 22nd March 2011	Revised Jan-March 2017 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1018	0.1383
Fixed O&M - Local	0.1188	0.1628
Cost of Working Capital	0.1997	0.1119
ROE	0.3436	0.4217
ROEDC	0.0598	0.0734
Debt Servicing	1.5978	1.3288
Total	2.4215	2.2369
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.5178	0.7035
Variable O&M - Local	0.1634	0.2239
Total	0.6812	0.9274

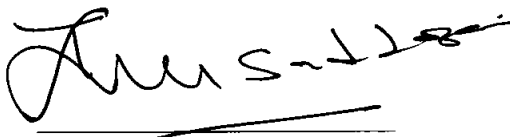
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

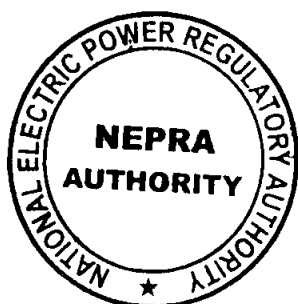
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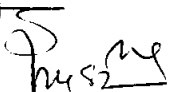

Himayat Ullah Khan
Vice Chairman


Maj (R) Haroon Rashid
Member


Syed Masood-ul-Hassan Naqvi
Member


Brig (R) Tariq Saddozai
Chairman




20.01.17

NISHAT POWER LIMITED
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Review dated 22nd March 2011	Revised Jan-March 2017 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1018	0.1383
Fixed O&M - Local	0.1188	0.1628
Cost of Working Capital	0.1997	0.1119
ROE	0.3436	0.4217
ROEDC	0.0598	0.0734
Debt Servicing	1.5978	1.3288
Total	2.4215	2.2369
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.5178	0.7035
Variable O&M - Local	0.1634	0.2239
Total	0.6812	0.9274
Indexation Values		
Exchange Rate (Rs./USD)	85.400	104.800
US CPI (All Urban Consumers)	218.011	241.353
CPI (General) - Local	154.720	212.010
3 Monthly KIBOR	12.34%	6.12%
Principal Outstanding (Rs. Million)	13,864.71	7,297.98
Hours in the quarter	-	2,160

Note:- Insurance component is not part of quarterly indexation. It is adjusted annually on actual basis as per mechanism stipulated in the decision of the Authority.

Ys

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