



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-71/NPL-2007/12025-12027

July 11, 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)**

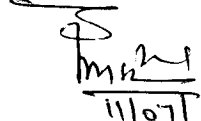
Dear Sir,

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 July – September 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 July-September 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 July-Sep 2017 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1018	0.1405
Fixed O&M - Local	0.1188	0.1661
Cost of Working Capital	0.1997	0.1141
ROE	0.3436	0.4225
ROEDC	0.0598	0.0735
Debt Servicing	1.5978	1.3650
Total	2.4215	2.2817
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.5178	0.7147
Variable O&M - Local	0.1634	0.2285
Total	0.6812	0.9432

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.

AUTHORITY

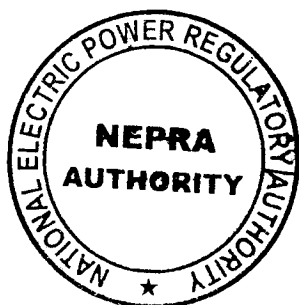
Himayat Ullah Khan
Member

Maj (R) Haroon Rashid
Member

Syed Masood ul Hassan Naqvi
Member

Saif Ullah Chattha
Vice Chairman

Brig (R) Tariq Sadozai
Chairman



11/07/17

NISHAT POWER LIMITED
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Review dated 22nd March 2011	Revised July-Sep 2017 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.1018	0.1405
Fixed O&M - Local	0.1188	0.1661
Cost of Working Capital	0.1997	0.1141
ROE	0.3436	0.4225
ROEDC	0.0598	0.0735
Debt Servicing	1.5978	1.3650
Total	2.4215	2.2817
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.5178	0.7147
Variable O&M - Local	0.1634	0.2285
Total	0.6812	0.9432
Indexation Values		
Exchange Rate (Rs./USD)	85.400	105.000
US CPI (All Urban Consumers)	218.011	244.733
CPI (General) - Local	154.720	216.330
3 Monthly KIBOR	12.34%	6.14%
Principal Outstanding (Rs. Million)	13,864.71	6,475.490
Hours in the quarter	-	2,208

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.



11/07/17

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