



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/ADG(Trf)/TRF-71/NPL-2007/ 320-324

January 11, 2024

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Nishat Power Ltd. for January to March 2024 Quarter (Case No. NEPRA/TRF-71/NPL-2007)**

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with Revised Tariff Components (**Annex-I**) (total 02 pages) regarding quarterly indexation/adjustment of tariff of Nishat Power Ltd. for the **January to March 2024** quarter on account of US CPI, N-CPI, Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-71/NPL-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

(Engr. Mazhar Iqbal Ranjha)

Secretary,
Ministry of Energy (Power Division),
'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 Power Ltd., 1-B Aziz Avenue, Canal Bank, Gulberg-V, Lahore

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR NISHAT POWER LIMITED FOR JANUARY TO MARCH 2024 QUARTER.

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), decision of the Authority dated December 20, 2012 regarding change of index in the case of Nishat Power Limited (NPL), 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 NPL and the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(I)/2023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components, the relevant tariff components are required to be adjusted on account of US CPI, N-CPI, Exchange Rate and KIBOR variation.

The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

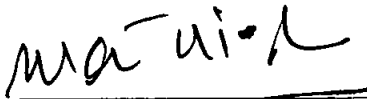
“Indexation/adjustment for January to March 2024 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated hereunder shall be immediately applicable.”

Tariff Components	Reference Mar 22, 2011, Dec 20, 2012, Mar 10, 2021 & Apr 2, 2021	Revised Jan-Mar 2024 Quarter
Capacity Charge (Rs./kW/h)		
Fixed O&M - Foreign	0.1018	0.4741
Fixed O&M - Local	0.2060	0.3981
Cost of Working Capital	0.1997	0.3274
ROE	0.6749	0.6749
ROEDC	0.1133	0.1133
Total	1.2957	1.9878
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.5178	2.4116
Variable O&M - Local	0.2833	0.5474
Total	0.8011	2.9590

The above decision of the Authority along with 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.

CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY



Mathar Niaz Rana (nsc)
Member



Engr. Maqsood Anwar Khan
Member



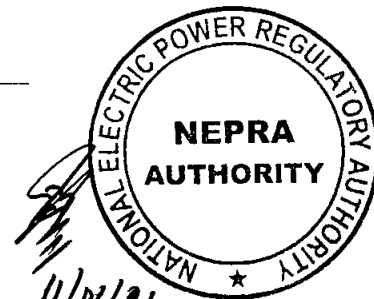
Engr. Rafique Ahmed Shaikh
Member



Amina Ahmed
Member



Waseem Mukhtar
Chairman



NISHAT POWER LIMITED
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Mar 22, 2011, Dec 20, 2012, Mar 10, 2021 & Apr 2, 2021	Revised Jan-Mar 2024 Quarter	Indexation
Capacity Charge (Rs./kW/h)			
Fixed O&M - Foreign	0.1018	0.4741	US CPI & Rs./US\$
Fixed O&M - Local	0.2060	0.3981	N-CPI Local
Cost of Working Capital	0.1997	0.3274	KIBOR
ROE	0.6749	0.6749	-
ROEDC	0.1133	0.1133	-
Total	1.2957	1.9878	
Variable O&M (Rs./kWh)			
Variable O&M - Foreign	0.5178	2.4116	US CPI & Rs./US\$
Variable O&M - Local	0.2833	0.5474	N-CPI Local
Total	0.8011	2.9590	
Indexation Values			Source
Exchange Rate (Rs./USD)	85.400	282.400	NBP - Revised rate of Sep 28, 2023
US CPI (All Urban Consumers)	218.011	307.051	U.S. Bureau of Labor Statistics - Revised value of Aug 2023
N-CPI (Local)	131.010	253.150	Pakistan Bureau of Statistics - Revised value of Aug 2023
3 Monthly KIBOR	12.34%	21.46%	SBP - Revised rate of Sep 28, 2023
Hours in the quarter	-	2,184	

- Based on the data declared by Nishat Power Limited.

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