



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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

No. NEPRA/ADG(Trf)/TRF-71/NPL-2007/ 11086-90

July 24, 2024

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for Nishat Power Limited for July-September 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 at **Annex-I** (total 02 pages) regarding quarterly indexation/adjustment of the tariff of Nishat Power Ltd. for the **July-September 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.

Copy to:

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 JULY TO SEPTEMBER 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 considering all aspects decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

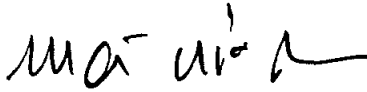
“Indexation/adjustment for July to September 2024 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated hereunder shall be immediately applicable.”

| Tariff Components | Reference Mar 22, 2011, Dec 20, 2012, Mar 10, 2021 & Apr 2, 2021 | Revised Jul-Sep 2024 Quarter |
|-----------------------------------|--|------------------------------------|
| Capacity Charge (Rs./kW/h) | | |
| Fixed O&M - Foreign | 0.1018 | 0.4788 |
| Fixed O&M - Local | 0.2060 | 0.4006 |
| Cost of Working Capital | 0.1997 | 0.3091 |
| ROE | 0.6749 | 0.6749 |
| ROEDC | 0.1133 | 0.1133 |
| Total | 1.2957 | 1.9767 |
| Variable O&M (Rs./kWh) | | |
| Variable O&M - Foreign | 0.5178 | 2.4353 |
| Variable O&M - Local | 0.2833 | 0.5509 |
| Total | 0.8011 | 2.9862 |

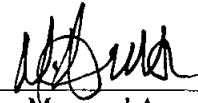
The above decision of the Authority along with revised tariff components attached as **Annex-I** are to be notified in the Official Gazette, in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

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

AUTHORITY



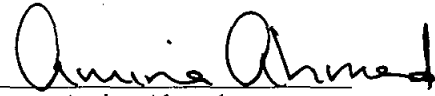
Maqsood Anwar Khan (nsc)
Member



Engr. Maqsood Anwar Khan
Member

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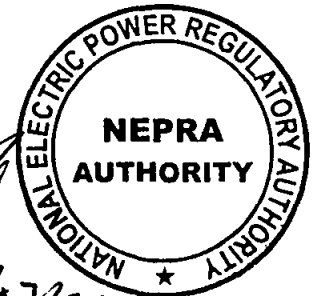
Engr. Rafique Ahmed Shaikh
Member



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 Jul-Sep 2024 Quarter | Indexation |
|-----------------------------------|--|------------------------------------|---|
| Capacity Charge (Rs./kW/h) | | | |
| Fixed O&M - Foreign | 0.1018 | 0.4788 | US CPI & Rs./US\$ |
| Fixed O&M - Local | 0.2060 | 0.4006 | N-CPI Local |
| Cost of Working Capital | 0.1997 | 0.3091 | KIBOR |
| ROE | 0.6749 | 0.6749 | - |
| ROEDC | 0.1133 | 0.1133 | - |
| Total | 1.2957 | 1.9767 | |
| Variable O&M (Rs./kWh) | | | |
| Variable O&M - Foreign | 0.5178 | 2.4353 | US CPI & Rs./US\$ |
| Variable O&M - Local | 0.2833 | 0.5509 | N-CPI Local |
| Total | 0.8011 | 2.9862 | |
| Indexation Values | | | Source |
| Exchange Rate (Rs./USD) | 85.400 | 278.800 | NBP - Revised rate of Jun 28, 2024 |
| US CPI (All Urban Consumers) | 218.011 | 314.069 | U.S. Bureau of Labor Statistics - Revised value of May 2024 |
| N-CPI (Local) | 131.010 | 254.780 | Pakistan Bureau of Statistics - Revised value of May 2024 |
| 3 Monthly KIBOR | 12.34% | 20.24% | SBP - Revised rate of Mar 28, 2024 |
| Hours in the quarter | - | 2,208 | |

- Based on the data declared by Nishat Power Limited.

Am J

