



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-124 /OPCL-2009/11154-11156

October 9, 2013

Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Orient Power Company (Pvt.) Ltd.

Dear Sir,

Please find enclosed herewith the decision of the Authority (02 page) regarding quarterly indexation/adjustment of tariff of Orient Power Company (Pvt.) Ltd. for the quarter October-December 2013 on account of US CPI, CPI (Local), exchange rate and KIBOR variation in Case No. NEPRA/ TRF-124/OPCL-2009(2).

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.

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.



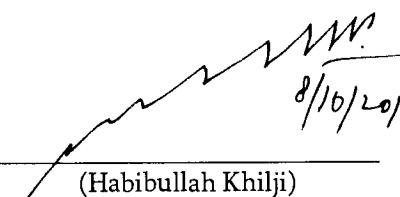
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT
OF TARIFF FOR ORIENT POWER COMPANY (PRIVATE) LIMITED**


Pursuant to the decision of the Authority dated 12th January 2012 in the matter of motion for leave for review filed against the decision of the Authority at Commercial Operation Date (COD), Corrigendum dated 23rd April 2012 and decision of the Authority dated 21st December 2012 regarding change of index in the case of Orient Power Company (Private) Limited (OPCL), the tariff of OPCL in respect of October -December 2013 quarter has been revised on account of US CPI, CPI (Local), exchange rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

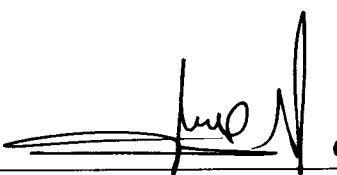
Tariff Components	Reference Decision 12 Jan 2012	Revised Oct-Dec 2013 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.1336	0.1604
Fixed O&M - Foreign	0.1065	0.1535
Cost of Working Capital-Gas	0.0473	0.0352
Cost of Working Capital-HSD	0.1013	0.0754
ROE	0.3964	0.5195
ROEDC	0.0795	0.1042
Debt Servicing	1.0298	0.8699
Total (Gas)	1.7931	1.8427
Total (HSD)	1.8471	1.8829
Variable O&M (Rs./kWh)		
Variable O&M – Gas	0.1459	0.2102
Variable O&M – HSD	0.2392	0.3447

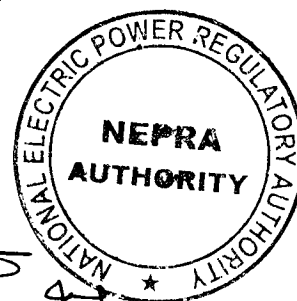
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

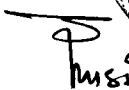
Authority


(Habibullah Khilji)
Member


(Maj (R) Haroon Rashid)
Member


(Khawaja Muhammad Naeem)
Vice Chairman




09-X-13

Orient Power Company (Pvt.) Limited
Adjustment on account of Quarterly Indexations

Tariff Components	Reference Decision 12 Jan 2012	Revised Oct-Dec 2013 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.1336	0.1604
Fixed O&M - Foreign	0.1065	0.1535
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Variable O&M (Rs./kWh)		
Variable O&M – Gas	0.1459	0.2102
Variable O&M – HSD	0.2392	0.3447
Indexation Values		
CPI (General)	154.720	185.710
US CPI	212.709	233.877
Exchange Rate	80.500	105.500
KIBOR	13.39%	9.43%
Principal Outstanding (Rs. Mlns.)	9,358	7,586
Hours in the Quarter		2208

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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