



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/TRF-124/OPCL-2009/1038-1040
January 23, 2015

Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Orient Power Company (Pvt.) Ltd. (Case No. NEPRA/TRF-124/OPCL-2009(2))

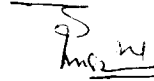
Dear Sir,

Please find enclosed herewith the decision of the Authority (02 pages) regarding quarterly indexation/adjustment of tariff of Orient Power Company (Pvt.) Ltd. for the quarter January-March 2015 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.

3. Please note that revised tariff component attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above


(Syed Safeer Hussain) 23.1.15

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.



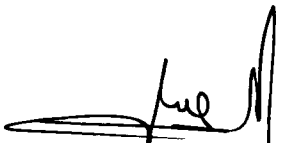
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT
OF TARIFF FOR ORIENT POWER COMPANY (PRIVATE) LIMITED**


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 January to March 2015 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:

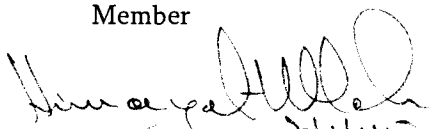
Tariff Components	Reference Decision 12 Jan 2012	Revised Jan-Mar 2015 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.1336	0.1717
Fixed O&M - Foreign	0.1065	0.1478
Cost of Working Capital-Gas	0.0473	0.0356
Cost of Working Capital-HSD	0.1013	0.0762
ROE	0.3964	0.4954
ROEDC	0.0795	0.0994
Debt Servicing	1.0298	0.8934
Total (Gas)	1.7931	1.8433
Total (HSD)	1.8471	1.8839
Variable O&M (Rs./kWh)		
Variable O&M – Gas (Foreign)	0.1459	0.2024
Variable O&M – HSD (Foreign)	0.2392	0.3319

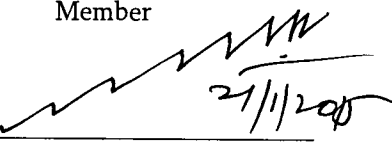
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

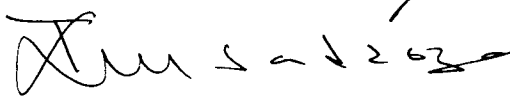
Authority



(Khawaja Muhammad Naeem)
Member

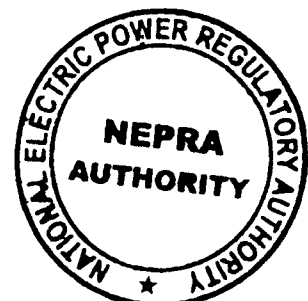

(Maj (R) Haroon Rashid)
Member


(Himayat Ullah Khan)
Member


(Habibullah Khilji)
Vice Chairman


Brig (R) Tariq Saddozai
Chairman


23.01.15



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

Tariff Components	Reference Decision 12 Jan 2012	Revised Jan-Mar 2015 Quarter
<u>Capacity Charge(Rs./kW/Hour)</u>		
Fixed O&M – Local	0.1336	0.1717
Fixed O&M - Foreign	0.1065	0.1478
Cost of Working Capital-Gas	0.0473	0.0356
Cost of Working Capital-HSD	0.1013	0.0762
ROE	0.3964	0.4954
ROEDC	0.0795	0.0994
Debt Servicing	1.0298	0.8934
Total (Gas)	1.7931	1.8433
Total (HSD)	1.8471	1.8839
<u>Variable O&M (Rs./kWh)</u>		
Variable O&M – Gas (Foreign)	0.1459	0.2024
Variable O&M – HSD (Foreign)	0.2392	0.3319
<u>Indexation Values</u>		
CPI (General)	154.720	198.800
US CPI	212.709	236.151
Exchange Rate	80.500	100.600
KIBOR	13.39%	9.63%
Principal Outstanding (Rs. Mlns.)	9,358	6,669
Hours in the Quarter		2,160

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.

