



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/TRF-124/OPCL-2009/10178-10180
July 15, 2016

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))**

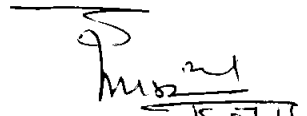
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components (Annex-I) (02 pages) regarding adjustment of tariff for July-September 2016 quarter on account of US CPI, CPI (Local), Exchange Rate and KIBOR variations for Orient Power Company (Pvt.) Ltd. 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. 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 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) 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 July-September 2016 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 Component	Revised July-Sep 2016 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M – Local	0.1336	0.1779
Fixed O&M - Foreign	0.1065	0.1564
Cost of Working Capital-Gas	0.0473	0.0249
Cost of Working Capital-HSD	0.1013	0.0532
ROE	0.3964	0.5156
ROEDC	0.0795	0.1034
Debt Servicing	1.0298	0.8227
Total (Gas)	1.7931	1.8009
Total (HSD)	1.8471	1.8292
Variable O&M (Rs./kWh)		
Variable O&M – Gas (Foreign)	0.1459	0.2143
Variable O&M – HSD (Foreign)	0.2392	0.3514

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

Maj (R) Haroon Rashid
Member

Syed Masood Hassan
Member

Himayat Ullah Khan
Vice Chairman

Brig (R) Tariq Sadozai
Chairman



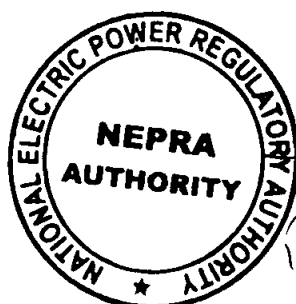
M. S. M.
15.07.16

Orient Power Company (Private) Limited
Adjustment on account of Quarterly Indexation

Tariff Components	Reference Component	Revised July-Sep 2016 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.1336	0.1779
Fixed O&M - Foreign	0.1065	0.1564
Cost of Working Capital-Gas	0.0473	0.0249
Cost of Working Capital-HSD	0.1013	0.0532
ROE	0.3964	0.5156
ROEDC	0.0795	0.1034
Debt Servicing	1.0298	0.8227
Total (Gas)	1.7931	1.8009
Total (HSD)	1.8471	1.8292
Variable O&M (Rs./kWh)		
Variable O&M – Gas (Foreign)	0.1459	0.2143
Variable O&M – HSD (Foreign)	0.2392	0.3514
Indexation Values		
CPI (General)	154.720	205.990
US CPI	212.709	240.236
Exchange Rate	80.500	104.700
KIBOR	13.39%	6.05%
Principal Outstanding (Rs. Mlns.)	9,358	5,297
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.

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