National Electric Power Regulatory Authority Islamic Republic of Pakistan



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

No. NEPRA/TRF-124 /OPCL-2009/2924-08 February 14, 2018

Chief Executive Orient Power Company (Pvt.) Ltd 10-Alli Block, New Garden Town Lahore

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

Enclosed please find herewith the subject decision of the Authority along with schedule of Fuel Cost Part of Energy Charge, for Stock Purchased w.e.f. 1st January 2018 at Annex-I (02 pages) regarding the adjustment in fuel portion of energy charge part of tariff on account of variation in **RLNG** price in respect of Orient Power Company (Pvt.) Ltd.

Enclosure: As above

Misz

(Syed Safeer Hussain)

CC:

- 1. Secretary, Ministry of Energy, 'A' Block, Pak Secretariat, Islamabad
- 2. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
- 3. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
- 4. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited ENERCON Building, Sector G-5/2, Islamabad.



DECISION OF THE AUTHORITY IN THE MATTER OF FUEL PRICE ADJUSTMENT FOR ORIENT POWER COMPANY (PRIVATE) LIMITED

- 1. Pursuant to the Authority's decision dated January 12, 2012 and May 3, 2016 in the case of Orient Power Company (Private) Limited (hereinafter "OPCL"), the fuel portion of energy charge part of tariff of OPCL is required to be adjusted for variation in fuel price.
- Oil & Gas Regulatory Authority (hereinafter "OGRA") vide its decision dated January 3, 2018 has determined provisional RLNG price for the Pakistan LNG Limited (hereinafter "PLL") under Petroleum Products (Petroleum Levy) Ordinance, 1961 and Petroleum Products (Petroleum Levy) Rules, 1967 for December 2017 and January 2018.
- 3. Based on Provisional RLNG price determination by OGRA for PLL, OPCL vide letter No. OPCOL/FIN18/1111 dated January 17, 2018 submitted its request for revision of Fuel Cost Component (hereinafter "FCC") for the month of January 2018. Further, OPCL submitted Sui Northern Gas Pipelines limited (hereinafter "SNGPL") letters No. GMB-37(2043) & GMB-37(2225) dated January 29, 2018 & February 13, 2018, respectively, wherein SNGPL invoiced to OPCL US \$10.6161/MMBTU for the 3rd week & 4th week of January 2018. SNGPL invoiced to OPCL, as per the clause 4 of the Interim Agreement for Supply of RLNG dated January 13, 2018.
- 4. Based on OGRA's notification dated January 3, 2018, FCC on RLNG of OPCL has been revised. The revision has been made on provisional basis and final FCC shall be made after notification of final RLNG price by OGRA and submission of fuel invoice(s) by OPCL. The revised FCC indicated hereunder shall be immediately applicable on unit delivered basis:

Period	Revised Fuel Cost Component (Rs/kWh)
With Effect From 1 st January 2018	8.6701

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

Authority Himayat Ullah Khan Syed Masood ul-Hassan Naq Member Member Saif Ullah Chattha Brig (R) Tariq Saddozai Chairman Vice Chairman 4.2.2518 WER NEPRA THORI 1

Orient Power Company (Private) Limited Schedule of Fuel Cost Part of Energy Charge Adjustment on account of Fuel Price Variation for RLNG w.e.f. 1st January 2018

Period	Provisional RLNG Price HHV	*Provisional RLNG price HHV	**Revised RLNG price LHV	Reference Gas Price LHV	Reference Fuel Cost Component	Revised Fuel Cost Component
	USD/MMBTU	Rs/MMBTU	Rs/MMBTU	Rs/MMBTU	Rs/kWh	Rs/kWh
Jan-18	10.6161	1174.3530	1300.6582	368.11	2.4538	8.6701

*SBP weighted average customer exchange rate of Rs. 110.62/USD of January 3, 2018 has been used to work out provisional RLNG price.

**RLNG price is adjusted for LHV-HHV factor of 1.1076

-FCC has been revised on the basis of provisional RLNG price determined by OGRA for Pakistan LNG Limited.



