



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/Director(Trf)/TRF-124/OPCL-2009/38298-38300

October 27, 2020

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 **October-December 2020** quarter on account of US CPI, CPI (Local), Exchange Rate and KIBOR variation 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 (7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

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 Energy (Power Division),
Government of Pakistan
'A' Block, Pak Secretariat,
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**

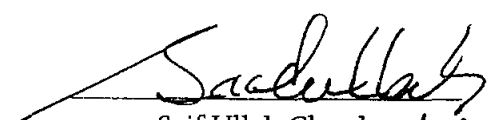
Pursuant to the decision of the Authority dated January 12, 2012 in the matter of Motion for Leave for Review filed against the decision of the Authority at Commercial Operation Date (COD) and decision of the Authority dated December 21, 2012 regarding change of index in the case of Orient Power Company (Private) Limited (OPCL), the tariff of OPCL in respect of Oct-Dec 2020 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 Oct-Dec 2020 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.1336	0.2325
Fixed O&M - Foreign	0.1065	0.2690
Cost of Working Capital - Gas	0.0473	0.0285
Cost of Working Capital - HSD	0.1013	0.0611
ROE	0.3964	0.8194
ROEDC	0.0795	0.1643
Total (Gas)	0.7633	1.5137
Total (HSD)	0.8173	1.5463
Variable O&M (Rs./kWh)		
Variable O&M – Gas (Foreign)	0.1459	0.3685
Variable O&M – HSD (Foreign)	0.2392	0.6042

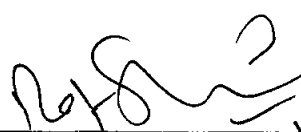
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

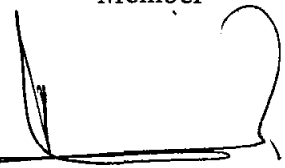
CPPA (G) to ensure that all payments are consistent with the tariff determination(s).


Authority


Saif Ullah Chattha
Member
16.10.2020


21/10/2020
Rehmatullah Baloch
Member


Engr. Rafique Ahmed Shah
Member
16/10/20


Engr. Bahadur Shah
Member


Tauseef H. Farooqi
Chairman



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

Tariff Components	Reference Component	Revised Oct-Dec 2020 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.1336	0.2325
Fixed O&M - Foreign	0.1065	0.2690
Cost of Working Capital - Gas	0.0473	0.0285
Cost of Working Capital - HSD	0.1013	0.0611
ROE	0.3964	0.8194
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Total (HSD)	0.8173	1.5463
Variable O&M (Rs./kWh)		
Variable O&M – Gas (Foreign)	0.1459	0.3685
Variable O&M – HSD (Foreign)	0.2392	0.6042
Indexation Values		
CPI (General)	154.720	269.270
US CPI	212.709	259.918
Exchange Rate	80.500	166.400
KIBOR	13.39%	7.25%
Hours in the Quarter	-	2,208

*For the purpose of indexation of Local O&M components for Oct-Dec 2020 quarter, CPI for August 2020 was required to be used. However, Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16. As per relevant provision of the PPA, the latest available CPI of June 2020 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M components is being made on provisional basis, subject to revision upon decision of new reference index value by the Authority.

