



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/DG(Trf)/TRF-124/OPCL-2009/ 34783-87

October 19, 2023

Subject: **Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Orient Power Company (Pvt.) Ltd. for October-December 2023 Quarter (Case No. NEPRA/TRF-124/OPCL-2009(2))**

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with revised tariff components at **Annex-I** (total 02 pages) regarding indexation/adjustment of tariff for **October-December 2023** quarter on account of US CPI, N-CPI, Exchange Rate and KIBOR variation in respect of Orient Power Company (Pvt.) Ltd. in Case No. NEPRA/TRF-124/OPCL-2009(2).

2. The decision is being sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above

(Engr. Mazhar Iqbal Ranjha)

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.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.
4. Chief Executive, Orient Power Company (Pvt.) Ltd., 10-Ali Block, New Garden Town, Lahore.

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR ORIENT POWER COMPANY (PRIVATE) LIMITED FOR OCTOBER TO DECEMBER 2023 QUARTER.

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), decision of the Authority dated December 21, 2012 regarding change of index in the case of Orient Power Company (Private) Limited (OPCL), decision of the Authority dated April 2, 2021 in the matter of application filed by CPPA-G for adjustment of ROE and ROEDC components of tariff pursuant to the agreement with OPCL and the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(I)/2023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components, the relevant tariff components are required to be adjusted on account of US CPI, N-CPI, Exchange Rate and KIBOR variation.

The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

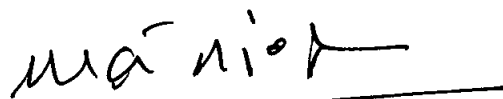
“Indexation/adjustment for October to December 2023 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated hereunder shall be immediately applicable.”

Tariff Components	Reference Jan 12, 2012, Dec 21, 2012, Mar 10, 2021 & Apr 2, 2021	Revised Oct-Dec 2023 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M - Local	0.2316	0.4230
Fixed O&M - Foreign	0.1065	0.5521
Cost of Working Capital - Gas	0.0473	0.0756
Cost of Working Capital - HSD	0.1013	0.1618
ROE - Local	0.2388	0.2388
ROE - Foreign	0.2254	0.8095
ROEDC - Local	0.0469	0.0469
ROEDC - Foreign	0.0476	0.1709
Total (Gas)	0.9441	2.3168
Total (HSD)	0.9981	2.4030
Variable O&M (Rs./kWh)		
Variable O&M - Gas (Foreign)	0.1459	0.7563
Variable O&M - HSD (Foreign)	0.2392	1.2399

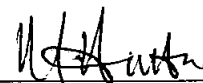
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

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

AUTHORITY



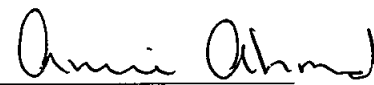
Mathar Niaz Rana (nsc)
Member



Engr. Maqsood Anwar Khan
Member



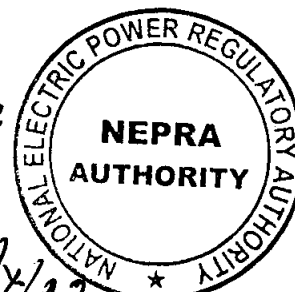
Engr. Rafique Ahmed Shaikh
Member



Amina Ahmed
Member



Waseem Mukhtar
Chairman



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

Tariff Components	Reference Jan 12, 2012, Dec 21, 2012, Mar 10, 2021 & Apr 2, 2021	Revised Oct-Dec 2023 Quarter	Indexation
Capacity Charge(Rs./kW/Hour)			
Fixed O&M - Local	0.2316	0.4230	N-CPI Local
Fixed O&M - Foreign	0.1065	0.5521	US CPI & Rs./US\$
Cost of Working Capital - Gas	0.0473	0.0756	KIBOR
Cost of Working Capital - HSD	0.1013	0.1618	KIBOR
ROE - Local	0.2388	0.2388	-
ROE - Foreign	0.2254	0.8095	Rs./US\$
ROEDC - Local	0.0469	0.0469	-
ROEDC - Foreign	0.0476	0.1709	Rs./US\$
Total (Gas)	0.9441	2.3168	
Total (HSD)	0.9981	2.4030	
Variable O&M (Rs./kWh)			
Variable O&M - Gas (Foreign)	0.1459	0.7563	US CPI & Rs./US\$
Variable O&M - HSD (Foreign)	0.2392	1.2399	US CPI & Rs./US\$
Indexation Values			Source
N-CPI (Local)	131.010	239.270	Pakistan Bureau of Statistics - Revised value of Aug 2023
US CPI	212.709	307.026	U.S. Bureau of Labor Statistics - Revised value of Aug 2023
Exchange Rate	80.500	289.100	NBP - Revised rate of Sep 28, 2023
KIBOR	13.39%	22.66%	SBP - Revised rate of Sep 28, 2023
Hours in the Quarter	-	2,208	

- Based on the data declared by Orient Power Company (Private) Limited.
- Indexation/adjustment is on provisional basis subject to any inquiry or audit.

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