



Registrar

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.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/R/ADG(Trf)/TRF-347/QATPL-2016/1471-75

February 1, 2023

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment on RLNG for Quaid-e-Azam Thermal Power Private Ltd. for January-March 2023 Quarter (Case No. NEPRA/TRF-347/QATPL-2016)

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with revised tariff components (Annex-I) regarding quarterly indexation/adjustment of tariff of Quaid-e-Azam Thermal Power Private Ltd. for the quarter January-March 2023 on account of US CPI, CPI (General), Exchange Rate and KIBOR variation (02 Pages) in Case No. NEPRA/TRF-347/QATPL-2016.

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)
'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 Officer, Quaid-e-Azam Thermal Power (Pvt.) Ltd.
First Floor, 7-C-1, Gulberg-III, Lahore

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT ON RLNG FOR QUAID-E-AZAM THERMAL POWER (PRIVATE) LIMITED FOR JANUARY TO MARCH 2023 QUARTER.

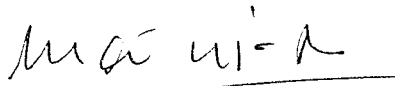
Pursuant to the Authority's decision dated April 14, 2016 in the matter of Tariff Petition filed by Quaid-e-Azam Thermal Power (Private) Limited (hereinafter "QATPL") and decision of the Authority dated February 24, 2021 in the matter of reduction of return on equity component, the relevant tariff components of QATPL in respect of January to March 2023 quarter have been revised on account of US CPI, CPI (General), 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 Apr 14, 2016 & Feb 24, 2021	Revised Jan-Mar 2023 Quarter
Capacity Charge (Rs./kW/h)		
Fixed O&M - Local	0.0647	0.0858
Fixed O&M - Foreign	0.1453	0.3942
Cost of Working Capital	0.0970	0.8134
Insurance	0.0574	0.0574
ROE	0.3117	0.6736
Debt Servicing (Debt + Interest)	0.9281	1.3396
Total	1.6042	3.3640
Energy Charge ((Rs./kWh)		
Variable O&M - Foreign	0.3169	0.8598

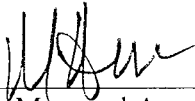
Indexation allowed to QATPL is purely on provisional basis till Notification of its COD tariff and shall be subject to adjustment/refund, if necessary, in the light of COD tariff decision of the Authority.

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

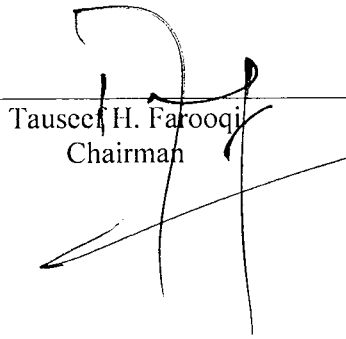
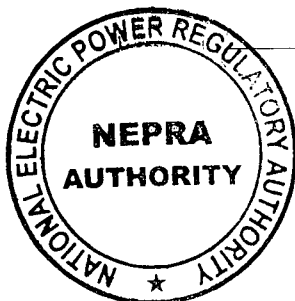
Mathar Niaz Rana (nsc)
Member



Engr. Maqsood Anwar Khan
Member



Engr. Rafique Ahmed Shaikh
Member



Tauseef H. Farooqi
Chairman

Quaid-e-Azam Thermal Power Private Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Apr 14, 2016 & Feb 24, 2021	Revised Jan-Mar 2023 Quarter
Capacity Charge (Rs./kW/h)		
Fixed O&M - Local	0.0647	0.0858
Fixed O&M - Foreign	0.1453	0.3942
Cost of Working Capital	0.0970	0.8134
Insurance	0.0574	0.0574
ROE	0.3117	0.6736
Debt Servicing (Debt + Interest)	0.9281	1.3396
Total	1.6042	3.3640
Energy Charge ((Rs./kWh)		
Variable O&M - Foreign	0.3169	0.8598
Indexation Values		
Exchange Rate (Rs./USD)	105.000	226.900
US CPI (All Urban Consumers)	237.111	297.711
CPI (General) - Local	202.980	269.270
3 Monthly KIBOR	6.36%	17.00%
Principal Outstanding (USD. Million)	-	38,654.35
RLNG Fuel Price (Rs./MMBTU)	735.00	3,333.27
Hours in the Quarter	-	2,160

* For the purpose of indexation of Local O&M components for Jan-Mar 2023 quarter, CPI for Nov 2022 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.

** The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007-08 with N-CPI Base Year 2015-16. The decision shall be implemented upon Notification in the Official Gazette.

*** Based on the data declared by Quaid-e-Azam Thermal Power Private Limited.

