



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

No. NEPRA/R/DG(Trf)/TRF-347/QATPL-2016/13496-13 Sec

May 29, 2023

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment on RLNG for Quaid-e-Azam Thermal Power Private Ltd. for April - June 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 April - June 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 APRIL TO JUNE 2023 QUARTER.

Pursuant to the Authority's decision dated January 3, 2023, notified vide SRO No. 182(I)/2023 dated February 14, 2023, in the matter of Commercial Operations Date (COD) adjustment of 1181.51 MW (Gross) Quaid-e-Azam Thermal Power (Private) Limited (hereinafter "QATPL") project on RLNG/HSD at Bhikki, Sheikhpura, Punjab, the relevant tariff components of QATPL in respect of April to June 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 Jan 3, 2023		Revised Apr to Jun 2023 Quarter	
	RLNG	HSD	RLNG	HSD
Capacity Charge (Rs./kW/h)				
Fixed O&M - Local	0.0436	0.0469	0.0533	0.0573
Fixed O&M - Foreign	0.1588	0.1730	0.4713	0.5134
Cost of Working Capital	0.0686	0.0748	0.3538	0.3856
ROE	0.2951	0.3216	0.7871	0.8577
Debt Servicing (Principal)	0.5728	0.6243	0.5728	0.6243
Debt Servicing (Interest)	0.3112	0.3391	0.8524	0.9289
Total	1.4501	1.5797	3.0907	3.3672
Energy Charge ((Rs./kWh)				
Variable O&M - Foreign	0.1147	0.1250	0.3404	0.3710

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

Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan

Engr. Maqsood Anwar Khan
Member

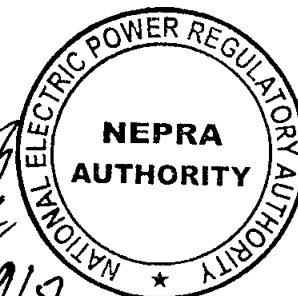
Engr. Rafique Ahmed Shaikh

Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed

Amina Ahmed
Member

Tauseef H. Farooq
Chairman



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

Tariff Components	Reference Jan 3, 2023		Revised Apr to Jun 2023 Quarter		Indexation
	RLNG	HSD	RLNG	HSD	
Capacity Charge (Rs./kW/h)					
Fixed O&M - Local	0.0436	0.0469	0.0533	0.0573	CPI Local
Fixed O&M - Foreign	0.1588	0.1730	0.4713	0.5134	US CPI & Rs./US\$
Cost of Working Capital	0.0686	0.0748	0.3538	0.3856	KIBOR & Fuel Price
ROE	0.2951	0.3216	0.7871	0.8577	Rs./US\$
Debt Servicing (Principal)	0.5728	0.6243	0.5728	0.6243	-
Debt Servicing (Interest)	0.3112	0.3391	0.8524	0.9289	KIBOR
Total	1.4501	1.5797	3.0907	3.3672	
Energy Charge ((Rs./kWh)					
Variable O&M - Foreign	0.1147	0.1250	0.3404	0.3710	US CPI & Rs./US\$
Indexation Values					Source
Exchange Rate (Rs./USD) for O&M	115.400	115.400	284.100	284.100	NBP - Revised rate of March 31, 2023
Exchange Rate (Rs./USD) for ROE	106.520	106.520	284.100	284.100	NBP - Revised rate of March 31, 2023
US CPI (All Urban Consumers)	249.554	249.554	300.84	300.84	U.S. Bureau of Labor Statistics - Revised value of Feb 2023
CPI (General) - Local	220.250	220.250	269.270	269.270	Pakistan Bureau of Statistics - Revised value of Jun 2020
3 Monthly KIBOR	6.50%	6.50%	21.98%	21.98%	SBP - Revised rate of March 31,2023
Principal Outstanding (USD. Million)	-	-	35,521.00	35,521.00	
Fuel Price - RLNG (Rs./MMBTU)	1,384.45	-	3,705.22	-	
Fuel Price - HSD (Rs./Liter)	-	98.76	-	225.31	
Hours in the Quarter	-	-	2,184	2,184	

- For the purpose of indexation of Local O&M components for Apr-Jun 2023 quarter, CPI for Feb 2023 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.

7/2

