



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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Registrar

No. NEPRA/Tariff-99/SPL-2008/635-637
February 2, 2011

Subject: Interim Decision of the Authority in the Matter of Fuel Price Adjustment for Saif Power Ltd. (Case No. NEPRA/TRF-99/SPL-2008) - Intimation of Decision of Tariff pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)

Dear Sir,

Please find enclosed herewith the decision of the Authority along with schedule of tariff (Annex-I & II) (03 pages) regarding provisional adjustment in energy charge part of Saif Power Limited's tariff on account of variation in HSD prices with effect from 1st January 2011 and 7th January, 2011 in Case No. NEPRA/TRF-99/SPL-2008.

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 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997) and Rule 16(11) of the National Electric Power Regulatory Authority Tariff (Standards and Procedure) Rules, 1998.

3. Please note that only revised schedules (Annex-I & II) of tariff are required to be notified in the official Gazette.

Enclosure: As above

(Syed Safeer Hussain)

Secretary
Ministry of Water & Power,
'A' Block, Pak Secretariat
Islamabad

CC: 1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, Islamabad.



**INTERIM DECISION OF THE AUTHORITY IN THE MATTER OF FUEL PRICE
ADJUSTMENT FOR SAIF POWER LIMITED**

The Authority in its decision dated January 16, 2009 in the case of Saif Power Limited (hereinafter "SPL") provided a mechanism for adjustment of the fuel portion of energy charge part of tariff on HSD for variation in price of HSD as notified by the relevant Authority adjusted for NCV-GCV factor, specific gravity and calorific value (gross). In this regard the relevant extract of the decision of the Authority dated January 16, 2009 is reproduced as under:

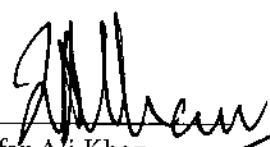
"Para : In case of adjustment in HSD fuel component, SPL shall submit request for adjustment duly supported with the supplier's certificate indicating flash point, specific gravity and calorific value duly verified by the power purchaser. The Power Purchaser shall make all necessary arrangements to satisfy it regarding the Authenticity and validity of the information provided by SPL. In case of any dispute or discrepancy the power purchaser shall seek third party verification which for technical issues shall be HDIP and for price issues shall be OGRA."

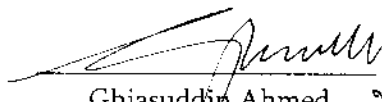
SPL's instant adjustment request is not accompanied by supplier's certificate indicating flash point, specific gravity and calorific value duly verified by the power purchaser in accordance with the Authority's decision dated January 16, 2009. In view thereof, the Authority hereby directs SPL to fulfill all the requirements strictly in accordance with the above referred decision of the Authority. The Authority, however, is cognizant of the fact that rejection of the instant request of SPL for not being in accordance with the decision of the Authority has financial implications. The Authority, therefore, keeping in view the financial implications has decided to allow fuel price adjustment without considering the impact of variation in calorific value as an interim arrangement. The Authority shall pass its decision once the required information is submitted by SPL strictly in accordance with the Authority's decision dated January 16, 2009. Based on the interim arrangement as afore-referred, revised energy charge part of SPL's tariff relating to HSD indicated hereunder shall be immediately applicable on units delivered basis:

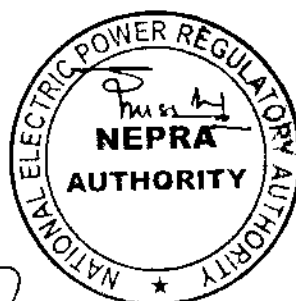
S #	Period	Revised Fuel Cost Component Rs./kWh
1.	For stock purchased w.e.f. 1 st January 2011	14.7640
2.	For stock purchased w.e.f. 7 th January 2011	14.0117

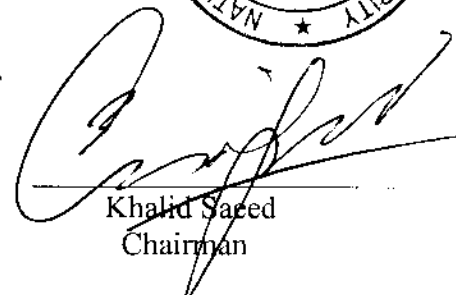
The above referred revised fuel cost components attached as Annex-I & II to this decision are to be notified in the official gazette, in accordance with the provisions of sub-section (4) of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

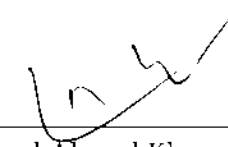
Authority

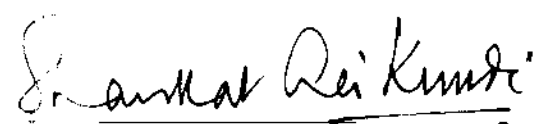

Zafar Ali Khan
Member


Ghiasuddin Ahmed
Member




Khalid Saeed
Chairman


Maqbool Ahmad Khawaja
Member


Shaukat Ali Kundi
Member/Vice Chairman

02.02.2011

Saif Power Limited
Schedule of Fuel Cost Part of Energy Charge
Provisional Adjustment on account of fuel price variation for HSD

Description	Unit	Reference	Revised
HSD Price Ex-GST (NCV)	Rs./MMBTU	1,728.69	2,097.99
HSD Price Ex-GST	Rs./Liter	58.74	71.29
Calorific Value	Btus/Kg	42,880.00	42,880.00
Specific Gravity		0.84	0.84
NCV-GCV Factor		1.06	1.06

Period	Description	Reference (Rs./kWh)	Revised (Rs./kWh)
For stock purchased w.e.f. 1st January 2011	Fuel Cost Component	12.1651	14.7640

Note:- In terms of the decision of the Authority dated 16th January 2009, SPL shall submit the fuel supplier's certificate indicating flash point, specific gravity and calorific value duly verified by the power purchaser. As the required information was not submitted by SPL, adjustment in the fuel cost component is being allowed as an interim arrangement subject to final decision of the Authority once the required information is submitted by SPL.



Saif Power Limited
Schedule of Fuel Cost Part of Energy Charge
Provisional Adjustment on account of fuel price variation for HSD

Description	Unit	Reference	Revised
HSD Price Ex-GST (NCV)	Rs./MMBTU	1,728.69	1,991.09
HSD Price Ex-GST	Rs./Liter	58.74	67.66
Calorific Value	Btus/Kg	42,880.00	42,880.00
Specific Gravity		0.84	0.84
NCV-GCV Factor		1.06	1.06

Period	Description	Reference (Rs./kWh)	Revised (Rs./kWh)
For stock purchased w.e.f. 7th January 2011	Fuel Cost Component	12.1651	14.0117

Note:- In terms of the decision of the Authority dated 16th January 2009, SPL shall submit the fuel supplier's certificate indicating flash point, specific gravity and calorific value duly verified by the power purchaser. As the required information was not submitted by SPL, adjustment in the fuel cost component is being allowed as an interim arrangement subject to final decision of the Authority once the required information is submitted by SPL.

