



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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Registrar

No. NEPRA/TRF-99/SPL-2008/3842-3844
April 19, 2012

Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Saif Power Ltd. (SPL) (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 revised schedule of tariff (Annex-I) (02 pages) regarding adjustment of tariff for April-June 2012 quarter on account of US CPI, WPI (Local), Exchange Rate and KIBOR variation in respect of Saif Power Ltd. 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 revised schedule of tariff attached to the decision as Annex-I is required to be notified in the official Gazette.

Enclosure: As above

Secretary,
Ministry of Water & Power,
Government of Pakistan
Islamabad.

CC:

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


(Syed Safeer Hussain)





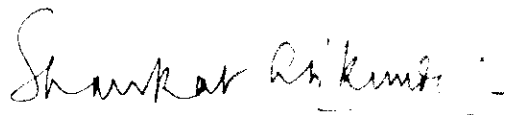
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/
ADJUSTMENT OF TARIFF FOR SAIF POWER LIMITED**

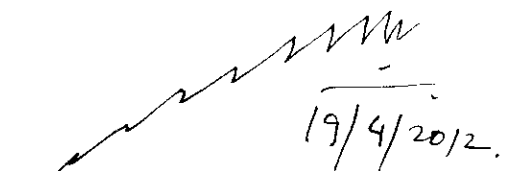
Pursuant to the Paragraph 23(III) of the Authority's decision dated June 20, 2011 in the matter of adjustment at commercial operation date in the case of Saif Power Limited (hereinafter "SPL"), the tariff of SPL in respect of April-June 2012 quarter has been revised on account of US CPI, WPI (Local), 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 COD Decision 20 Jun 2011	Revised Apr-Jun 2012 Quarter
<u>Capacity Charge(Rs./kW/Hour)</u>		
Fixed O&M – Local	0.0612	0.0792
Fixed O&M - Foreign	0.1016	0.1148
Insurance	0.0933	0.0850
Cost of Working Capital-Gas	0.0424	0.0411
Cost of Working Capital-HSD	0.0909	0.0881
Return on Equity	0.3824	0.4129
Return on Equity During Construction	0.1129	0.1219
Debt Servicing	1.3848	1.3576
Total Capacity Charge (Gas)	2.1786	2.2125
Total Capacity Charge (HSD)	2.2271	2.2595
<u>Variable O&M (Rs./kWh)</u>		
Variable O&M – Foreign -Gas	0.2650	0.2993
Variable O&M – Foreign -HSD	0.3825	0.4320

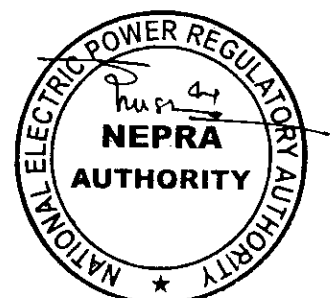
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

Authority


Shaukat Ali Kundi
Member
18.04.2012


Habibullah Khilji
Member
19/4/2012


Ghiasuddin Ahmed
Member/Acting Chairman
17/4



Saif Power Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference COD Decision 20 Jun 2011	Revised Apr-Jun 2012 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.0612	0.0792
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Indexation Values		
WPI (Manufactures)	161.770	209.470
US CPI	217.631	227.663
Exchange Rate	84.000	90.700
KIBOR	12.34%	11.91%
Hours in the Quarter		2184

* For the purpose of indexation of local O&M for April-June 2012 quarter, WPI (Manufactures) for February 2012 was required to be used. However, with the revision of base values of WPI from 2000-01 to 2007-08 by Federal Bureau of Statistics, the commodity group of WPI (Manufactures) has now ceased to exist and the latest available WPI (Manufactures) pertaining to July 2011 has been used for the indexation. The local O&M component will be revised, if required, in terms of Para 12.3 of Part V of Schedule 1 of the PPA on determination of new index by the Authority.

S. S. S.
 4/5/12

