



Registrar

# National Electric Power Regulatory Authority

## Islamic Republic of Pakistan

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No. NEPRA/TRF-80/SPL-2007/4336-4338  
April 30, 2014

Subject: **Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Saif Power Ltd. (Case No. NEPRA/TRF-80/SPL-2007)**

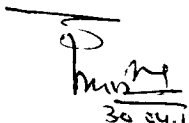
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Saif Power Ltd. for the quarter April-June 2014 on account of US CPI, CPI (General) Local, Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-80/SPL-2007.

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 tariff to be notified in the official Gazette is attached as Annex-I.

Enclosure: As above

  
30.04.14  
( Syed Safer Hussain )

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

CC: 1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.  
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.



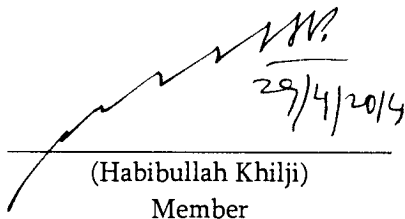
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/  
ADJUSTMENT OF TARIFF FOR SAIF POWER LIMITED**

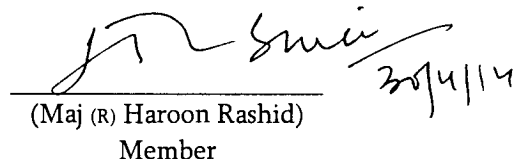
Pursuant to the decision of the Authority dated June 20, 2011 in the matter of adjustment at commercial operation date and decision of the Authority dated 20<sup>th</sup> December 2012 regarding change of index in the case of Saif Power Limited (hereinafter "SPL"), the tariff of SPL in respect of April-June 2014 quarter has been revised on account of US CPI, CPI (General) local, exchange rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decisions of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

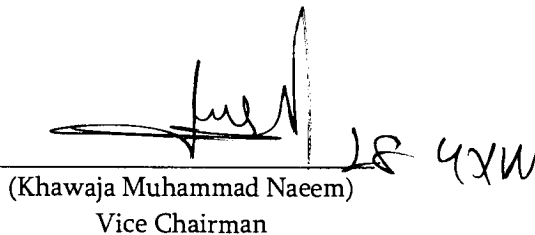
Tariff Components	Reference COD Decision 20 Jun 2011	Revised Apr-June 2014 Quarter
<b>Capacity Charge(Rs./kW/Hour)</b>		
Fixed O&M – Local	0.0792	0.0967
Fixed O&M - Foreign	0.1016	0.1277
Cost of Working Capital-Gas	0.0424	0.0360
Cost of Working Capital-HSD	0.0909	0.0772
Return on Equity	0.3824	0.4457
ROEDC	0.1129	0.1316
Debt Servicing	1.3848	1.2685
<b>Total (Gas)</b>	<b>2.1033</b>	<b>2.1062</b>
<b>Total (HSD)</b>	<b>2.1518</b>	<b>2.1474</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M – Foreign -Gas	0.2650	0.3332
Variable O&M – Foreign -HSD	0.3825	0.4809

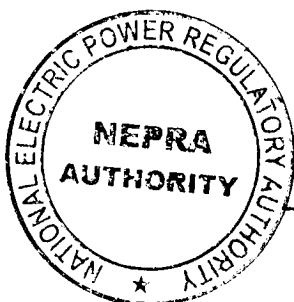
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

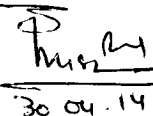
**Authority**

  
(Habibullah Khilji)  
Member

  
(Maj (R) Haroon Rashid)  
Member

  
(Khawaja Muhammad Naeem)  
Vice Chairman



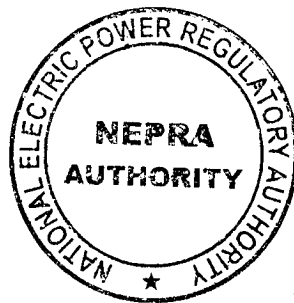
  
30.04.14

**Saif Power Limited**  
**Quarterly Indexation/Adjustment of Tariff**

Tariff Components	Reference COD Decision 20 Jun 2011	Revised Apr-Jun 2014 Quarter
<b><u>Capacity Charge(Rs./kW/Hour)</u></b>		
Fixed O&M – Local	0.0792	0.0967
Fixed O&M - Foreign	0.1016	0.1277
Cost of Working Capital-Gas	0.0424	0.0360
Cost of Working Capital-HSD	0.0909	0.0772
Return on Equity	0.3824	0.4457
Return on Equity During Construction	0.1129	0.1316
Debt Servicing	1.3848	1.2685
<b>Total (Gas)</b>	<b>2.1033</b>	<b>2.1062</b>
<b>Total (HSD)</b>	<b>2.1518</b>	<b>2.1474</b>
<b><u>Variable O&amp;M (Rs./kWh)</u></b>		
Variable O&M – Foreign -Gas	0.2650	0.3332
Variable O&M – Foreign -HSD	0.3825	0.4809
<b><u>Indexation Values</u></b>		
CPI (General)	154.720	189.000
US CPI	217.631	234.781
Exchange Rate	84.000	97.900
KIBOR	12.34%	10.18%
Principal Outstanding (Rs. Mlns.)	12,908	9,866
Hours in the Quarter		2,184

**Note:-** Insurance component of capacity charge is not part of quarterly indexation. It is adjusted annually on actual basis as per mechanism stipulated in the decision of the Authority.

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*30.04.14*