



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Ataturk Avenue (East) G-5/1, Islamabad
Ph: +92-51-9206500, Fax: +92-51-2600021
Web: www.nepra.org.pk, E-mail: info@nepra.org.pk

No. NEPRA/TRF-80/SPL-2007/8437-8439
July 18, 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 July-September 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 component attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above

(Syed Safeer Hussain) 18/7/14

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.

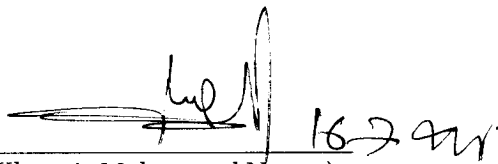
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/
ADJUSTMENT OF TARIFF FOR SAIF POWER LIMITED**

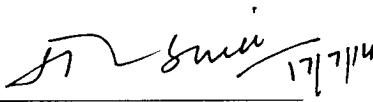
Pursuant to the decision of the Authority dated June 20, 2011 in the matter of adjustment at commercial operation date and decision of the Authority dated 20th December 2012 regarding change of index in the case of Saif Power Limited (hereinafter "SPL"), the tariff of SPL in respect of July-September 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:

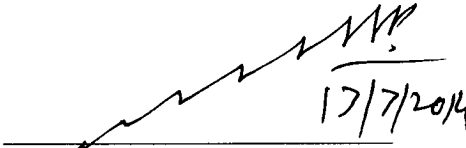
Tariff Components	Reference COD Decision 20 Jun 2011	Revised July-Sep 2014 Quarter
<u>Capacity Charge(Rs./kW/Hour)</u>		
Fixed O&M – Local	0.0792	0.0991
Fixed O&M - Foreign	0.1016	0.1306
Cost of Working Capital-Gas	0.0424	0.0360
Cost of Working Capital-HSD	0.0909	0.0771
Return on Equity	0.3824	0.4495
ROEDC	0.1129	0.1327
Debt Servicing	1.3848	1.2723
Total (Gas)	2.1033	2.1202
Total (HSD)	2.1518	2.1613
<u>Variable O&M (Rs./kWh)</u>		
Variable O&M – Foreign -Gas	0.2650	0.3405
Variable O&M – Foreign -HSD	0.3825	0.4915

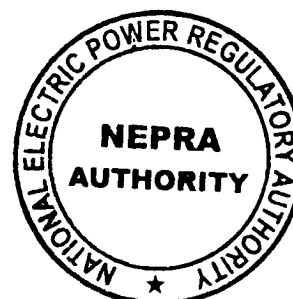
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

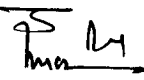
Authority


(Khawaja Muhammad Naeem)
Member


(Maj (R) Haroon Rashid)
Member


(Habibullah Khilji)
Vice Chairman




18.7.14

Saif Power Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference COD Decision 20 Jun 2011	Revised July-Sep 2014 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.0792	0.0991
Fixed O&M - Foreign	0.1016	0.1306
Cost of Working Capital-Gas	0.0424	0.0360
Cost of Working Capital-HSD	0.0909	0.0771
Return on Equity	0.3824	0.4495
Return on Equity During Construction	0.1129	0.1327
Debt Servicing	1.3848	1.2723
Total (Gas)	2.1033	2.1202
Total (HSD)	2.1518	2.1613
Variable O&M (Rs./kWh)		
Variable O&M – Foreign -Gas	0.2650	0.3405
Variable O&M – Foreign -HSD	0.3825	0.4915
Indexation Values		
CPI (General)	154.720	193.550
US CPI	217.631	237.900
Exchange Rate	84.000	98.750
KIBOR	12.34%	10.17%
Principal Outstanding (Rs. Mlns.)	12,908	9,608
Hours in the Quarter		2,208

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.

