



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/TRF-80/SPL-2007/10968-10970  
July 16, 2015

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)**

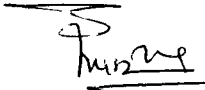
Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff component (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Saif Power Ltd. for the quarter July-September 2015 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. The Revised Tariff Component attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above

  
16.07.15  
( Syed Safeer 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.



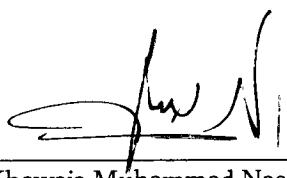
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/  
ADJUSTMENT OF TARIFF FOR SAIF POWER LIMITED**

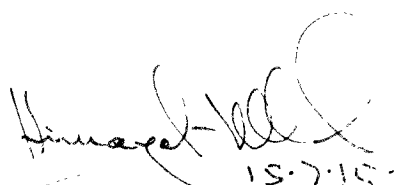
Pursuant to the decision of the Authority dated June 20, 2011 in the matter of adjustment at commercial operation date and decision of the Authority dated 20<sup>th</sup> December 2012 regarding change of index in the case of Saif Power Limited (hereinafter "SPL"), the tariff of SPL in respect of July to Sept 2015 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:

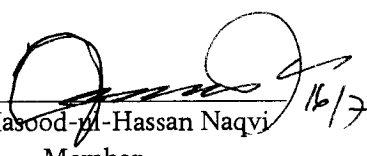
Tariff Components	Reference COD Decision 20 Jun 2011	Revised July-Sept 2015 Quarter
<b>Capacity Charge(Rs./kW/Hour)</b>		
Fixed O&M – Local	0.0792	0.1022
Fixed O&M - Foreign	0.1016	0.1344
Cost of Working Capital-Gas	0.0424	0.0268
Cost of Working Capital-HSD	0.0909	0.0574
Return on Equity	0.3824	0.4630
Return on Equity During Construction	0.1129	0.1367
Debt Servicing	1.3848	1.1410
<b>Total (Gas)</b>	<b>2.1033</b>	<b>2.0041</b>
<b>Total (HSD)</b>	<b>2.1518</b>	<b>2.0347</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M – Foreign -Gas	0.2650	0.3506
Variable O&M – Foreign -HSD	0.3825	0.5060

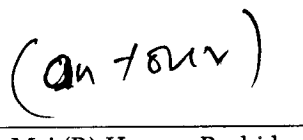
The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

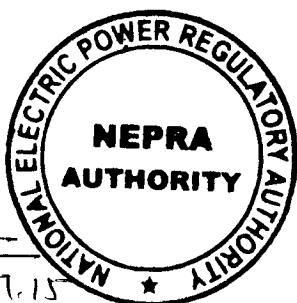
**Authority**

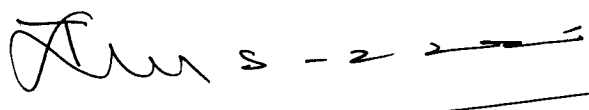
  
15.7.15  
Khawaja Muhammad Naeem  
Member

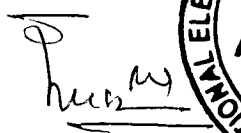
  
15.7.15  
Himayat Ullah Khan  
Member

  
16/7  
Syed Masood-ul-Hassan Naqvi  
Member

  
(an 7812)  
Maj (R) Haroon Rashid  
Vice Chairman



  
Brig (R) Tariq Sadozai  
Chairman 16/7/15

  
16.07.15

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

<b>Tariff Components</b>	<b>Reference COD Decision 20 Jun 2011</b>	<b>Revised July-Sept 2015 Quarter</b>
<b><u>Capacity Charge(Rs./kW/Hour)</u></b>		
Fixed O&M – Local	0.0792	0.1022
Fixed O&M - Foreign	0.1016	0.1344
Cost of Working Capital-Gas	0.0424	0.0268
Cost of Working Capital-HSD	0.0909	0.0574
Return on Equity	0.3824	0.4630
Return on Equity During Construction	0.1129	0.1367
Debt Servicing	1.3848	1.1410
<b>Total (Gas)</b>	<b>2.1033</b>	<b>2.0041</b>
<b>Total (HSD)</b>	<b>2.1518</b>	<b>2.0347</b>
<b><u>Variable O&amp;M (Rs./kWh)</u></b>		
Variable O&M – Foreign -Gas	0.2650	0.3506
Variable O&M – Foreign -HSD	0.3825	0.5060
<b><u>Indexation Values</u></b>		
CPI (General)	154.720	199.660
US CPI	217.631	237.805
Exchange Rate	84.000	101.700
KIBOR	12.34%	7.01%
Principal Outstanding (Rs. Mlns.)	12,908	8,474
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.

