



# 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.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/TRF-80/SPL-2007/559-561  
January 15, 2016

**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)**

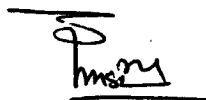
Dear Sir,

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 January – March 2016 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

  
15.01.16  
( 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.



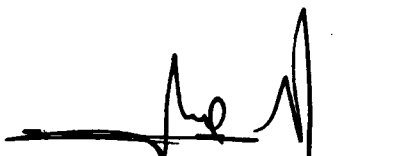
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/  
ADJUSTMENT OF TARIFF FOR SAIF POWER LIMITED**

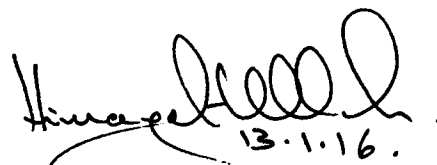
Pursuant to the decision of the Authority dated June 20, 2011 in the matter of adjustment at commercial operation date and decision of the Authority dated 20<sup>th</sup> December 2012 regarding change of index in the case of Saif Power Limited (hereinafter "SPL"), the tariff of SPL in respect of January to March 2016 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:

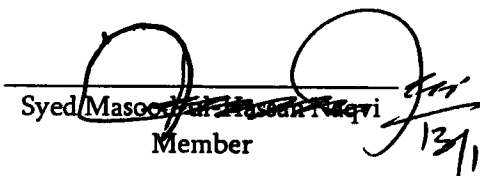
Tariff Components	Reference COD Decision 20th June 2011	Revised Jan-March 2016 Quarter
<b>Capacity Charge(Rs./kW/Hour)</b>		
Fixed O&M – Local	0.0792	0.1045
Fixed O&M - Foreign	0.1016	0.1382
Cost of Working Capital-Gas	0.0424	0.0250
Cost of Working Capital-HSD	0.0909	0.0536
Return on Equity	0.3824	0.4771
Return on Equity During Construction	0.1129	0.1409
Debt Servicing	1.3848	1.1345
<b>Total (Gas)</b>	<b>2.1033</b>	<b>2.0202</b>
<b>Total (HSD)</b>	<b>2.1518</b>	<b>2.0488</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M – Foreign -Gas	0.2650	0.3606
Variable O&M – Foreign -HSD	0.3825	0.5204

The above referred revised tariff components attached as **Annex-I** are 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.

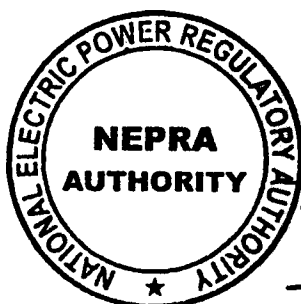
**Authority**


  
Khawaja Muhammad Naeem  
Member

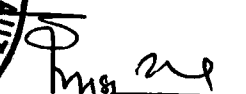
  
13.1.16.  
Himayat Ullah Khan  
Member

  
13/1  
Syed Masood Hussain Naqvi  
Member

  
13/1/16  
Maj (R) Haroon Rashid  
Vice Chairman



  
13/1/16  
Brig (R) Tariq Saddozai  
Chairman

  
15.01.16

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

Tariff Components	Reference COD Decision 20th June 2011	Revised Jan-March 2016 Quarter
<b>Capacity Charge(Rs./kW/Hour)</b>		
Fixed O&M – Local	0.0792	0.1045
Fixed O&M - Foreign	0.1016	0.1382
Cost of Working Capital-Gas	0.0424	0.0250
Cost of Working Capital-HSD	0.0909	0.0536
Return on Equity	0.3824	0.4771
Return on Equity During Construction	0.1129	0.1409
Debt Servicing	1.3848	1.1345
<b>Total (Gas)</b>	<b>2.1033</b>	<b>2.0202</b>
<b>Total (HSD)</b>	<b>2.1518</b>	<b>2.0488</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M – Foreign -Gas	0.2650	0.3606
Variable O&M – Foreign -HSD	0.3825	0.5204
<b>Indexation Values</b>		
CPI (General)	154.720	204.220
US CPI	217.631	237.336
Exchange Rate	84.000	104.800
KIBOR	12.34%	6.49%
Principal Outstanding (Rs. Mlns.)	12,908	7,840
Hours in the Quarter		2,184

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



15.01.16