



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/TRF-80/SPL-2007/10439-10441
July 22, 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 components (Annex-I) (02 pages) regarding quarterly indexation/adjustment of tariff of Saif Power Ltd. for the quarter July – September 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 Components attached as Annex-I are to be notified in the official Gazette.

Enclosure: As above


(Syed Safeer Hussain)
22.07.16

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 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 July-Sep 2016 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.0792	0.1054
Fixed O&M - Foreign	0.1016	0.1398
Cost of Working Capital-Gas	0.0424	0.0239
Cost of Working Capital-HSD	0.0909	0.0512
Return on Equity	0.3824	0.4766
Return on Equity During Construction	0.1129	0.1407
Debt Servicing	1.3848	1.1419
Total (Gas)	2.1033	2.0283
Total (HSD)	2.1518	2.0556
Variable O&M (Rs./kWh)		
Variable O&M – Foreign -Gas	0.2650	0.3646
Variable O&M – Foreign -HSD	0.3825	0.5263

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

Maj (R) Haroon Rashid
Member

Syed Masood-ul-Hassan
Member

Himayat Ullah Khan
Vice Chairman

Brig (R) Tariq Saddozai
Chairman



22.07.16

Saif Power Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference COD Decision 20th June 2011	Revised July-Sep 2016 Quarter
<u>Capacity Charge(Rs./kW/Hour)</u>		
Fixed O&M – Local	0.0792	0.1054
Fixed O&M - Foreign	0.1016	0.1398
Cost of Working Capital-Gas	0.0424	0.0239
Cost of Working Capital-HSD	0.0909	0.0512
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Total (Gas)	2.1033	2.0283
Total (HSD)	2.1518	2.0556
<u>Variable O&M (Rs./kWh)</u>		
Variable O&M – Foreign -Gas	0.2650	0.3646
Variable O&M – Foreign -HSD	0.3825	0.5263
<u>Indexation Values</u>		
CPI (General)	154.720	205.990
US CPI	217.631	240.236
Exchange Rate	84.000	104.700
KIBOR	12.34%	6.05%
Principal Outstanding (Rs. Mlns.)	12,908	7,156
Hours in the Quarter		2,208

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.

