



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/R/ADG(Trf)/TRF-80/SPL-2007/775-79
January 14, 2022

Secretary
Ministry of Energy (Power Division),
'A' Block, Pak Secretariats
Islamabad

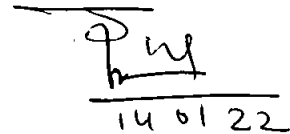
Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Saif Power Ltd. (Case No. NEPRA/TRF-80/SPL-2007)

Dear Sir,

Please find enclosed herewith the subject 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 **January-March 2022** 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 sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

Enclosure: As above



14 01 22

(Syed Safeer Hussain)

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
2. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
3. Chief Executive Officer, Saif Power Ltd., 4th Floor, Kashmir Commercial Complex (KCC), Fazal-ul-Haq Road, Block-E, Blue Area, Islamabad
Ph: 051 – 2271378 – 83



**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 December 20, 2012 regarding change of index in the case of Saif Power Limited (hereinafter "SPL"), the tariff of SPL in respect of Jan-Mar 2022 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	Revised Jan-Mar 2022 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.0792	0.1378
Fixed O&M - Foreign	0.1016	0.2749
Cost of Working Capital-Gas	0.0424	0.0370
Cost of Working Capital-HSD	0.0909	0.0793
Return on Equity	0.3824	0.8101
Return on Equity During Construction	0.1129	0.2392
Total (Gas)	0.7185	1.4990
Total (HSD)	0.7670	1.5413
Variable O&M (Rs./kWh)		
Variable O&M – Foreign - Gas	0.2650	0.7170
Variable O&M – Foreign - HSD	0.3825	1.0349

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(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY

Rehmatullah Baloch
Member

Engr. Maqsood Anwar Khan
Member

Engr. Rafique Ahmed Shaukh
Member

Tauseef H. Fardooqi
Chairman



14 01 22

Saif Power Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference	Revised Jan-Mar 2022 Quarter
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.0792	0.1378
Fixed O&M - Foreign	0.1016	0.2749
Cost of Working Capital-Gas	0.0424	0.0370
Cost of Working Capital-HSD	0.0909	0.0793
Return on Equity	0.3824	0.8101
Return on Equity During Construction	0.1129	0.2392
Total (Gas)	0.7185	1.4990
Total (HSD)	0.7670	1.5413
Variable O&M (Rs./kWh)		
Variable O&M – Foreign - Gas	0.2650	0.7170
Variable O&M – Foreign - HSD	0.3825	1.0349
Indexation Values		
CPI (General) - Local	154.720	269.270
US CPI	217.631	277.948
Exchange Rate	84.000	177.950
KIBOR	12.34%	10.54%
Hours in the Quarter	-	2,160

*For the purpose of indexation of Local O&M components for Jan-Mar 2022 quarter, CPI for Nov 2021 was required to be used. However, Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16. As per relevant provision of the PPA, the latest available CPI of June 2020 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M components is being made on provisional basis, subject to revision upon decision of new reference index value by the Authority.

** The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007-08 with N-CPI Base Year 2015-16. The decision shall be implemented upon Notification in the Official Gazette.

