



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-125/SECL-2009/426-40
January 10, 2017

Chief Executive Officer
Sapphire Electric Company Ltd.
7-A/K, Main Boulevard, Gulberg-II
Lahore

Subject: **Decision of the Authority in the Matter of Fuel Price Adjustment Based on RLNG for Sapphire Electric Company Ltd. (Case No. NEPRA/TRF-125/SECL-2009)**

Enclosed please find herewith the subject decision of the Authority along with Schedule of Fuel Cost Part of Energy Charges, applicable w.e.f. 1st November 2016 at Annex-I (02 pages) regarding the adjustment in fuel portion of energy charge part of tariff on account of variation in RLNG prices in respect of Sapphire Electric Company Ltd. The notification on the subject decision will follow.

Enclosure: As above

(Syed Safeer Hussain)
Registrar

CC:

1. Secretary Ministry of Water & Power, Islamabad
2. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
3. Secretary, Ministry of Finance, Islamabad.
4. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited
6th Floor, Shaheed-e-Millat Secretariat, Jinnah Avenue, Blue Area, Islamabad



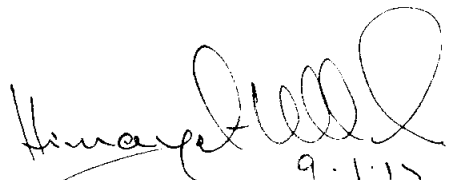
**DECISION OF THE AUTHORITY IN THE MATTER OF FUEL PRICE ADJUSTMENT BASED
ON RLNG FOR SAPPHIRE ELECTRIC COMPANY LIMITED**

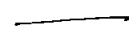
1. Pursuant to the decision of the Authority dated 21st September 2011 and 3rd May 2016 in the matter of Fuel Price Adjustment (FCA), the fuel portion of energy charge part of tariff of Sapphire Electric Company Limited (hereinafter "SECL") has been adjusted for variation in RLNG price.
2. Oil & Gas Regulatory Authority (OGRA) vide its determination dated December 22, 2016 has determined RLNG Provisional price for the November 2016.
3. Based on OGRA's RLNG prices determination, the Authority has worked out the Fuel Cost Component of SECL, indicated hereunder, which shall be immediately applicable on units delivered basis:

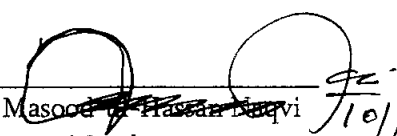
Description	Provisional RLNG Price (USD) HHV	*Exchange Rate	Provisional RLNG price (PKR) HHV	** Provisional RLNG price (PKR) LHV	Reference Gas Price (September 21,2011) LHV	Reference Fuel Cost Component (September 21,2011)	Provisional Fuel Cost Component on RLNG Price
	USD/MMBTU	USD/PKR	RS./MMBTU	RS./MMBTU	RS./MMBTU	Rs./kWh	Rs./kWh
Fuel Cost Component	8.0185	104.942	841.4774	931.9808	368.11	2.4538	6.2125

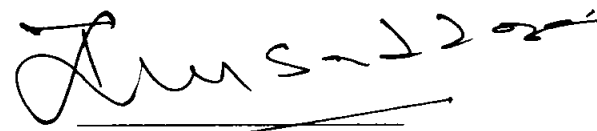
4. The above referred revised fuel cost attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

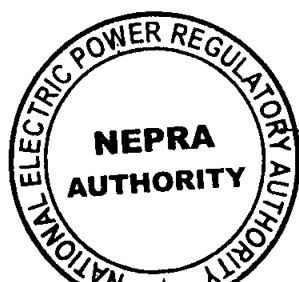
Authority

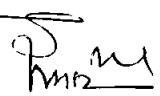

Himayat Ullah Khan
Vice Chairman


Maj (R) Haroon Rashid
Member


Syed Masood Ali Hassan
Member


Brig (R) Tariq Saddozai
Chairman




10.01.17

Sapphire Electric Company Limited
Schedule of Fuel Cost Part of Energy Charge

Adjustment on account of Fuel Price Variation for RLNG w.e.f 1st November 2016

Description	Provisional RLNG Price (USD) HHV	*Exchange Rate	Provisional RLNG price (PKR) HHV	** Provisional RLNG price (PKR) LHV	Reference Gas Price (September 21,2011) LHV	Reference Fuel Cost Component (September 21,2011)	Provisional Fuel Cost Component on RLNG Price
	USD/MMBTU	USD/PKR	RS./MMBTU	RS./MMBTU	RS./MMBTU	Rs./kWh	Rs./kWh
Fuel Cost Component	8.0185	104.942	841.4774	931.9808	368.11	2.4538	6.2125

*Exchange rate applied by SECL of SBP weighted average customer exchange rate

**RLNG price is adjusted for LHV-HHV factor of 1.107553

