



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/TRF-125/SECL-2009/7182-7184

April 25, 2019

Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Sapphire Electric Company Ltd. (Case No. NEPRA/TRF-125/SECL-2009)

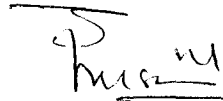
Dear Sir,

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 Sapphire Electric Company Ltd. for the quarter April – June 2019 on account of US CPI, CPI (Local), Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-125/SECL-2009.

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

3. The Revised Tariff Components attached as Annex-I are to be notified in the official Gazette.

Enclosure: As above


25 04 19
(Syed Safeer Hussain)

Secretary,
Ministry of Energy,
(Power Division)
Government of Pakistan
'A' Block, Pak Secretariat
Islamabad.

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.

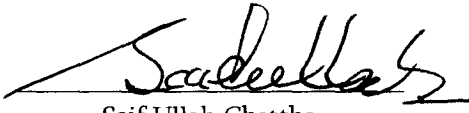
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF
TARIFF FOR SAPPHIRE ELECTRIC COMPANY LIMITED**

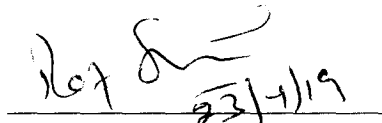
Pursuant to the decisions the Authority dated 23rd November 2012 in the matter of Motion for Leave for Review filed against the decision of the Authority at Commercial Operation Date (COD) and decision of the Authority dated 20th December 2012 regarding change of index in the case of Sapphire Electric Company Limited (hereinafter "SECL"), the tariff of SECL in respect of April-June 2019 quarter has been revised on account of US CPI, CPI (Local), exchange rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanisms stipulated in the above referred decisions of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

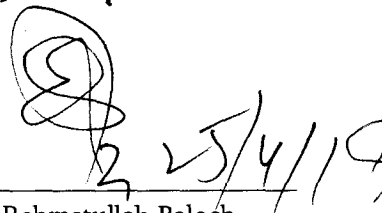
Tariff Components	Reference Component	Revised April-June 2019
Capacity Charge(Rs./kW/Hour)		
Fixed O&M – Local	0.0762	0.1170
Fixed O&M - Foreign	0.0965	0.1905
Cost of Working Capital-Gas	0.0449	0.0399
Cost of Working Capital-HSD	0.0961	0.0855
Return on Equity	0.3964	0.6691
Return on Equity During Construction	0.1061	0.1791
Debt Servicing	1.3145	1.2866
Total (Gas)	2.0346	2.4822
Total (HSD)	2.0858	2.5278
Variable O&M (Rs./kWh)		
Variable O&M – Foreign - Gas	0.2583	0.5098
Variable O&M – Foreign - HSD	0.3728	0.7359

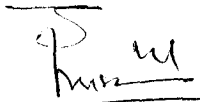
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

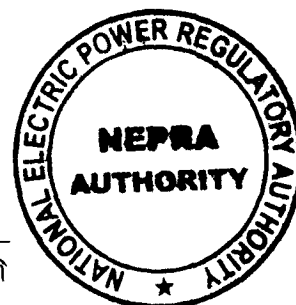
AUTHORITY


Saif Ullah Chattha
Member
23.4.2019


Rafique Ahmed Shaikh
Member


Rehmatullah Baloch
Vice Chairman


25.04.19



Sapphire Electric Company Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Components	Reference Component	Revised April-June 2019
Capacity Charge(Rs./kW/Hour)		
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Indexation Values		
CPI (General)	154.720	237.610
US CPI	216.177	252.776
Exchange Rate	83.350	140.700
KIBOR	12.60%	10.99%
Principal Outstanding (Rs. in Million)	12,268	3,211
Hours in the Quarter		2,184

