



# 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/TRF-125/SECL-2009/564-566  
January 14, 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)**

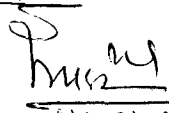
Dear Sir,

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 January – March 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

  
14 01 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.

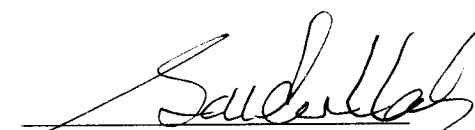
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT OF  
TARIFF FOR SAPPHIRE ELECTRIC COMPANY LIMITED**

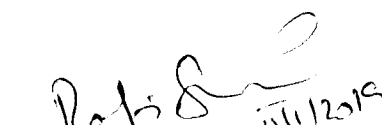
Pursuant to the decisions the Authority dated 23<sup>rd</sup> November 2012 in the matter of Motion for Leave for Review filed against the decision of the Authority at Commercial Operation Date (COD) and decision of the Authority dated 20<sup>th</sup> December 2012 regarding change of index in the case of Sapphire Electric Company Limited (hereinafter "SECL"), the tariff of SECL in respect of January-March 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 January-March 2019
<b>Capacity Charge(Rs./kW/Hour)</b>		
Fixed O&M – Local	0.0762	0.1156
Fixed O&M - Foreign	0.0965	0.1878
Cost of Working Capital-Gas	0.0449	0.0385
Cost of Working Capital-HSD	0.0961	0.0824
Return on Equity	0.3964	0.6615
Return on Equity During Construction	0.1061	0.1771
Debt Servicing	1.3145	1.2733
<b>Total (Gas)</b>	<b>2.0346</b>	<b>2.4538</b>
<b>Total (HSD)</b>	<b>2.0858</b>	<b>2.4977</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M – Foreign -Gas	0.2583	0.5026
Variable O&M – Foreign -HSD	0.3728	0.7254

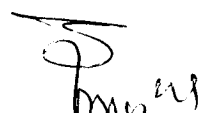
The above referred revised tariff components attached as **Annex-I** are to be notified in the official gazette in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

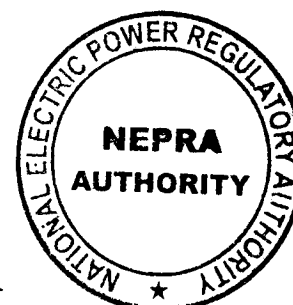
**AUTHORITY**

  
Saif Ullah Chattha  
Member  
1.11.2019

  
Rafique Ahmed Shaikh  
Member

  
Rehmatullah Baloch  
Vice Chairman

  
14.10.19



**Sapphire Electric Company Limited**  
**Quarterly Indexation/Adjustment of Tariff**

Tariff Components	Reference Component	Revised Jan-March 2019
<b>Capacity Charge(Rs./kW/Hour)</b>		
Fixed O&M – Local	0.0762	0.1156
Fixed O&M - Foreign	0.0965	0.1878
Cost of Working Capital-Gas	0.0449	0.0385
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Variable O&M – Foreign -Gas	0.2583	0.5026
Variable O&M – Foreign -HSD	0.3728	0.7254
<b>Indexation Values</b>		
CPI (General)	154.720	234.750
US CPI	216.177	252.038
Exchange Rate	83.350	139.100
KIBOR	12.60%	10.55%
Principal Outstanding (Rs. in Million)	12,268	3,679
Hours in the Quarter		2,160

