



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/Director(Tariff)/TRF-122/UCH-II-2008/36418-36420

October 16, 2020

Subject: **Decision of the Authority in the matter of Fuel Price Adjustment for Uch-II Power (Pvt.) Ltd. [Case No. NEPRA/TRF-122/UCH-II-2008]**

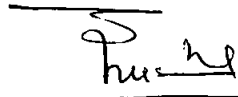
Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with revised fuel cost component (Annex-I) (02 pages) regarding fuel price adjustment for the period October-December 2020 in respect of Uch-II Power (Pvt.) Ltd. in Case No. NEPRA/TRF-122/Uch-II-2008..

2. The decision is being intimated to the Federal Government for the purpose of notification in the official gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

3. The revised fuel cost component attached as **Annex-I** is to be notified in the official Gazette.

Enclosure: As above


16 Oct 20
(Syed Safeer Hussain)

Secretary
Ministry of Energy (Power Division)
'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 FUEL PRICE ADJUSTMENT FOR UCH-II
POWER PRIVATE LIMITED**

1. Pursuant to the decision of the Authority dated 3rd July 2017 in the matter of tariff adjustment at Commercial Operation Date (COD), decision of the Authority dated 24th April 2018 in the matter of Motion for Leave for Review of Uch-II Power Private Limited (hereinafter "Uch-II"), the fuel portion of energy charge part of tariff of Uch-II is required to be adjusted for variation in the fuel price.
2. The Honorable Supreme Court of Pakistan (SCP) in its Judgment dated August 13, 2020 has restrained the Federal Government from charging Gas Infrastructure Development Cess (GIDC) until the amount collected and accrued has not been expended on the projects as listed in the Section 4 of the GIDC Act, 2015.
3. Oil & Gas Development Company Limited vide its letter No. PPK.2211.09-6646 dated October 7, 2020 informed to the Uch-II that last notified gas price of US\$ 5.6271/MMBTU without GIDC of Rs. 100/MMBTU shall be applicable from October 2020 onward which shall be subject to adjustment as per notification of revised gas price(s) by OGRA.
4. Based on OGRA's last notified gas price and average exchange rate of the preceding quarter, the energy charge part of tariff relating to fuel cost component of Uch-II has been revised. The revised fuel cost component is indicated hereunder and shall be immediately applicable on units delivered basis:

Period	Reference Fuel Cost Component Rs./kWh	Revised Fuel Cost Component Rs./kWh
w.e.f. 1 st October 2020 to 31 st December 2020	4.0445	7.2256

5. The above referred revised fuel cost component attached as **Annex-I** is 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.
6. CPPA (G) to ensure that all payments are consistent with tariff determinations.

Authority

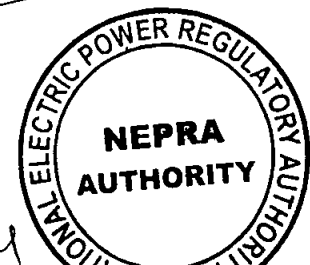
Saif Ullah Chattha
Member

Rehmatullah Baloch
Member

Engr. Rafique Ahmed Shaikh
Member

Engr. Bahadur Shah
Member

Tauseef H. Farooq
Chairman



Uch-II Power Private Limited
Adjustment on account of Fuel Price Variation

Description	Unit	Reference	Previous w.e.f. Aug 1, 2020 to Sep 30, 2020	Revised w.e.f. Oct 1, 2020 to Dec 31, 2020
Gas Price	US\$/MMBTU	5.0102	5.6271	5.6271
Exchange Rate Parity	Rs./US\$	105.3000	164.0269	167.4964
Gas Price	Rs./MMBTU	527.5741	922.9958	942.5190
GIDC	Rs./MMBTU	-	-	-
Gas Price (HHV)	Rs./MMBTU	527.5741	922.9958	942.5190
HHV-LHV Factor	-	1.1090	1.1090	1.1090
Gas Price (LHV)	Rs./MMBTU	585.0797	1023.6023	1045.2536
Fuel Cost Component	Rs./kWh	4.0445	7.0759	7.2256

-Gas price of US\$ 5.6271/MMBTU being last notified price by OGRA subject to retrospective adjustment after notification effective July 2020 as per the Section 4.2 of Article IV of the Gas Price Agreement.

-Exchange rate is the average of the TT&OD selling rates of US\$ for all Wednesdays for the Quarter preceding the Quarter for which the adjustment is being made.

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