



Registrar

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-122/UCH-II-2008/2371-75

February 10, 2023

Subject: **Decision of the Authority in the matter of Adjustment in Lender's Fee Component of Tariff for Uch-II Power (Private) Ltd. (Uch-II) [Case No. NEPRA/TRF-122/UCH-II-2008]**

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with tariff schedule (Annex-I) (02 pages) in the matter of adjustment in Lender's Fee Cost Component of Tariff for the period from April 4, 2020 to April 3, 2021 in respect of Uch-II Power (Private) 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 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

3. The revised Lender's Fee Cost Component of Tariff Schedule attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above


(Engr. Mazhar Iqbal Ranjha)

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

Copy to: (alongwith copy of subject Decision):

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, Uch-II Power (Pvt.) Limited, Building 2-B, I&T Center, Sector G-6/1-1, Islamabad - 44000 [Phone #: +92-51-2624 840-845]

DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN LENDER'S FEE COMPONENT OF TARIFF FOR UCH-II POWER (PVT) LIMITED.

- Pursuant to the decision of the Authority dated April 24, 2018 in the matter of Motion for Leave for Review filed by Uch-II Power (Pvt.) Limited (Uch-II) against the decision of the Authority at COD dated July 3, 2017, the Letter of Credit (LC) cost with respect to Debt Service Reserve Account (DSRA) during the term of debt shall be treated as Pass-through item at actual on yearly basis. In addition, the lenders' advisors' fees (including technical legal, insurance, Trustees, inter-creditor agents, administrators, supervisors etc.) paid by Uch-II also be treated as Pass-through item during the term of debt at actual, not exceeding US\$ 0.5 million per annum, on yearly basis.
- Uch-II requested to approve the lender's fees cost component as a pass-through for 8th agreement year of Rs. 0.0197/kW/h on the basis of Rs. 65,785,880. The details of requested cost is as under:

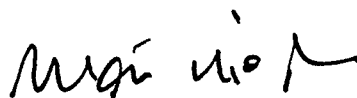
Sr. No.	Details	8th Agreement Year (PKR)
1	DSRA LC	26,308,012
2	Agency Fees	23,149,878
3	Professional Fees	3,106,486
4	Lender's Technical Advisor	13,221,504
5	Lender's Insurance Advisor	-
Total Amount		65,785,880

- Based on documentary evidence and information submitted by Uch-II, the cost on the basis of actual exchange rates has been assessed as Rs. 65,710,696. Accordingly, the lender's fees cost component of capacity charge part of tariff has been revised for the period from April 4, 2021 to April 3, 2022 as provided hereunder:

Period	Revised Lender's Fee Cost Component (Rs./kW/Hour)
April 4, 2020 to April 3, 2021	0.0197


- The revised Lender's Fee Cost Component of tariff schedule 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.
- CPPA (G) to ensure that all payments are consistent with the tariff determination(s).

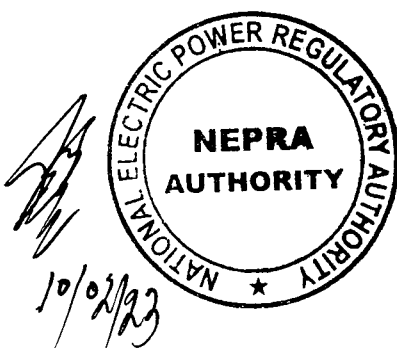
AUTHORITY

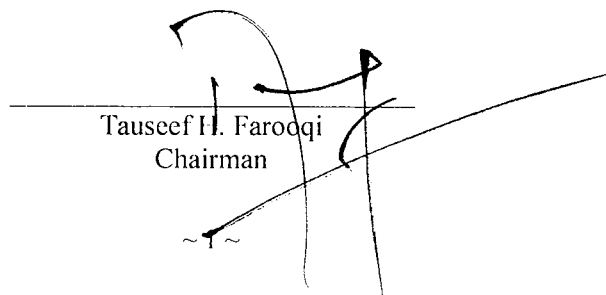


Mathar Niaz Rana (nsc)
Member


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member




Tauseef H. Farooqi
Chairman

**Uch-II Power (Pvt) Limited
Adjustment of Lender's Fees**

Period	Reference Lender's Fees Cost	Revised Lender's Fees Cost	Reference Lender's Fees Cost Component	Revised Lender's Fees Cost Component
	Rs	Rs	Rs./kW/Hour	Rs./kW/Hour
April 4, 2021 to April 3, 2022	26,725,000	65,710,696	0.0080	0.0197

