



**Registrar**

# **National Electric Power Regulatory Authority Islamic Republic of Pakistan**

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad.  
Tel: +92-51-9206500, Fax: +92-51-2600026  
Web: www.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/ADG(Trf)/PAR-146/KE(FPCL)-2015/ 35028-32

October 20, 2023

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for October-December 2023 Quarter for FFBL Power Company Ltd. [Case # PAR-146/KE(FPCL)-2015]**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with revised tariff components at **Annex-I** (total 02 pages) regarding quarterly indexation/adjustment of tariff of FFBL Power Company Ltd. for the quarters **October-December 2023** on account of US CPI, N-CPI, KIBOR, Coal Price(s) and Exchange Rate variation in Case No. NEPRA/PAR-146/KE(FPCL)-2015.

2. The decision is being sent to the Federal Government for intimation and action, if any, by the Federal Government under Proviso (ii) of Section 31(7) of NEPRA Act, before its notification by NEPRA pursuant to the said Proviso of Section 31(7) of NEPRA Act, 1997.

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):

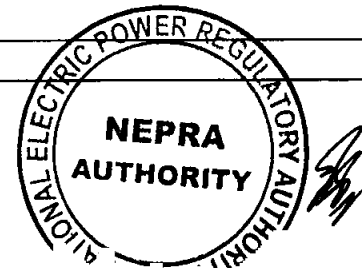
1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Chief Executive Officer, K-Electric Limited (KEL), KE House, Punjab Chowrangi, 39 – B, Sunset Boulevard, Phase-II, Defence Housing Authority, Karachi.
4. Chief Executive Officer, FFBL Power Company Limited, 73-Harley Street, Rawalpindi [Tele: 051 – 9272 196-7]

**FFBL Power Company Limited**  
**Quarterly Indexation/ Adjustment of Tariff**

| <b>Tariff Components</b>               | <b>Reference<br/>Feb 9, 2022 &amp;<br/>Mar 10, 2021</b> | <b>Revised<br/>Oct-Dec 2023<br/>Quarter</b> | <b>Indexation</b>   |
|--|---|---|---|
| <b>Capacity Charge (Rs./KWh)</b>       |   |   |   |
| Fixed O&M - Foreign                    | 0.2347  | 0.8168                                      | US CPI & Rs./US\$   |
| Fixed O&M - Local                      | 0.3392  | 0.6195                                      | N-CPI Local   |
| Working Capital                        | 0.1883  | 2.2489                                      | KIBOR & Fuel Price  |
| ROE                                    | 1.4027  | 3.8731                                      | Rs./US\$  |
| Principal Outstanding                  | 2.1259  | 2.1304                                      | -   |
| Interest Charge                        | 0.7642  | 2.1568                                      | KIBOR   |
| <b>Total</b>                           | <b>5.0550</b>   | <b>11.8455</b>                              |   |
| <b>Energy Purchase Price (Rs./KWh)</b> |   |   |   |
| Variable O&M - Foreign                 | 0.0855  | 0.2976                                      | US CPI & Rs./US\$   |
| Variable O&M - Local                   | 0.0163  | 0.0298                                      | N-CPI Local   |
| <b>Total</b>                           | <b>0.1018</b>   | <b>0.3274</b>                               |   |
| <b>Indexation Values:</b>              |   |   | <b>Source</b>   |
| Exchange Rate (Rs./USD)                | 104.700   | 289.10                                      | NBP - Revised rate of Sep 28, 2023                          |
| US CPI (All Urban Consumers)           | 243.603   | 307.03                                      | U.S. Bureau of Labor Statistics - Revised value of Aug 2023 |
| N-CPI (Local)                          | 131.010   | 239.270                                     | Pakistan Bureau of Statistics - Revised value of Aug 2023   |
| 3 Monthly KIBOR                        | 6.120%  | 22.66%                                      | SBP - Revised rate of Sep 28, 2023                          |
| Coal Calorific Value (BTU/Kg)          | 23,512  | 19,514                                      | Weighted Avg. CV of Coal Consumed during Jul-Sep 2023       |
| Coal Price (Rs./Ton)                   | 10,321  | 33,405                                      | Weighted Avg. Price of Coal Consumed during Jul-Sep 2023    |
| Principal Outstanding (Rs. Million)    |   | 3,353.01                                    |   |
| Hours in the quarter                   |   | 2,208                                       |   |

- Based on the data declared by FFBL Power Company Ltd.

2/2



**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR OCTOBER TO DECEMBER 2023 QUARTER FOR FFBL POWER COMPANY LIMITED.**

Pursuant to the decision of the Authority dated May 15, 2017 notified vide S.R.O. No. 1106(I)/2017 on October 26, 2017 in the matter of Motion for Leave for Review and decision of the Authority dated February 9, 2022 notified vide S.R.O. No. 1375(I)/2022 on July 18, 2022 in the matter of tariff adjustment at Commercial Operation Date and the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(I)/2023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components, the relevant tariff components are required to be adjusted on account of US CPI, N-CPI, KIBOR, Coal Price(s) and Exchange Rate variation.

The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

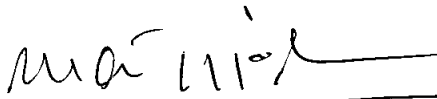
“Indexation/adjustment for October to December 2023 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated hereunder shall be immediately applicable.”

| Tariff Components                      | Reference<br>Feb 9, 2022 &<br>Mar 10, 2021 | Revised<br>Oct-Dec 2023<br>Quarter |
|--|--|------------------------------------|
| <b>Capacity Charge (Rs./KWh)</b>       |  |                                    |
| Fixed O&M - Foreign                    | 0.2347                                     | 0.8168                             |
| Fixed O&M - Local                      | 0.3392                                     | 0.6195                             |
| Working Capital                        | 0.1883                                     | 2.2489                             |
| ROE                                    | 1.4027                                     | 3.8731                             |
| Principal Outstanding                  | 2.1259                                     | 2.1304                             |
| Interest Charge                        | 0.7642                                     | 2.1568                             |
| <b>Total</b>                           | <b>5.0550</b>                              | <b>11.8455</b>                     |
| <b>Energy Purchase Price (Rs./KWh)</b> |  |                                    |
| Variable O&M - Foreign                 | 0.0855                                     | 0.2976                             |
| Variable O&M - Local                   | 0.0163                                     | 0.0298                             |
| <b>Total</b>                           | <b>0.1018</b>                              | <b>0.3274</b>                      |

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.

KE to ensure that all payments are consistent with the tariff determination(s).

**AUTHORITY**



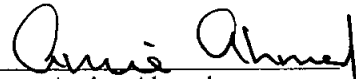
Mathar Niaz Rana (nsc)  
Member



Engr. Maqsood Anwar Khan  
Member



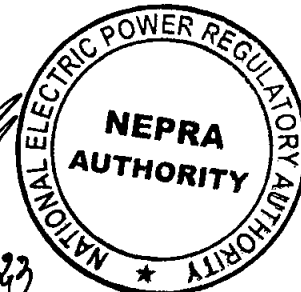
Engr. Rafique Ahmed Shaikh  
Member



Amina Ahmed  
Member



Waseem Mukhtar  
Chairman



1/2

20/7/23