



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar


No. NEPRA/R/ADG(TRF)/PAR-146/KE(FPCL)-2015/ **36246-50** November, 08 2023

Chief Executive Officer
FFBL Power Company Limited
FFBL Tower, Cl/C2, Sector B,
DHA II, Islamabad
Phone #: +92 51 8762600

Subject: **Decision of the Authority in the matter of Fuel Price Adjustment w.e.f. July 10, 2023 & August 31, 2023 for FFBL Power Company Limited (FFBL) [Case No. NEPRA/PAR-146/KE(FPCL)-2015]**

Enclosed please find herewith the subject decision of the Authority along with Schedule of Fuel Cost Part of Energy Charge at **Annex-I** and Details of Spot Coal Purchases at **Annex-II** (total 03 pages) regarding the fuel price adjustment on account of Coal price variation applicable w.e.f. **July 10, 2023 & August 31, 2023** in respect of FFBL Power Company Ltd.

Enclosure: As above

 8/11/23
(Iftikhar Ali Khan)

Copy to: (alongwith copy of subject Decision):

1. Secretary Ministry of Energy (Power Division), 'A' Block, Pak Secretariat, Islamabad
2. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
3. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
4. Chief Executive Officer, K-Electric Limited (KEL), KE House, Punjab Chowrangi, 39 – B, Sunset Boulevard, Phase-II, Defence Housing Authority, Karachi.

**DECISION OF THE AUTHORITY IN THE MATTER OF FUEL PRICE ADJUSTMENT
W.E.F. JULY 10, 2023 & AUGUST 31, 2023 FOR FPCL POWER COMPANY LIMITED.**

Pursuant to the Decision of the Authority dated May 15, 2017 notified vide S.R.O. No. 1106(I)/2017 dated October 26, 2017 in the matter of Motion for Leave for Review, decision dated September 23, 2016 regarding Suo Moto Review Proceedings in the matter of Fuel Price Adjustment Mechanism determined in Upfront Imported Coal tariff 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 adjustment at Commercial Operation Date, the fuel portion of the energy charge part of FPCL's tariff needs to be adjusted for variation in coal price(s). FPCL requested Fuel Cost Components (FCC) of Rs. 21.6230/kWh & Rs. 18.3943/kWh on the basis of coal price of Rs. 35,407/Ton & Rs. 31,935/Ton w.e.f. July 10, 2023 & August 31, 2023, respectively.

The delivered spot coal price of Rs. 31,935/Ton against invoice No. ASIC-23240055 is higher than benchmark price of imported coal of Rs. 31,390/Ton. Accordingly, the delivered price of above invoice has been capped at the benchmark price of Rs. 31,390/Ton.

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

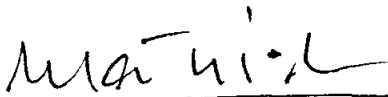
“Based on documentary evidence and information submitted by FPCL, the fuel cost components of energy charge part of FPCL's tariff w.e.f. July 10, 2023 & August 31, 2023 are adjusted for variation in coal prices.”

The revised fuel cost components of energy charge part of FPCL's tariff indicated hereunder shall be immediately applicable to the units delivered basis w.e.f. July 10, 2023 & w.e.f. August 31, 2023.

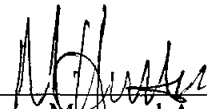
Description	Reference FCC Feb 9, 2022 (Rs./kWh)	Generation (kWh)	Revised FCC (Rs./kWh)
w.e.f. July 10, 2023	5.1253	35,877,391	21.6226
w.e.f. August 31, 2023		43,192,591	18.0805

The revised fuel cost components along with revised spot coal price(s) attached as **Annex-I & II** are 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.


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

AUTHORITY

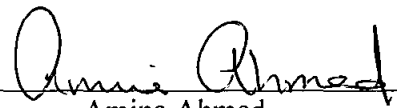
Mathar Niaz Rana (nsc)
Member



Engr. Maqsood Anwar Khan
Member



Engr. Rafique Ahmed Shaikh
Member

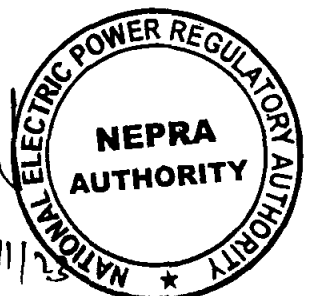


Amina Ahmed
Member



Waseem Mukhtar
Chairman

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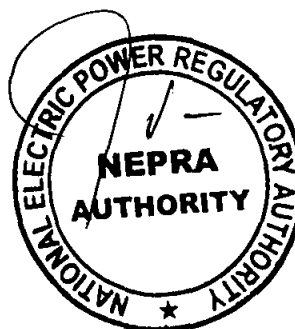


FFBL Power Company Limited
Schedule of Fuel Cost Part of Energy Charge
Adjustment on Account of Coal Price Variation

Description	Unit	Reference	Revised w.e.f. July 10, 2023	Revised w.e.f. August 31, 2023
Coal Quantity (Net of Handling Loss)	Ton	-	21,910	24,879
Net Calorific Value of Stock	BTU/Kg.	23,512	19,108	20,259
Net Heat Rate	BTU/kWh	11,669	11,669	11,669
Coal Price	Rs./Ton	10,321	35,407	31,390
Fuel Cost Component	Rs./kWh	5.1253	21.6226	18.0805
Corresponding units to be delivered/billed	kWh	-	35,877,391	43,192,591

Note: The above adjustment of fuel cost component on coal shall be subject to verification by a consultant/Independent third party to be appointed for the purpose by the Authority. In case the verified delivered coal price is different, the fuel cost component shall be revised accordingly.

-Based on data declared by FFBL Power Company Limited.



FFBL Power Company Limited
Details of Spot Coal Purchases

Consignment Detail		ASIC- 23240003	ASIC- 23240055
Bidding Month		May-23	Jul-23
Quantity	MT	21,910	24,879
Base Price	Rs./Ton	33,800	28,750
Base NCV	kCal/Kg	4,600	4,600
Actual NCV	kCal/Kg	4,813	5,103
CV Adjusted Price	(Rs./Ton)	35,365	31,894
Other Charges	Rs./Ton	42	41
Delivered Coal Price	Rs./Ton	35,407	31,935
Adjustment against Benchmark Price of Imported Coal	Rs./Ton	-	(544)
Net Delivered Coal Price	Rs./Ton	35,407	31,390
Notional Exchange Rate	Rs./US\$	285.69	288.03
Net Delivered Coal Price	US\$/Ton	123.94	108.98

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