



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.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/ADG(TRF)/PAR-146/KE(FPCL)-2015/ 962-66

January 19, 2024

Subject: **Decision of the Authority in the matter of Quarterly Indexation/Adjustment of Tariff for January-March 2024 Quarter for FFBL Power Company Limited (FFBL) [Case No. NEPRA/PAR-146/KE(FPCL)-2015]**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with Quarterly Indexation of Tariff **Annex-I** (total 02 Pages) regarding quarterly indexation/adjustment of tariff of FFBL Power Company Ltd, for the quarter **January-March 2024** 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, FFBL Tower, CI/C2, Sector B, DHA II, Islamabad, Phone #: +92 51 8762600

DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY ADJUSTMENT/ INDEXATION OF TARIFF FOR JANUARY TO MARCH 2024 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 considering all aspects decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

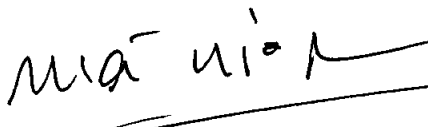
“Indexation/adjustment for January to March 2024 quarter has been made in the tariff components in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority. The revised components are indicated hereunder shall be immediately applicable.”


Tariff Components	Reference Feb 9, 2022 & Mar 10, 2021	Revised Jan-Mar 2024 Quarter
Capacity Charge (Rs./KWh)		
Fixed O&M - Foreign	0.2347	0.7979
Fixed O&M - Local	0.3392	0.6554
Working Capital	0.1883	2.0769
ROE	1.4027	3.7834
Principal Outstanding	2.1259	2.1999
Interest Charge	0.7642	1.9475
Total	5.0550	11.4610
Energy Purchase Price (Rs./KWh)		
Variable O&M - Foreign	0.0855	0.2907
Variable O&M - Local	0.0163	0.0315
Total	0.1018	0.3222

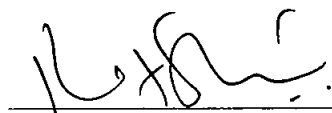
The above decision of the Authority along with revised tariff components attached as **Annex-I** are to be notified in the Official Gazette, in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

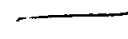
KE to ensure that all payments are consistent with the tariff determination(s).


AUTHORITY

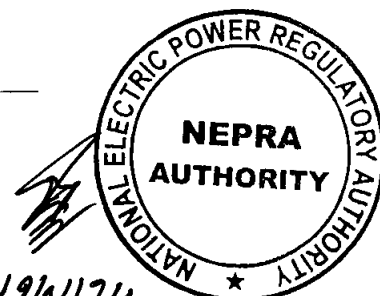

Mathar Niaz Rana (nsc)
Member


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Amina Ahmed
Member


Waseem Mukhtar
Chairman



FFBL Power Company Limited
Quarterly Indexation/ Adjustment of Tariff

Tariff Components	Reference Feb 9, 2022 & Mar 10, 2021	Revised Jan-Mar 2024 Quarter	Indexation
Capacity Charge (Rs./KWh)			
Fixed O&M - Foreign	0.2347	0.7979	US CPI & Rs./US\$
Fixed O&M - Local	0.3392	0.6554	N-CPI Local
Working Capital	0.1883	2.0769	KIBOR & Fuel Price
ROE	1.4027	3.7834	Rs./US\$
Principal Outstanding	2.1259	2.1999	-
Interest Charge	0.7642	1.9475	KIBOR
Total	5.0550	11.4610	
Energy Purchase Price (Rs./KWh)			
Variable O&M - Foreign	0.0855	0.2907	US CPI & Rs./US\$
Variable O&M - Local	0.0163	0.0315	N-CPI Local
Total	0.1018	0.3222	
Indexation Values:			Source
Exchange Rate (Rs./USD)	104.700	282.40	NBP - Revised rate of Dec 29, 2023
US CPI (All Urban Consumers)	243.603	307.05	U.S. Bureau of Labor Statistics - Revised value of Nov 2023
N-CPI (Local)	131.010	253.150	Pakistan Bureau of Statistics - Revised value of Nov 2023
3 Monthly KIBOR	6.120%	21.46%	SBP - Revised rate of Dec 29, 2023
Coal Calorific Value (BTU/Kg)	23,512	16,896	Weighted Avg. CV of Coal Consumed during Oct-Dec 2023
Coal Price (Rs./Ton)	10,321	28,155	Weighted Avg. Price of Coal Consumed during Oct-Dec 2023
Principal Outstanding (Rs. Million)		3,145.10	
Hours in the quarter		2,184	

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

