

**National Electric Power Regulatory Authority**

**NOTIFICATION**



Islamabad, the 30<sup>th</sup> day of November, 2023

**S.R.O. 1744 (I)/2023.**- In pursuance of Proviso-ii of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), NEPRA hereby notifies the Decision of the Authority along with revised tariff components regarding quarterly indexation/adjustment of tariff of Laraib Energy Limited for **July to September 2023** quarter on account of Exchange Rate variation, CPI Local, US CPI and LIBOR in Case No. NEPRA/TRF- 100/2009.

2. While effecting the Decision, the concerned entities including Central Power Purchasing Agency Guarantee Limited (CPPAGL) shall keep in view and strictly comply with the orders of the courts notwithstanding this Decision.

  
(Engr. Mazhar Iqbal Ranjha)  
Registrar



**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY  
INDEXATION/ADJUSTMENT OF TARIFF FOR LARAIB ENERGY LIMITED**

Pursuant to the Decisions of the Authority dated 14<sup>th</sup> April, 2016 in the matter of tariff adjustment at Commercial Operation Date (COD) notified vide S.R.O No 585(1)/2016 dated 28<sup>th</sup> June 2016, Motion for Recalculation dated 26<sup>th</sup> May 2016 and Motion for Leave for Review filed by LEL against the Decision of the Authority at COD dated June 30<sup>th</sup> 2016, the tariff components are required to be indexed as per the stipulated mechanism.

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

"The Fixed O&M local and Foreign, Variable O&M local, Water Use Charge (WUC), Return on Equity (ROE), Return on Equity During Construction (ROEDC), Special Return on Equity (SROE) and Debt Servicing components have been indexed provisionally in accordance with the Authority's decision NEPRA/R/DG(Trf)/TRF-100/Laraib-2009/35934-38 dated October 31, 2023 for Jul-Sept 2023 quarter on account of exchange rate variation, CPI local, US CPI and LIBOR. The revised tariff indicated in the attached Annex-I shall be immediately applicable."

2. The above referred revised tariff components attached as **Annex-I** is to be notified in the official gazette, in terms of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

3. CPPA(G) to ensure that all payments are consistent with the tariff determination(s).

Authority

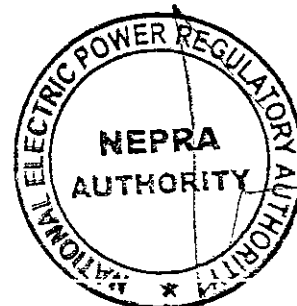
Mathar Niaz Rana (nsc)  
Member

Engr. Maqsood Anwar Khan  
Member

Engr. Rafique Ahmed Shaikh  
Member

Amina Ahmed  
Member

Waseem Mukhtar  
Chairman



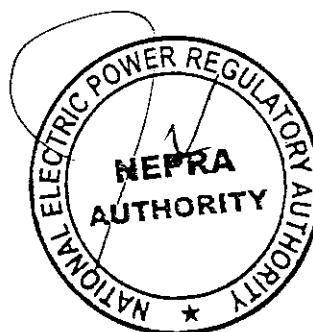
**Laraib Energy Limited**  
**Adjustment on Account of Quarterly Indexation**

Tariff Components	Reference	July - Sep 2023	Indexation
	Rs./KWh	Rs./KWh	
Return on Equity	1.9113	5.6962	Rs./ US\$
Return on Equity during Construction	1.2254	3.6521	Rs./ US\$
Special Return on Equity	0.4237	1.2628	Rs./ US\$
*Debt Service-Foreign	2.4612	7.7056	Rs./ US\$ & LIBOR
Water usage charges	0.2657	0.4124	Local CPI
Variable O & M Local	0.0441	0.0685	Local CPI
Fixed O & M Local	0.5786	0.8982	Local CPI
Fixed O & M Foreign	0.4410	1.7354	Rs./ US\$ & US CPI
<b>Total</b>	<b>7.3510</b>	<b>21.4312</b>	
<b>Indexation Values</b>			
6 Monthly LIBOR	0.4479%	5.7623%	Business Recorder or Global-rates.com
Spread on LIBOR	4.7500%		
Exchange Rate Quarterly	96.13	286.50	NBP
Ex.Rate Semi Annual (for Foreign debt servicing only)	96.13	273.36	NBP
CPI General	172.78	268.21	Pakistan Bureau of Statistics
US CPI	230.38	304.20	US Bureau of Labor Statistics
Outstanding Loan (US\$)		11,298,772	
Principal Repayment Amount (US\$)		5,649,386	
Benchmark Energy KWh (July-Dec Period)		221,480,000	

Based on the data declared by LEL.

For the purpose of indexation of Local O&M and WUC components for July-September 2023 quarter, CPIs of the last quarter i.e. Apr, May, Jun 2023 were required to be used. However, Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16. As per relevant provision of the PPA, the latest available CPIs of April, May & June 2020 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M and WUC components are being made on provisional basis, subject to revision upon the request as per the decision of the Authority notified vide S.R.O 1041(I)/2023 dated August 09, 2023.

\* "Debt Service-Foreign" shall be applicable till December 31, 2023 (semi-annual)





REGISTRAR

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**Islamic Republic of Pakistan**

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No. NEPRA/TRF-100/ 37810-12

November 30, 2023

The Manager  
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Subject: **NOTIFICATION REGARDING DECISION OF THE AUTHORITY ALONG WITH REVISED TARIFF COMPONENTS REGARDING QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF OF LARAIB ENERGY LIMITED FOR THE QUARTER JULY - SEPTEMBER 2023**

In pursuance of Proviso-ii of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), enclosed please find herewith "Decision of the Authority along with revised tariff components regarding quarterly indexation/adjustment of tariff of Laraib Energy Limited for the quarter **July - September 2023** on account of LIBOR, US CPI, CPI (General) and Exchange Rate" for immediate publication in the official gazette of Pakistan. Please also furnish thirty five (35) copies of the Notification to this Office after its publication.

Encl: Notification [03 pages]

(Engr. Mazhar Iqbal Ranjha)

CC:

1. Chief Executive Officer, Central Power Purchasing Agency (Guarantee) Limited, 73 East, AKM Fazl-e-Haq Road, Block H, G-7/2, Blue Area, Islamabad
2. **Syed Mateen Ahmed**, Deputy Secretary (T&S), Ministry of Energy – Power Division, 'A' Block, Pak Secretariat, Islamabad [w.r.t. NEPRA's Decision issued vide No. 36252-36256 dated November 08, 2023]