

National Electric Power Regulatory Authority

NOTIFICATION



Islamabad, the 3rd day of March, 2023

S.R.O. 301 (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 regarding quarterly indexation/adjustment of tariff of Harappa Solar (Pvt.) Ltd. for January-March 2023 quarter on account of US CPI, CPI (Local), Exchange Rate and LIBOR variation in Case No. NEPRA/TRF-342/HSPL-2015.

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 HARAPPA SOLAR PRIVATE LIMITED**

Pursuant to the decision of the Authority dated November 20, 2018 in the matter of tariff adjustment of Harappa Solar Private Limited at Commercial Operation Date (COD) notified vide S.R.O No 264 (1)/2019 dated March 04, 2019 and review motion decision dated May 31, 2019, the relevant tariff components of HSPL in respect of quarter of January-March, 2023 have been revised on account of US CPI, CPI (Local), exchange rate, and LIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decision(s) of the Authority indicated in Annex-I.

2. The adjusted/ indexed tariff attached as **Annex-I** is 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.
3. CPPA-G to ensure that all the payments are consistent with tariff determination.

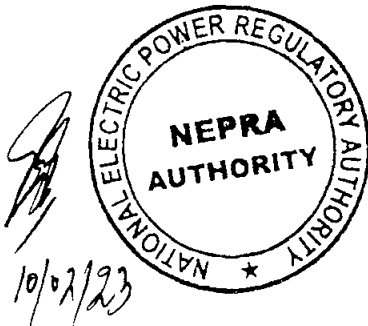
AUTHORITY

(Mathar Niaz Rana (nsc))
Member

(Engr. Maqsood Anwar Khan)
Member

(Rafique Ahmed Shaikh)
Member

(Tauseef H. Farooqi)
Chairman



Harappa Solar Private Limited
Quarterly Indexation/Adjustment of Tariff

| Tariff Components | Reference Tariff | Revised Jan-Mar 2023 | Indexation |
|---|------------------------------|-------------------------|-----------------------------------|
| Date of decisions | Nov 20, 2018 May 31, 2019 | | |
| | (Rs./kWh) | | |
| *Fixed O&M-Local | 1.1135 | 1.4871 | CPI |
| Fixed O&M-Foreign | 0.4772 | 1.2864 | US CPI & Rs./US \$ |
| Return on Equity | 3.0600 | 6.6125 | Rs./US \$ |
| Debt Servicing (Foreign) | 4.0367 | 10.0747 | LIBOR & Rs./US \$ |
| Debt Servicing (Local) | 4.7348 | 4.7348 | KIBOR |
| Total | 13.4222 | 24.1955 | |
| Indexation Values | | | Sources (Website) |
| CPI (General)-Revised value of Jun 2020 | 201.62 | 269.27 | Pakistan Bureau of Statistics |
| US CPI- Revised value of Nov 2022 | 238.654 | 297.711 | US Bureau of Labor Statistics |
| Exchange rate-Revised value of Dec 30, 2022 | 105.00 | 226.90 | NBP |
| LIBOR 3 Month-Revised value of Dec 30, 2022 | 1.0354% | 4.7673% | Global-rates.com or moneycafe.com |
| Principal Outstanding Foreign Loan (USD) | | 237,699 | |
| Principal Outstanding Local Loan (Rs.) | | 28,955,685 | |
| Quarterly Benchmark Energy (kWh) | | 372,300 | |

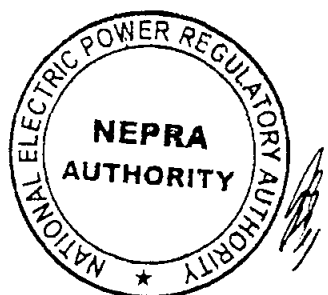
Above indexation is on the basis of the information provided by HSPL and verified by NEPRA.

*For the purpose of indexation of Fixed O&M (Local) component for January-March 2023 quarter, CPI for Nov 2022 was 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.

The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007-08 with N-CPI Base Year 2015-16, however, that decision shall be implemented upon Notification in the Official Gazette.

As per relevant provision of the EPA, the latest available CPI of June 2020 for base year 2007-08 has been used for the instant indexation/adjustment.

The indexation of Local O&M components is being made on provisional basis, subject to revision upon notification of the Authority's decision of revised index.





REGISTRAR

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

NEPRA Tower, G-5/1 (East), Near MNA Hostel, Islamabad

Phone: 9206500, Fax: 2600026

Website: www.nepra.org.pk, Email: info@nepra.org.pk

No. NEPRA/TRF-342/4533-35

March 03, 2023

The Manager
Printing Corporation of Pakistan Press
Shahrah-e-Suharwardi
Islamabad

Subject: NOTIFICATION REGARDING DECISION OF THE AUTHORITY REGARDING QUARTERLY INDEXATION/ ADJUSTMENT OF TARIFF OF HARAPPA SOLAR (PVT.) LTD. FOR JANUARY-MARCH 2023 QUARTER ON ACCOUNT OF US CPI, CPI (LOCAL), EXCHANGE RATE AND LIBOR VARIATION

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 regarding quarterly indexation/ adjustment of tariff of Harappa Solar (Pvt.) Ltd. for January-March 2023 quarter on account of US CPI, CPI (Local), Exchange Rate and LIBOR variation" 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 & CD]


(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. 2347-2351 dated February 10, 2023]