

National Electric Power Regulatory Authority

NOTIFICATION



Islamabad, the 3rd day of March, 2023

S.R.O. 305 (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 for the quarter January-March 2023 on account of US CPI, CPI (Local), Exchange Rate and KIBOR/LIBOR variations in respect of Foundation Wind Energy-I (Pvt.) Ltd. in Case No. NEPRA/TRF-188/FWEL-2011.

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 FOUNDATION WIND ENERGY-I LIMITED**

Pursuant to the decision of the Authority dated October 27, 2016 in the matter of tariff adjustment of Foundation Wind Energy-I Limited (FWEL-I) at commercial operation date (COD) and corrigendum decision dated December 2, 2016, the relevant components of tariff of FWEL-I for the quarter January-March 2023 have been revised on account of US CPI, CPI (Local), exchange rate and KIBOR/LIBOR variations in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decision of the Authority indicated in Annex-I.

2. The above referred revised tariff components attached **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.

3. CPPA-G to ensure that all the payments are consistent with tariff determination.

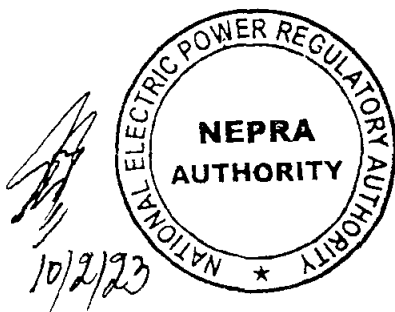
AUTHORITY

(Mathar Niaz Rana (nsc))
Member

(Engr. Maqsood Anwar Khan)
Member

(Rafique Ahmed Shaikh)
Member

(Tauseef H. Farooqi)
Chairman



Foundation Wind Energy-I Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Component	Reference Tariff	Revised Jan-Mar 2023	Indexation
Date of decisions	Oct 27, 2016		Indexation
	(Rs./kWh)		
O&M-Local	0.3986	0.5454	CPI
O&M-Foreign	1.7093	4.8928	US CPI & Rs./US \$
Return on Equity	3.9165	8.8423	Rs./US \$
Return on Equity during Construction	0.8793	1.9852	Rs./US \$
Debt Service-Local (Bi-Annual)	3.5825	4.0393	KIBOR & Rs./US \$
Debt Service-Foreign (Bi-Annual)	5.6086	13.8104	LIBOR & Rs./US \$
Total	16.0948	34.1154	
Indexation Values			Sources (Websites)
CPI (General)-Revised value of Jun 2020	196.790	269.270	Pakistan Bureau of Statistics
US CPI- Revised value of Nov 2022	234.812	297.711	US Bureau of Labor Statistics
Exchange Rate- Revised rate of Dec 30, 2022	100.50	226.90	NBP
KIBOR 6-Month- Revised rate of Dec 30, 2022	9.63%	17.04%	SBP
LIBOR 6-Month- Revised rate of Dec 30, 2022	0.330%	5.1389%	Global-rates.com or moneycafe.com
Principal Outstanding-Local (PKR)		890,780,000	
Principal Outstanding-Foreign (PKR)		1,527,630,000	
Benchmark energy (kWh) (Bi-annual)		72,250,000	

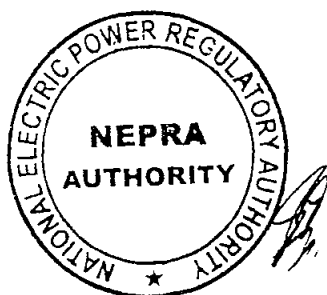
Above indexation is on the basis of the information provided by FWEL-I and verified by NEPRA. The value of 6 month KIBOR 17.04 % of December 30, 2022 has been used as against 16.79 % used by FWEL-I.

For the purpose of indexation of Fixed O&M (Local) component for Jan-Mar 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.

FWEL-I has claimed indexation of local O & M on N-CPI (Nov 2022) which shall be allowed upon notification of aforementioned decision.





REGISTRAR

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Islamic Republic of Pakistan

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No. NEPRA/TRF-188/4545-47

March 3, 2023

The Manager
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Islamabad

Subject: **NOTIFICATION REGARDING DECISION OF THE AUTHORITY ALONG WITH REVISED TARIFF COMPONENTS REGARDING QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR THE QUARTER JANUARY-MARCH 2023 ON ACCOUNT OF US CPI, CPI (LOCAL), EXCHANGE RATE AND KIBOR/LIBOR VARIATIONS IN RESPECT OF FOUNDATION WIND ENERGY-I (PVT.) LTD.**

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 for the quarter January-March 2023 on account of US CPI, CPI (Local), Exchange Rate and KIBOR/LIBOR variations in respect of Foundation Wind Energy-I (Pvt.) Ltd." 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. 2283-2287 dated February 10, 2023]