

National Electric Power Regulatory Authority

NOTIFICATION



Islamabad, the 3rd day of March, 2023

S.R.O. 320 (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 component regarding quarterly indexation/adjustment of tariff of Three Gorges First Wind Farm Pakistan (Pvt.) Ltd. for the quarter January-March 2023 on account of US CPI, CPI (Local), Exchange Rate and LIBOR variations in Case No. NEPRA/TRF-174/TGF-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.

7.
(Engr. Mazhar Iqbal Ranjha)
Registrar



**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION/ ADJUSTMENT
OF TARIFF FOR THREE GORGES FIRST WIND FARM PAKISTAN (PRIVATE) LIMITED**

Pursuant to the decision of the Authority dated January 22, 2016 in the matter of tariff adjustment of Three Gorges First Wind Farm Pakistan (Pvt.) Limited (TGF) at Commercial Operation Date (COD) notified vide S.R.O No 361(I)/2016 dated April 20, 2016 and Motion for Leave for Review decision dated October 28, 2016 against the Decision of the Authority at COD, the relevant tariff components of TGF in respect of quarter January-March, 2023 have been revised on account of US CPI, CPI (Local), exchange rate and LIBOR variations in accordance with the requisite indexation/adjustment mechanism stipulated in the above referred decision(s) of the Authority indicated in Annex-I.

2. The above referred revised tariff component 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.

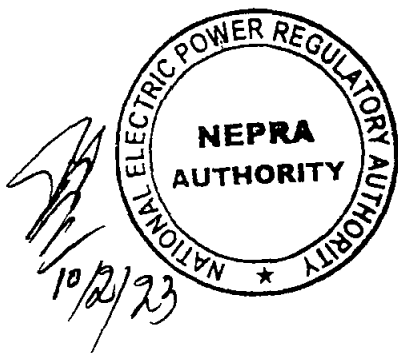
AUTHORITY

(Mathar Niaz Rana (nsc))
Member

(Engr. Maqsood Anwar Khan)
Member

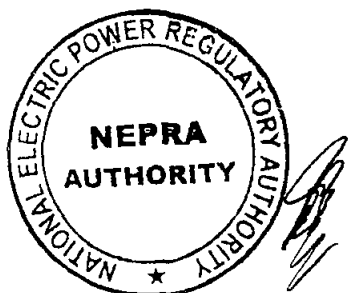
(Rafique Ahmad Shaikh)
Member

(Tauseef H. Farooqi)
Chairman



Three Gorges First Wind Farm Pakistan (Pvt.) Limited
Quarterly Indexation/Adjustment of Tariff

Tariff Component	Reference Tariff	Revised Jan-Mar 2023	Indexation
Date of decisions	Oct 28,2016 Jan 22,2016		
	(Rs./kWh)		
*Fixed O&M-Local	0.7673	1.0362	CPI
Fixed O&M-Foreign	0.8660	2.4213	US CPI & Rs./US \$
Return on Equity	3.2125	7.1814	Rs./US \$
Return on Equity during Construction	0.8383	1.8740	Rs./US \$
Debt Service (Bi-Annual)			Rs./US \$
Principal repayment of debt - (Bi-annual)	10.0875	22.5503	Rs./US \$
Interest	0.3666	1.9046	LIBOR & Rs./US \$
Total	16.1382	36.9678	
Indexation Values			Sources (Websites)
CPI (General)- Revised value of Jun 2020	199.400	269.270	Pakistan Bureau of Statistics
US CPI - Revised value of Nov 2022	238.031	297.711	US Bureau of Labor Statistics
Exchange Rate- Revised rate of Dec 30, 2022	101.50	226.90	NBP
LIBOR 6 Month- Revised rate of Dec 30, 2022	0.3268%	5.1389%	Global-rates.com or moneycafe.com
Principal outstanding Foreign (US\$ million)		13,784,563	
Bi-annual Benchmark Energy (kWh)		69,350,000	
Above indexation is on the basis of the information provided by TGF and verified by NEPRA.			
*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.			
TGF has claimed indexation of local O & M on N-CPI (Nov 2022) which shall be allowed upon notification of aforementioned decision.			





REGISTRAR

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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

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

No. NEPRA/TRF-174/ 4590-92

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March, 2023

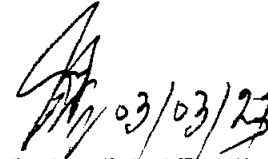
The Manager
Printing Corporation of Pakistan Press
Shahrah-e-Suharwardi
Islamabad

Subject: **NOTIFICATION REGARDING DECISION OF THE AUTHORITY ALONG WITH REVISED TARIFF COMPONENT REGARDING QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF OF THREE GORGES FIRST WIND FARM PAKISTAN (PVT.) LTD. FOR THE QUARTER JANUARY-MARCH 2023 ON ACCOUNT OF US CPI, CPI (LOCAL), EXCHANGE RATE AND LIBOR VARIATIONS**

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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 component regarding quarterly indexation/adjustment of tariff of Three Gorges First Wind Farm Pakistan (Pvt.) Ltd. for the quarter January-March 2023 on account of US CPI, CPI (Local), Exchange Rate and LIBOR variations" 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. 2259-2263 dated February 10, 2023]