

National Electric Power Regulatory Authority



NOTIFICATION



Islamabad, the 16th day of June, 2023

S.R.O. *gbe* **(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 Nishat Power Ltd. for the April-June 2023 quarter on account of US CPI, CPI (Local), Exchange Rate and KIBOR variation in Case No. NEPRA/TRF-71/NPL-2007.

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 NISHAT POWER LIMITED FOR APRIL TO JUNE 2023 QUARTER.

Pursuant to the Decision of the Authority dated March 22, 2011 in the matter of Motion for Leave for Review filed against the Decision of the Authority at Commercial Operation Date (COD), decision of the Authority dated December 20, 2012 regarding change of index in the case of Nishat Power Limited (NPL) and decision of the Authority dated April 2, 2021 in the matter of application filed by CPPA-G for adjustment of ROE and ROEDC components of tariff pursuant to the agreement with NPL, the relevant tariff components of NPL in respect of April to June 2023 quarter have been revised on account of US CPI, CPI (Local), Exchange Rate and KIBOR variation in accordance with the requisite indexation/adjustment mechanisms stipulated in the above referred decision(s) of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

Tariff Components	Reference Mar 22, 2011, Dec 20, 2012 & Apr 2, 2021	Revised Apr-Jun 2023 Quarter
Capacity Charge (Rs./kW/h)		
Fixed O&M - Foreign	0.1018	0.4673
Fixed O&M - Local	0.1188	0.2068
Cost of Working Capital	0.1997	0.3343
ROE	0.6749	0.6749
ROEDC	0.1133	0.1133
Total	1.2085	1.7966
Variable O&M (Rs./kWh)		
Variable O&M - Foreign	0.5178	2.3770
Variable O&M - Local	0.1634	0.2844
Total	0.6812	2.6614

The above referred 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.

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

AUTHORITY

Mathar Niaz Rana

Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan

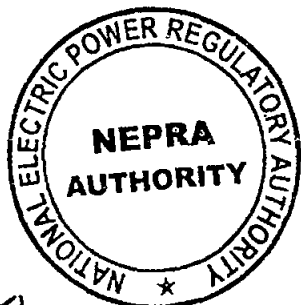
Engr. Maqsood Anwar Khan
Member

Engr. Rafique Ahmed Shaikh

Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed

Amina Ahmed
Member



Tauseef H. Farooq
Chairman

NISHAT POWER LIMITED
Quarterly Indexation/Adjustment of Tariff

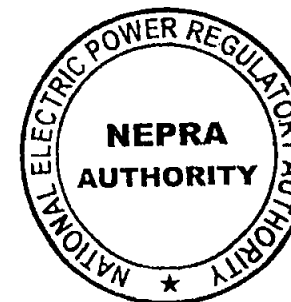
Tariff Components	Reference Mar 22, 2011, Dec 20, 2012 & Apr 2, 2021	Revised Apr-Jun 2023 Quarter	Indexation
Capacity Charge (Rs./kW/h)			
Fixed O&M - Foreign	0.1018	0.4673	US CPI & Rs./US\$
Fixed O&M - Local	0.1188	0.2068	CPI Local
Cost of Working Capital	0.1997	0.3343	KIBOR
ROE	0.6749	0.6749	-
ROEDC	0.1133	0.1133	-
Total	1.2085	1.7966	
Variable O&M (Rs./kWh)			
Variable O&M - Foreign	0.5178	2.3770	US CPI & Rs./US\$
Variable O&M - Local	0.1634	0.2844	CPI Local
Total	0.6812	2.6614	
Indexation Values			Source
Exchange Rate (Rs./USD)	85.400	284.100	NBP - Revised rate of March 31, 2023
US CPI (All Urban Consumers)	218.011	300.840	U.S. Bureau of Labor Statistics - Revised value of Feb 2023
CPI (General) - Local	154.720	269.270	Pakistan Bureau of Statistics - Revised value of Jun 2020
3 Monthly KIBOR	12.34%	21.98%	SBP - Revised rate of March 31, 2023
Hours in the quarter	-	2,184	

- For the purpose of indexation of Local O&M components for Apr-Jun 2023 quarter, CPI for Feb 2023 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. As per relevant provision of the PPA, 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 decision of new reference index value by the Authority.

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

- Based on the data declared by Nishat Power Limited.

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REGISTRAR

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Islamic Republic of Pakistan

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Subject: **NOTIFICATION REGARDING DECISION OF THE AUTHORITY ALONG WITH REVISED TARIFF COMPONENTS REGARDING QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF OF NISHAT POWER LTD. FOR THE APRIL-JUNE 2023 QUARTER ON ACCOUNT OF US CPI, CPI (LOCAL), EXCHANGE RATE AND KIBOR 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 along with Revised Tariff Components regarding quarterly indexation/adjustment of tariff of Nishat Power Ltd. for the April-June 2023 quarter on account of US CPI, CPI (Local), Exchange Rate and KIBOR 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]


(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. 10864-10868 dated May 12, 2023]