

National Electric Power Regulatory Authority

NOTIFICATION



Islamabad, the 3rd day of May, 2023

S.R.O. 525 (I)/2023.- In pursuance 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 Schedule of Sinosure Fee Component of Capacity Charge in the matter of Annual Adjustment of Sinosure Component of Capacity Charge Part of Tariff for Port Qasim Electric Power Company (Private) Ltd. for the period November 24, 2022 to November 23, 2023 in Case No. NEPRA/TRF-299/PQEPCPL-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



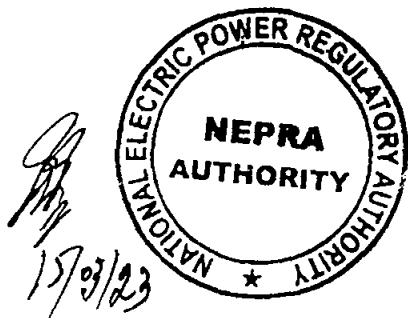
**DECISION OF THE AUTHORITY IN THE MATTER OF ANNUAL
ADJUSTMENT OF SINOSURE COMPONENT OF CAPACITY
CHARGE PART OF TARIFF FOR PORT QASIM ELECTRIC POWER
COMPANY (PRIVATE) LIMITED**

1. Pursuant to the Decisions of the Authority dated February 13, 2015 in the matter of approval of upfront coal tariff for 2x660 MW coal power plant of Port Qasim Electric Power Company (PQEPCL) and dated September 27, 2019 in the matter of tariff adjustment at Commercial Operation Date (COD) of PQEPCL, the sinosure component of capacity charge part of tariff is subject to annual adjustment on the basis of annual outstanding principal, interest payable and exchange rate. PQEPCL vide its letter No. PQEPC/NEPRA/2022-49 dated December 22, 2022 submitted its request for adjustment of Sinosure fee component. PQEPCL requested Sinosure fee component of Rs. 0.1518/kW/h for the 5th agreement year on the basis of sinosure premium of US\$ 7,365,151 (Rs. 1,652,371,566).
2. PQEPCL calculated the sinosure premium on the basis of outstanding principle as per the loan agreement with its Lender instead of the debt schedule approved by NEPRA. The requested sinosure premium is not in line with the mechanism approved by the Authority and previous decisions in the matter. As per the approved mechanism, sinosure premium for the period November 24, 2022 to November 23, 2023 is calculated as under:

Description	Amount US\$
Outstanding Principal as per Approved Debt Schedule	972,640,000
Revised Interest Payable During the Period @ LIBOR 3.77986%	66,682,972
Total	1,039,322,972
Premium Rate	0.60%
Sinosure Premium As Per Debt Schedule	6,235,938
Exchange Rate (Rs./US\$)	224.35
Sinosure Premium (Rs.)	1,399,032,652

3. The revised sinosure component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

Period	Revised Sinosure Component
	Rs./kW/Hour
November 24, 2022 to November 23, 2023	0.1285



Port Qasim Electric Power Company (Pvt.) Ltd
Schedule of Sinosure Fee Component of Capacity Charge
Adjustment on account of Sinosure Fee

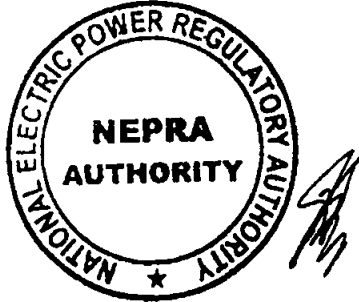
Period	Sinosure Fee (US\$.)	Exchange Rate	Sinosure Fee (Rs.)	Sinosure Component (Rs./kW/h)
24 Nov 2022 to 23 Nov 2023	6,235,938	224.35	1,399,032,652	0.1285

LIBOR as communicated by Export Import Bank of China to Port Qasim Electric Power Company (Pvt) Ltd

Exchange rate of Rs. 224.35/US\$ used by Industrial Commercial Bank of China in payment advice of Sinosure Fee

Based on data declared by Port Qasim Electric Power Company (Pvt) Ltd

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REGISTRAR

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-299/ 9626-28

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Subject: **DECISION OF THE AUTHORITY ALONG WITH SCHEDULE OF SINSURE FEE COMPONENT OF CAPACITY CHARGE IN THE MATTER OF ANNUAL ADJUSTMENT OF SINSURE COMPONENT OF CAPACITY CHARGE PART OF TARIFF FOR PORT QASIM ELECTRIC POWER COMPANY (PRIVATE) LTD. FOR THE PERIOD NOVEMBER 24, 2022 TO NOVEMBER 23, 2023.**

In pursuance 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 Schedule of Sinsure Fee Component of Capacity Charge in the matter of Annual Adjustment of Sinsure Component of Capacity Charge Part of Tariff for Port Qasim Electric Power Company (Private) Ltd. for the period November 24, 2022 to November 23, 2023*' 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 [04 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. 6359-6363 dated March 15, 2023]