

National Electric Power Regulatory Authority


NOTIFICATION




Islamabad, the 6th day of March, 2024

S.R.O. **396** (I)/2024.- 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 dated 14th February, 2024 along with revised tariff components regarding quarterly indexation/adjustment of tariff for Malakand-III Hydropower Project of Pakhtunkhwa Energy Development Organization's Malakand-III (PEDO) for the quarter **January - March 2024** on account of Exchange Rate variation, N-CPI local and US CPI in Case No. NEPRA/TRF-81/SHYDO-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 THE MALAKAND-III HYDRO
POWER PROJECT**

Pursuant to the decision of the Authority on September 09, 2010, notified vide SRO 1117(1)/2010 dated December 09, 2010, in the matter of adjustment at the commercial operation date, and the decision of the Authority dated March 10, 2021 notified vide S.R.O. No. 1041(1)/2023 on August 09, 2023 in the matter of change of base year 2007-2008 to base year 2015-16 for Consumer Price Index (CPI) for indexation of fixed and variable O&M (Local) components, the relevant tariff components are required to be adjusted on account of US CPI, N-CPI, Exchange Rate variation as per the stipulated mechanism.

Accordingly, the Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as the decision of the Authority in the matter:

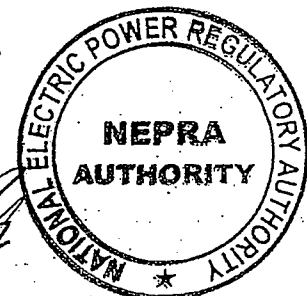
“The Fixed O&M local, Fixed & Variable O&M Foreign, Water Use Charge (WUC), Return on Equity (ROE) and Return on Equity During Construction (ROEDC) components have been indexed for Jan – Mar 2024 quarter on account of exchange rate variation, N-CPI local and US CPI. The revised tariff indicated in the attached Annex-I shall be immediately applicable.”

The 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 tariff determination(s).

AUTHORITY

Mathar Niaz Rana (nsc)
Member

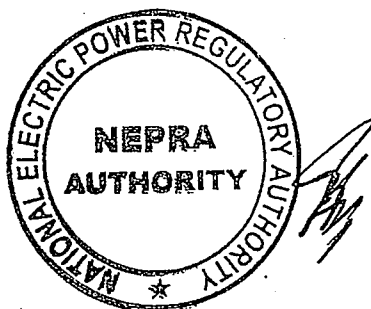
Engr. Maqsood Anwar Khan
Member
Engr. Rafique Ahmed Shaikh
Member
Amina Ahmed
Member
Waseem Mukhtar
Chairman

14/02/24

Malakand-III Hydro Power Project

Adjustment on Account of Quarterly Indexation

Tariff Components	Reference	w.e.f Jan 01- Mar 31 2024	Indexation
	Rs/kWh	Rs/kWh	
Fixed Charges			
Fixed O&M Local	0.2112	0.4081	N-CPI Local
Fixed O&M Foreign	0.2169	1.5035	Rs./ US\$ & US CPI
ROE	1.0651	3.6906	Rs./ US\$
ROEDC	0.8938	3.0970	Rs./ US\$
Variable Charges			
Variable O&M (foreign)	0.1000	0.6932	Rs./ US\$ & US CPI
Water Use Charge (WUC)	0.3757	0.6999	N-CPI Local
Total Tariff	2.8627	10.0923	
Indexation Values			
US(CPI)	208.490	307.0510	U.S. Bureau of Labor Statistics- Revised value of Nov 2023
N-CPI - Local for O&M Local	131.010	253.1500	Pakistan Bureau of Statistics - Revised Value of Nov 2023
N-CPI - Local for WUC	131.010	244.0500	Pakistan Bureau of Statistics - Revised Value of Sept 2023
Rs/US\$ For O&M	60.000	282.4000	NBP-Revised rate of Dec 29, 2023
Rs/US\$ For Equity	81.500	282.4000	NBP-Revised rate of Dec 29, 2023
*Based on the data declared by Pakhtunkhwa Energy Development Organization (PEDO).			





REGISTRAR

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Islamic Republic of Pakistan

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No. NEPRA/TRF-81/ 3255-57


March 6, 2024

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Subject: NOTIFICATION REGARDING DECISION OF THE AUTHORITY DATED 14TH FEBRUARY, 2024 REGARDING QUARTERLY INDEXATION/ADJUSTMENT OF TARIFF FOR MALAKAND-III HYDROPOWER PROJECT OF PAKHTUNKHWA ENERGY DEVELOPMENT ORGANIZATION'S MALAKAND-III (PEDO) FOR THE QUARTER JANUARY - MARCH 2024

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 dated 14th February, 2024 along with revised tariff components regarding quarterly indexation/adjustment of tariff for Malakand-III Hydropower Project of Pakhtunkhwa Energy Development Organization's Malakand-III (PEDO) for the quarter January - March 2024 on account of Exchange Rate variation, N-CPI local and US CPI 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, AK 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. 2269-2273 dated February 14, 2024]