

National Electric Power Regulatory Authority

NOTIFICATION

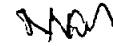


Islamabad, the nd02 day of July, 2024

S.R.O. 944(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 June 05, 2024 regarding the Quarterly Indexation of the Chianwali Hydropower Project of Punjab Power Development Company Limited for the Quarters **July-September 2023 to April-June 2024** on account of US CPI, N-CPI, Exchange Rate and LIBOR Yen variations in Case No. NEPRA/TRF-556/CHP-2021.

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



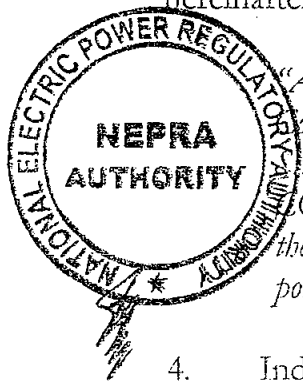


**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY
INDEXATION OF THE RELEVANT REFERENCE TARIFF
COMPONENTS OF CHIANWALI HYDROPOWER PROJECT OF
PUNJAB POWER DEVELOPMENT COMPANY LIMITED**

1. Pursuant to the Authority's decision dated April 11, 2022 in the matter of Tariff petition filed by Punjab Power Development Company Limited (hereinafter referred as "PPDCL") for 5.38 MW Chianwali Hydropower Project 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 and LIBOR Yen variation.

2. PPDCL vide letter dated December 19, 2023 informed that it has achieved Commercial Operations Date (COD) on September 21, 2023, and has accordingly submitted a COD tariff adjustment application to the Authority wherein they also requested for an interim relief by the Authority. Subsequently vide letter dated 19th December 2023 PPDCL also requested the Authority to allow indexation of Tariff components for the period from COD till the announcement of COD tariff by the Authority. PPDCL on April 19, 2024 also requested to index the tariff till the Quarter April-June 2024

3. The Authority considered the request of PPDCL and in its collective and joint wisdom considering all aspects decided with consensus as under, which will be hereinafter referred to as the decision of the Authority in the matter;



"Acceded to the request of Chianwali Hydropower Project by Punjab Power Development Company Limited and granted interim relief under Rule 4(7) of the NEPRA Tariff Standard and Procedure Rules 1998 by allowing indexation of Tariff Components from COD date and shall be subject to adjustments if necessary, in the light of the final decision of the Authority in COD tariff. Further, the Water Use Charges (WUC) shall be paid to the power producer upon production of payment evidence to the power purchaser"

4. Indexations/adjustments for the quarters July –Sept 2023 to April-June 2024 have been made in the tariff components on a provisional basis on account of US CPI, N-CPI (Local), exchange rate (PKR/USD/JPY) and LIBOR variations in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority and shall be subject to adjustments if necessary, in the light of the final decision of the Authority in COD tariff.

5. The above referred revised tariff components attached as Annex-I is to be notified in the official gazette, in terms of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.



6. Power Purchaser to ensure that all the payments are consistent with tariff determination.

AUTHORITY

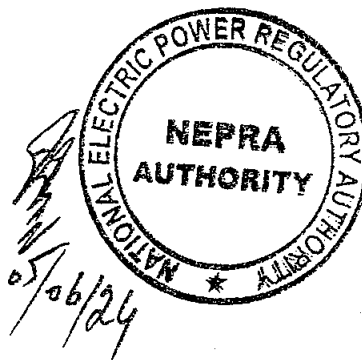
Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan
Member

Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed
Member

Waseem Mukhtar
Chairman



PUNJAB POWER DEVELOPMENT COMPANY LIMITED (PPDCL)
CHIANWALI HYDROPOWER PROJECT
INTERIM INDEXATIONS

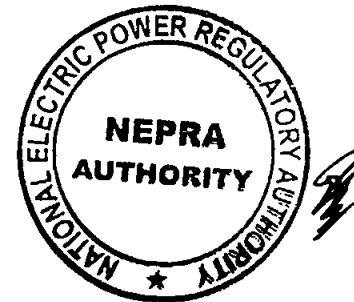
Tariff Components	Reference Tariff Mar 10, 2021 & Apr 11, 2022	Indexed Tariff Jul-Sept 2023	Indexed Tariff Oct-Dec 2023	Indexed Tariff Jan-Mar 2024	Indexed Tariff Apr-Jun 2024	Indexations
Variable O&M-Local (Rs./kWh)	0.5751	1.0007	1.0503	1.1112	1.1414	N-CPI Local
Fixed O&M - Local (Rs./kWh)	1.3804	2.4019	2.5211	2.6673	2.7396	N-CPI Local
Fixed O&M - Foreign (Rs./kWh)	0.2557	0.9185	0.9337	0.9121	0.9091	US CPI & Rs./US\$
Return on Equity (Rs./kWh)	3.0298	3.0298	3.0298	3.0298	3.0298	NIL
ROEDC (Rs./kWh)	0.9392	0.9392	0.9392	0.9392	0.9392	NIL
Debt Service (Rs./kWh)	4.1524	9.0003	9.0003	8.9843	8.9843	JPY/PKR & LIBOR
Indexation Values						Sources
Exchange Rate (US\$/PKR)	102.93	287.10	289.10	282.40	278.50	NBP
Exchange Rate (JPY/PKR)	0.9033	2.0013	2.0013	1.9967	1.9967	NBP
N-CPI Local Base Yr. 2015-16	131.01	227.96	239.27	253.15	260.01	Pakistan Bureau of Statistics
US CPI	236.15	304.13	307.03	307.05	310.33	US Bureau of Labor Statistics
6 Month Yen LIBOR	0.1890%	0.07165%	0.07165%	0.07165%	0.07165%	Global-rates.com
Capacity MW	5.38	5.38	5.38	5.38	5.38	Tariff Determination April 11, 2022
Outstanding Loan USD Mln	21.26	21.26	21.26	20.77	20.77	Tariff Determination April 11, 2022
Tariff Component	Reference Tariff Mar Apr 11, 2022	Tariff Sep 21, 2023 to Sep 20, 2024			Indexations	
Water Use Charge* (Rs./kWh)	0.15000	0.1500			N-CPI Local	
Indexation Values					Source	
N-CPI Local Base Yr. 2015-16	131.01	131.01			Pak Bureau of Statistics	

Based on the information provided by PPDCL.

*Water Use Charge (WUC) is subject to indexation on annual basis. According to PPDCL, Chianwali hydropower project achieved COD on Sept 21, 2023, thus the same will remain applicable till Sept 20, 2024. Moreover, WUC shall be paid to the power producer upon production of payment evidence to the power purchaser.

The above indexations are on provisional basis and shall be subject to indexation in the light of Authority's COD Decision.

[Handwritten signature]





REGISTRAR

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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

Phone: 9206500, Fax: 2600026

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

No. NEPRA/TRF-100/Notifications/ 9830-32

July 02, 2024

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


Subject: **NOTIFICATION REGARDING DECISIONS OF THE AUTHORITY**

In pursuance of Proviso (ii) to 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 the following Decisions of the Authority as per following detail for immediate publication in the official Gazette of Pakistan:

S. No.	Decision	Issuance No. and Date
1.	Decision of the Authority in the matter of Quarterly Indexation/Adjustment of tariff for Laraib Energy Limited for the quarter April - June 2024	8279-8283 05-06-2024
2.	Decision of the Authority regarding the Quarterly Indexation of the Pak Pattan Hydropower Project of Punjab Power Development Company Limited for the Quarters July-September 2023 to April-June 2024	8261-825 05-06-2024
3.	Decision of the Authority regarding the Quarterly Indexation of the Marala Hydropower Project of Punjab Power Development Company Limited for the Quarters July-September 2023 to April-June 2024	8267-8271 05-06-2024
4.	Decision of the Authority regarding the Quarterly Indexation of the Chianwali Hydropower Project of Punjab Power Development Company Limited for the Quarters July-September 2023 to April-June 2024	8255-8259 05-06-2024

2. Please also furnish thirty five (35) copies of the Notifications to this Office after its publication.

Encl: 04 Notifications


(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, Section Officer (T&S), Ministry of Energy – Power Division, 'A' Block, Pak Secretariat, Islamabad