

TO BE PUBLISHED IN THE GAZETTE OF PAKISTAN
EXTRA ORDINARY PART-I

National Electric Power Regulatory Authority

NOTIFICATION



Islamabad, the 26th day of August, 2024

S.R.O. 1368 (1)/2024.- In pursuance of proviso-ii 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 July 31, 2024 in the matter of Quarterly Indexation of the Relevant Reference Tariff Components of Pak Matari Lahore Transmission Company (Private) Limited for the quarter **July-September 2024** on account of US CPI, N-CPI (Local), exchange rate (PKR/USD) and LIBOR variation in Case No. NEPRA/TRF-433/PMTC-2018.

2. While effecting the Decision, the concerned entities including Central Power Purchasing Agency Guarantee Limited (CPPAGL) shall strictly comply with the orders of the courts (if any) notwithstanding this Decision.


(Wasim Anwar Bhinder)
Registrar



**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION OF THE RELEVANT
REFERENCE TARIFF COMPONENTS OF PAK MATIARI-LAHORE TRANSMISSION COMPANY PVT. LIMITED
(PMLTC) TRANSMISSION TARIFF FOR THE QUARTER JULY TO SEPTEMBER 2024.**

1. Pak Matiari Lahore Transmission Company (Private) Limited ("PMLTC" the "Company") vide letter dated September 22, 2021 informed that it has achieved Commercial Operations Date (COD) on September 01, 2021. PMLTC vide letter dated July 02, 2024 requested the Authority to allow quarterly indexation for the quarter July-September 2024.
2. The Authority considered the request of the Company and noticed that the COD adjustment request has been submitted to NEPRA for true-up / adjustment. The Authority further observed that interim relief has already been granted to different licensees which are subject to adjustment based on their final decision. The Authority also observed that the true-up/verification process need considerable time, accordingly keeping in view the aforesaid factors, the Authority decided to grant interim relief to the Company on provisional basis which is subject to the adjustment through COD decision.
3. **Order**
 - 3.1 Pursuant to the Decision of the Authority dated December 04, 2018 issued in the matter of Matiari Lahore 4000 MW \pm 660 KV HVDC Transmission Line Project [Case # NEPRA/TRF-433/PMLTC2018], the tariff of Pak Matiari Lahore Transmission Company (Private) Limited (PMLTC) for the quarter July-September 2024 has been revised on account of CPI (General)/N-CPI, US CPI, LIBOR and exchange rate variation in accordance with the requisite indexation/adjustment mechanisms stipulated in the above referred decision of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

Transmission Services Charge Components	Revised Jul-Sep 2024 w.e.f 01.07.2024
Transmission Services Charge	(Rs./kW/Hour)
Foreign O&M	0.1532
Local O&M – ICT	0.0813
Local O&M – NTDC	0.1034
Land Lease	0.0073
Insurance	0.0409
Return on Equity	0.4486
Return on Equity during Construction	0.1036
Loan Repayment	0.9587
Interest Charges	0.7994
Sinosure	0.0189
Total Tariff	2.7154
<u>Indexation Values</u>	
Exchange Rate (Rs./USD)	278.8
US CPI (All Urban Consumers)	314.069
N-CPI (Base 2015-16)	254.78
6 Month LIBOR	5.68297%





3.2 The quarterly indexation allowed to Pak Mariari Lahore Transmission Company (Private) Limited (PMLTC) is purely on provisional basis till finalization of the COD stage tariff adjustments by the Authority.

3.3 The Authority in its collective and joint wisdom considering all aspects decided with consensus as under, which will be hereinafter referred as decision of the Authority in the matter;

"Indexation/adjustment for the quarter Jul-Sep 2024 has been made in the tariff components on account of US CPI, N-CPI (Local), exchange rate (PKR/USD) and LIBOR variations in accordance with the requisite indexation/adjustment mechanism stipulated in the decision(s) of the Authority."

3.4 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.

3.5 CPPA-G to ensure that all the payments are consistent with tariff determination.

AUTHORITY

Matar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan
Member

Amina Ahmed
Member

Engr. Rafique Ahmed Shaikh
Member

Waseem Mukhtar
Chairman



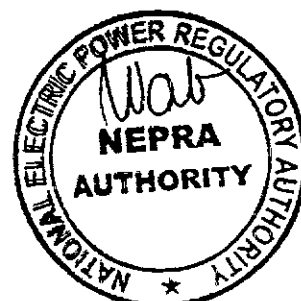
Pak Matiari-Lahore Transmission Company Pvt. Limited
Quarterly Indexation/Provisional Adjustment of Transmission Services Charge Components

Transmission Services Charge Components	Reference tariff	Revised	Indexation
Date of Decisions	December 04, 2018	Jul-Sep 2024 w.e.f 01.07.2024	
Transmission Services Charge	(Rs./kW/Hour)		
Foreign O&M	0.0441	0.1532	PKR/USD, US CPI
Local O&M – ICT	0.0418	0.0813	N-CPI
Local O&M – NTDC	0.0532	0.1034	N-CPI
Land Lease	0.0073	0.0073	Will be adjusted at COD
Insurance**	0.0409	0.0409	Will be adjusted at COD
Return on Equity	0.1680	0.4486	PKR/USD
Return on Equity during Construction	0.0388	0.1036	PKR/USD
Loan Repayment	0.3590	0.9587	PKR/USD
Interest Charges	0.1637	0.7994	PKR/USD, LIBOR
Sinosure**	0.0189	0.0189	Will be adjusted at COD
Total Tariff	0.9357	2.7154	
Indexation Values			Sources
Exchange Rate (Rs./USD)-	104.40	278.80	Available on Jun 30, 2024 (NBP)
US CPI (All Urban Consumers)	241.38	314.069	US Bureau of Labor Statistics- May 2024
N-CPI (Base 2015-16) May 2020	131.01	254.78	Pakistan Bureau of Statistics- May 2024
6 Month LIBOR	1.1442%	5.68297%	Available on Jun 30, 2024 (Global-rates)
Principal Outstanding(USD)		1,002,934,444	
Contracted Capacity		4,000 MW	
No of hours in a year		8760	
Benchmark energy (kWh) (Annual)		35,040,000,000	

* Above Indexation is on the basis of the information provided by PMLTC.

* Indexation of tariff components are purely on provisional basis till finalization of the COD stage tariff adjustments by the Authority.

** Insurance and Sinosure component is not part of quarterly indexation. Insurance is adjusted annually on actual basis as per mechanism stipulated in the Decision of the Authority. Insurance and Sinosure will be adjusted at COD.





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-433/PMTC-2018/ 13581-83

August 26, 2024

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

Subject: **NOTIFICATION REGARDING DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY INDEXATION OF THE RELEVANT REFERENCE TARIFF COMPONENTS OF PAK MATIARI LAHORE TRANSMISSION COMPANY (PRIVATE) LIMITED FOR THE QUARTER JULY-SEPTEMBER 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 in the matter of Quarterly Indexation of the Relevant Reference Tariff Components of Pak Matiari Lahore Transmission Company (Private) Limited for the quarter **July-September 2024**" 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]

Wasim Anwar Bhinder
(Wasim Anwar Bhinder)

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 No11650-11655 dated July 31, 2024]