



# National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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Registrar

No. NEPRA/TRF-72/EPQL-2007/9128-9130

October 4, 2011

Subject: **Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Engro Powergen Qadirpur Ltd. (Case No. NEPRA/TRF-72/EPQL-2007) - Intimation of Decision of Tariff pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)**

Dear Sir,

Please find enclosed the decision of the Authority along with revised schedule of tariff (Annex-I) (02 pages) regarding adjustment of tariff for July-September 2010 to July - September 2011 quarters on account of US CPI, WPI (Local), exchange rate LIBOR and KIBOR variation in respect of Engro Powergen Qadirpur Ltd. in Case No. NEPRA/TRF-72/EPQL-2007.

2. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in the approved tariff through the official Gazette pursuant to Section 31 (4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997) and Rule 16(11) of the National Electric Power Regulatory Authority Tariff (Standards and Procedure) Rules, 1998.

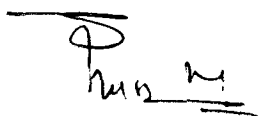
3. Please note that the schedule of revised Tariff to be notified in the official Gazette is attached as Annex-I.

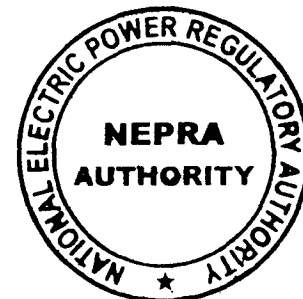
Enclosure: As above

Secretary,  
Ministry of Water & Power,  
Government of Pakistan  
Islamabad.

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, Islamabad.

  
( Syed Safer Hussain )





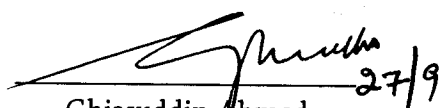
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY  
INDEXATION/ADJUSTMENT OF TARIFF FOR ENGRO POWERGEN QADIRPUR LIMITED**


Pursuant to the decision of the Authority dated 26<sup>th</sup> August 2011 in the matter of Tariff Adjustments on High Speed Diesel and Mixed Fuel Operations at COD filed by Engro Powergen Qadirpur Limited (EPQL), formerly Engro Energy Limited, the tariff of EPQL in respect of July-September 2010 to July-September 2011 quarters have been revised on account of US CPI, WPI (Local), exchange rate LIBOR and KIBOR variation in accordance with the requisite indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff indicated hereunder shall be immediately applicable:

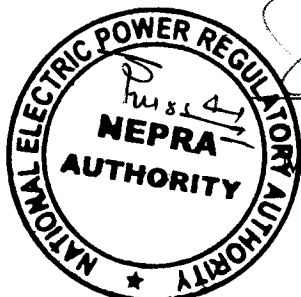
Tariff Components	Reference	Revised	Revised	Revised	Revised	Revised
		Jul-Sep 10 Quarter	Oct-Dec 10 Quarter	Jan-Mar 11 Quarter	Apr.-Jun. 11 Quarter	Jul.-Sep. 11 Quarter
<b>Capacity Charge on HSD Operations (Rs./kW/Hour)</b>						
Fixed O&M - Foreign	0.0099	0.0101	0.0102	0.0102	0.0102	0.0105
Fixed O&M - Local	0.1404	0.1500	0.1526	0.1705	0.1823	0.1909
Insurance	0.0648	0.0648	0.0648	0.0648	0.0648	0.0648
Cost of Working Capital	0.0553	0.0550	0.0581	0.0596	0.0598	0.0598
ROE	0.3534	0.3593	0.3618	0.3605	0.3578	0.3612
ROEDC	0.1300	0.1322	0.1331	0.1326	0.1316	0.1329
Debt Servicing	0.7629	0.8358	0.7813	0.7817	0.7757	0.7699
<b>Total Capacity Charge</b>	<b>1.5167</b>	<b>1.6072</b>	<b>1.5619</b>	<b>1.5799</b>	<b>1.5822</b>	<b>1.5900</b>
<b>Variable O&amp;M on HSD Operations (Rs./kWh)</b>						
Variable O&M - Foreign	0.1971	0.2017	0.2032	0.2030	0.2038	0.2100
Variable O&M - Local	0.0392	0.0419	0.0426	0.0476	0.0509	0.0533
<b>Total Variable O&amp;M</b>	<b>0.2363</b>	<b>0.2436</b>	<b>0.2458</b>	<b>0.2506</b>	<b>0.2547</b>	<b>0.2633</b>

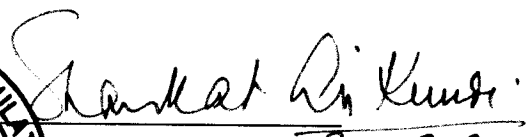
The above referred revised tariff components attached as **Annex-I** is recommended to the Federal Government for notification in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

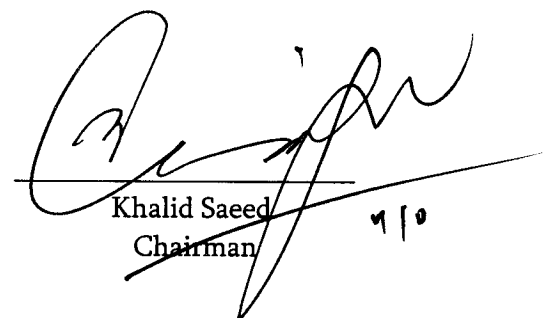
**AUTHORITY**

  
Ghiasuddin Ahmed  
Member

  
Maqbool Ahmad Khawaja  
Member



  
Shaukat Ali Kundi  
Member/ Vice Chairman

  
Khalid Saeed  
Chairman

**ENGRO POWERGEN QADIRPUR LIMITED**  
**(Formerly Engro Energy Limited)**  
**Quarterly Indexation/Adjustment of Tariff**

Tariff Components	Reference	Revised Jul-Sep 10 Quarter	Revised Oct-Dec 10 Quarter	Revised Jan-Mar 11 Quarter	Revised Apr.-Jun. 11 Quarter	Revised Jul.-Sep. 11 Quarter
<b>Capacity Charge on HSD Operations (Rs./kW/Hour)</b>						
Fixed O&M - Foreign	0.0099	0.0101	0.0102	0.0102	0.0102	0.0105
Fixed O&M - Local	0.1404	0.1500	0.1526	0.1705	0.1823	0.1909
Insurance	0.0648	0.0648	0.0648	0.0648	0.0648	0.0648
Cost of Working Capital	0.0553	0.0550	0.0581	0.0596	0.0598	0.0598
ROE	0.3534	0.3593	0.3618	0.3605	0.3578	0.3612
ROEDC	0.1300	0.1322	0.1331	0.1326	0.1316	0.1329
Debt Servicing	0.7629	0.8358	0.7813	0.7817	0.7757	0.7699
<b>Total Capacity Charge</b>	<b>1.5167</b>	<b>1.6072</b>	<b>1.5619</b>	<b>1.5799</b>	<b>1.5822</b>	<b>1.5900</b>
<b>Variable O&amp;M on HSD Operations (Rs./kWh)</b>						
Variable O&M - Foreign	0.1971	0.2017	0.2032	0.2030	0.2038	0.2100
Variable O&M - Local	0.0392	0.0419	0.0426	0.0476	0.0509	0.0533
<b>Total Variable O&amp;M</b>	<b>0.2363</b>	<b>0.2436</b>	<b>0.2458</b>	<b>0.2506</b>	<b>0.2547</b>	<b>0.2633</b>

Following Values are used for adjustment/indexation of tariff:

	Reference	Revised Jul-Sep 10 Quarter	Revised Oct-Dec 10 Quarter	Revised Jan-Mar 11 Quarter	Revised Apr.-Jun. 11 Quarter	Revised Jul.-Sep. 11 Quarter
Exchange Rate (Rs./USD)	84.200	85.600	86.200	85.900	85.250	86.050
US CPI (All Urban Consumers)	216.741	218.178	218.312	218.803	221.309	225.964
WPI (Manufactures) - Local	159.310	170.150	173.160	193.440	206.860	216.650
3 Monthly LIBOR	0.29%	0.53%	0.29%	0.30%	0.30%	0.25%
3 Monthly KIBOR	12.36%	12.29%	13.09%	13.46%	13.52%	13.53%
Hours in the quarter	-	2208	2208	2160	2184	2208

