



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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Registrar

No. NEPRA/TRF-72/EEL-2007/2650-2652
April 13, 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/EEL-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 herewith the decision of the Authority along with revised schedule of tariff (Annex-I) (02 pages) regarding adjustment of tariff for April-June 2011 quarter on account of US CPI, WPI (Local), Exchange rate LIBOR and KIBOR variation in respect of Engro Powergen Qadirpur Ltd. (formerly Engro Energy Ltd.) in Case No. NEPRA/TRF-72/EEL-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.


(Syed Safer Hussain)

CC:

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





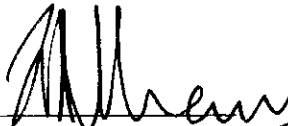
**DECISION OF THE AUTHORITY IN THE MATTER OF QUARTERLY
INDEXATION/ADJUSTMENT OF TARIFF FOR ENGRO POWERGEN QADIRPUR LIMITED**

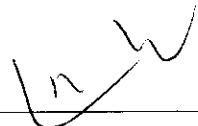
Pursuant to the decision of the Authority dated 3rd November 2010 in the matter of adjustment at commercial operation date in the case of Engro Powergen Qadirpur Limited (EPQL), formerly Engro Energy Limited, the tariff of EPQL in respect April-June 2011 quarter has been revised on account of US CPI, 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 to the units delivered during the quarter:

Tariff Components	Reference	Revised Apr.-Jun. 11 Quarter
Capacity Charge (Rs./kW/Hour)		
Fixed O&M - Foreign	0.0096	0.0099
Fixed O&M - Local	0.1366	0.1774
Insurance	0.0630	0.0630
Cost of Working Capital	0.0537	0.0580
ROE	0.3438	0.3481
ROEDC	0.1265	0.1281
Debt Servicing	0.7291	0.7413
Total Capacity Charge	1.4623	1.5258
Energy Charge (Rs./kWh)		
Variable O&M - Foreign	0.1917	0.1982
Variable O&M - Local	0.0381	0.0495
Total Variable O&M	0.2298	0.2477

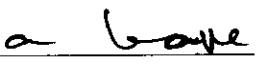
The above referred revised tariff components attached as (Annex-I) is recommended to the Federal Government for notification in the official gazette, in accordance with the provisions of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

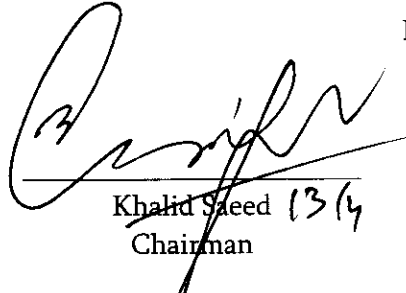
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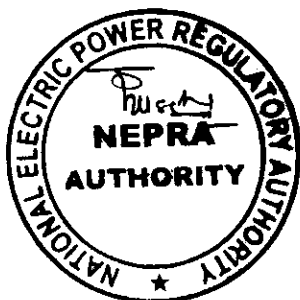

Zafar Ali Khan
Member
12/4/11


Maqbool Ahmad Khawaja
Member


Ghiasuddin Ahmed
Member
13/4


Shaukat Ali Kundi
Member/ Vice Chairman


Khalid Saeed
Chairman
13/4



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

Tariff Components	Indexation	Reference	Revised
			Apr.-Jun. 11 Quarter
Capacity Charge (Rs./kW/Hour)			
Fixed O&M - Foreign	US CPI & Exchange Rate	0.0096	0.0099
Fixed O&M - Local	WPI- Local	0.1366	0.1774
Insurance	Actual on yearly basis	0.0630	0.0630
Cost of Working Capital	Kibor Variation	0.0537	0.0580
ROE	Exchange Rate	0.3438	0.3481
ROEDC	Exchange Rate	0.1265	0.1281
Debt Servicing	Kibor Variation & Exchange Rate	0.7291	0.7413
Total Capacity Charge		1.4623	1.5258
Energy Charge (Rs./kWh)			
Variable O&M - Foreign	US\$/Rs. & US CPI	0.1917	0.1982
Variable O&M - Local	WPI- Local	0.0381	0.0495
Total Variable O&M		0.2298	0.2477

Following Values are used for adjustment/indexation of tariff:

	Reference	Revised
		Apr.-Jun. 11 Quarter
Exchange Rate (Rs./USD)	84.200	85.250
US CPI (All Urban Consumers)	216.741	221.309
WPI (Manufactures) - Local	159.310	206.860
3 Monthly LIBOR	0.29%	0.30%
3 Monthly KIBOR	12.36%	13.52%
Hours in the quarter	-	2184

