



**National Electric Power Regulatory Authority**  
Islamic Republic of Pakistan

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**Registrar**

No. NEPRA/TRF-70/NCPL-2007/715-717

January 27, 2012

**Subject: Decision of the Authority in the Matter of Quarterly Indexation/Adjustment of Tariff for Nishat Chunian Power Ltd. (Case No. NEPRA/TRF-70/NCPL-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 January-March, 2012 quarter on account of US CPI, WPI (Local), exchange rate and KIBOR variation in respect of Nishat Chunian Power Ltd. in Case No. NEPRA/TRF-70/NCPL-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 revised tariff schedule to be notified in the official Gazette is attached as Annex-I.

Enclosure: As above

( Syed Safer Hussain )

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

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 NISHAT CHUNIAN POWER LIMITED**

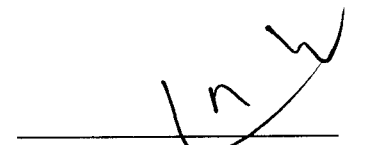
Pursuant to the decision of the Authority dated 31<sup>st</sup> December 2010 in the matter of adjustment at commercial operation date in the case of Nishat Chunian Power Limited (NCPL), the tariff of NCPL in respect of January-March 2012 quarter has been revised on account of US CPI, WPI (Local), exchange rate and KIBOR variation in accordance with the applicable indexation/adjustment mechanism stipulated in the decision of the Authority. The revised tariff indicated hereunder shall be applicable with immediate effect.


Tariff Components	Reference COD Decision 31 Dec 2010	Revised Jan-Mar 2012 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1019	0.1108
Fixed O&M - Local	0.0963	0.1186
Insurance	0.0927	0.0997
Cost of Working Capital	0.1909	0.1867
ROE	0.3556	0.3730
ROEDC	0.0679	0.0712
Debt Servicing	1.7347	1.7093
<b>Total Capacity Charge</b>	<b>2.6400</b>	<b>2.6693</b>
<b>Variable O&amp;M (Rs./kWh)</b>		
Variable O&M - Foreign	0.5182	0.5637
Variable O&M - Local	0.1324	0.1630
<b>Total Variable O&amp;M</b>	<b>0.6506</b>	<b>0.7267</b>

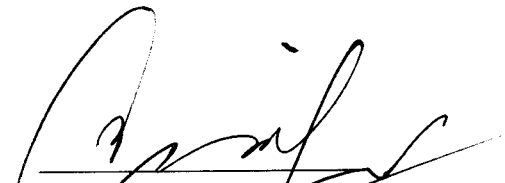
The above referred revised tariff components attached as (Annex-I) is to be notified in the official gazette, in accordance with the provision of Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.

**AUTHORITY**

  
Ghiasuddin Ahmed  
Member

  
Maqbool Ahmad Khawaja  
Member

  
Shaukat Ali Kundi  
Member / Vice Chairman

  
Khalid Saeed  
Chairman



**NISHAT CHUNIAN POWER LIMITED**  
**Quarterly Indexation/Adjustment of Tariff**

Tariff Components	Reference COD Decision 31 Dec 2010	Revised Jan-Mar 2012 Quarter
<b>Capacity Charge (Rs./kW/Hour)</b>		
Fixed O&M - Foreign	0.1019	0.1108
Fixed O&M - Local	0.0963	0.1186
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Variable O&M - Foreign	0.5182	0.5637
Variable O&M - Local	0.1324	0.1630
<b>Total Variable O&amp;M</b>	<b>0.6506</b>	<b>0.7267</b>
<b>Indexation Values</b>		
Exchange Rate (Rs./USD)	85.600	89.800
US CPI (All Urban Consumers)	218.178	226.230
*WPI (Manufactures) - Local	170.150	209.470
3 Monthly KIBOR	12.29%	11.98%
Hours in the quarter	-	2184

\* For the purpose of indexation of local O&M for January-March 2012 quarter, WPI (Manufactures) for November 2011 was required to be used. However, with the revision of base values of WPI from 2000-01 to 2007-08 by Federal Bureau of Statistics, the commodity group of WPI (Manufactures) has now ceased to exist and the latest available WPI (Manufactures) pertaining to July 2011 has been used for the indexation. The local O&M component will be revised, if required, in terms of Para 12.3 of Part V of Schedule 1 of the PPA on determination of new index by the Authority.

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