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PART II

Statutory Notifications (S.R.O)

GOVERNMENT OF PAKISTAN

NATIONAL ELECTRIC POWER REGULATORY AUTHORITY

NOTIFICATION

Islamabad, the 1st November, 2022

S. R. O. 1970(I)/2022.— In pursuance 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 along with revised tariff components regarding quarterly indexation/adjustment of tariff of Pak Matiari Lahore Transmission Company (Pvt.) Ltd. (PMLTC) for the quarter July-September 2022 on account of CPI (General), US CPI, LIBOR and Exchange Rate 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 keep in view and strictly comply with the orders of the courts notwithstanding this Decision.

[No. NEPRA/TRF-433/21001-03.]

SYED SAFEER HUSSAIN,
Registrar.

Price : Rs. 6.00

[9647(2022)/Ex. Gaz.]

DECISION OF THE AUTHORITY IN THE MATTER OF INTERIM RELIEF FOR INDEXATION OF THE RELEVANT REFERENCE TARIF COMPONENTS OF PAK MATIARI-LAHORE TRANSMISSION COMPANY PVT. LIMITED (PMLTC) TRANSMISSION TARIFF FOR THE QUARTER JULY TO SEPTEMBER 2022.

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 04, 2022 requested the Authority to allow indexation for the quarter July-September 2022 as interim relief.

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 4, 2018 issued in the matter of Matiari Lahore 4000 MW ± 660 KV HVDC Transmission Line Project [Case # NEPRA/TRF-433/PMTC2018], the tariff of Pak Matiari Lahore Transmission Company (Private) Limited (PMLTC) for the quarter ending July-September 2022 has been revised on account of CPI (General), 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	Reference tariff	Revised Jul-Sep 2022 w.e.f 01.07.2022
Transmission Services Charge	(Rs./kW/Hour)	
Foreign O&M	0.0441	0.1054
Local O&M – ICT	0.0323	0.0420
Local O&M – NTDC	0.0411	0.0534
Land Lease	0.0073	0.0073
Insurance	0.0409	0.0409
Return on Equity	0.1680	0.3315
Return on Equity during Construction	0.0388	0.0766
Loan Repayment	0.3038	0.6338
Interest Charges	0.2189	0.4210
Sinosure	0.0250	0.0250
Total Tariff	**0.9202**	**1.7368**
Indexation Values		
Exchange Rate (Rs./USD)	104.4	206
US CPI (All Urban Consumers)	241.38	292.296
CPI General – Local – Old Base	207.3	269.270
6 Month LIBOR	1.1442%	1.46986%

** 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. Also Sinosure will be adjusted at COD.*

*** For the purpose of indexation of Local O&M components for July – September 2021 quarter, CPI of May 2021 was required to be used and similarly for July – September 2022 quarter, CPI of May 2022 is required to be used. However,*

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Pakistan Bureau of Statistics has discontinued the publication of CPI for base year 2007-08 w.e.f. July 2020 and replaced it with National CPI for new base year 2015-16. As per relevant provision of the TSA, the latest available CPI of June 2020 i.e 269.27 for base year 2007-08 has been used for the instant indexation/adjustment. The indexation of Local O&M components is being made on provisional basis, subject to revision upon decision of new reference index value by the Authority.

***** The Authority vide its decision dated March 10, 2021 replaced CPI Base Year 2007.08 with N-CPI Base Year 2015-16. The decision shall be implemented upon Notification in the Official Gazette.*

3.2 The indexation allowed to Pak Matiari Lahore Transmission Company (Private) Limited (PMLTC) is purely on provisional basis till finalization of its COD tariff by the Authority and will be subject to adjustment, if any, in the decision of the Authority at the time of COD adjustment.

3.3 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.

AUTHORITY

Engr. Maqsood Anwar Khan
Member

Rafique Ahmed Shaikh
Vice Chairman

Tauseef H. Farooqi
Chairman

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Annex-1

Transmission Services Charge Components	**Reference tariff**	**Revised Jul-Sep 2022 w.e.f 01.07.2022**
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