



Mr. Syed Safer Hussain,
Registrar,
National Electric Power Regulatory Authority,
NEPRA Tower, Attaturk Avenue (East),
Sector G-5/1,
Islamabad.

Ref No. KE/BPR/NEPRA/2021/2527
October 26, 2021

Subject: Quarterly variation for the quarter July 2021 to September 2021 under Multi-Year Tariff 2017 – 2023

Dear Sir,

This is with reference to the mechanism for monthly and quarterly variations provided in the Multi-Year Tariff Determination of K-Electric Limited (KE) dated July 5, 2018 (MYT), notified vide SRO No. 576 (I)/2019 dated May 22, 2019.

In this regard, please find attached calculation of quarterly variation for the quarter July 2021 to September 2021 along with relevant supports, for Authority's approval.

Quarter	Quarterly Variation per unit (PKR / kWh)
July to September, 2021	4.944

KE dispatches as per Economic Merit Order from its own generating units (with the available fuel resources) and import from external sources. It is also certified that the cost of fuel and power purchase claim does not include any amount of late payment surcharge / mark-up / interest. Requisite details including generation statistic sheets and invoices have already been submitted with monthly cost variations for the months of July 2021 to September 2021.

Heat Rate

In the MYT, NEPRA determined provisional Heat rates for KE's generating plants and directed KE to conduct fresh Heat rate test for its plants, based on which final Heat rates will be determined by NEPRA.

In this regard, NEPRA has issued its decision on Heat rate for BQPS – II plant on January 01, 2020 and accordingly the calculations are based on Heat rates determined therein.

Further, with respect to Heat Rates of KCCP, SGTPS & KGTPS, NEPRA issued its determination on September 02, 2020 and January 18, 2021 respectively, against which KE has filed review motions. The required adjustment will be incorporated after the final heat rates are determined.

Moreover, Heat rate test of BQPS I Plant has been conducted and Independent Engineers' reports have been submitted to NEPRA. The working for required adjustment will be submitted to NEPRA after determination of final Heat rates of BQPS I based on the test results.

Further, KE would humbly request NEPRA for expeditious processing of pending monthly variations for September 2021 and quarterly tariff variations for the period April 2020 to June 2021.

Sincerely,

A handwritten signature in black ink, appearing to be 'Ayaz Jaffar Ahmed', written over a horizontal line.

Ayaz Jaffar Ahmed

Director – Finance & Regulations

Enclosed:

- Calculation sheet of quarterly variation – September 2021