



National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Office Building, G-5/1, Attaturk Avenue (East), Islamabad

Phone: 051-9206500, Fax: 051-2600026

Website: www.nepra.org.pk, Email: registrar@nepra.org.pk

OFFICE OF THE REGISTRAR

No. NEPRA/R/SAT-I/TRF-2751/4919-26

April 03, 2015

Subject: Hearing in the matter of Tariff Petition filed by Mekotex (Private) Limited for Determination of Tariff of Gas based Captive Power Plant of 5.0 MW at Jamshoro, Sindh


The Authority has admitted the tariff petition filed by Mekotex (Private) Limited for Tariff Determination of Gas based captive Power Plant of approximately 5.0 MW located at Plot No. D-15, S.I.T.E, Kotri, District Jamshoro, Sind for sale of surplus power to HESCO and has decided to conduct the public hearing in the matter. In this regard, notice of hearing along with Salient features of the petition has been published in daily national newspapers on 1st and 2nd April 2015 (copy attached) inviting comments (if any) from stakeholders, interested/affected persons and from the general public. The hearing in the subject matter is scheduled according to the date, time and venue as mentioned below:

Date : April 15, 2015 (Wednesday)
Time : 11:00 AM
Venue : NEPRA Tower, G/5-1, Islamabad

2. In case you wish to become a party to the proceedings and participate in the tariff setting process in a more wholesome manner, you may do so by filing an intervention request. Format for intervention request and the contents of an affidavit (to be attached with the Intervention Request) are sent herewith for information and guidance regarding the mode and manner in which you can participate in the proceedings.

3. Given your representative status, you may like to express your views and comments on the subject matter on behalf of your members/clients and file replies or communication in support or in opposition of the petition to assist the Authority in arriving at informed decision. Please submit your comments, if any, on the subject matter latest by April 15, 2015.

4. Copy of tariff petition can be downloaded from NEPRA's official website (i.e. www.nepra.org.pk).


(Iftikhar Ali Khan)
Deputy Registrar

Attachment:

1. Copy of advertisement of Notice of Admission/Hearing
2. Sample format for Intervention Request
3. Contents of Affidavit

1.	President The Federation of Pakistan Chamber of Commerce and Industry (FPCCI), Federation House, Main Clifton Karachi - 5675600	2.	Chairman Public Sector Utility, Sub-Committee Karachi Chamber of Commerce & Industries (KCCI) Aiwan-e-Tijarat Road, Shahrah-e-Liaquat Karachi-2
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3.	President Hyderabad Chamber of Commerce & Industry 488, Chamber Road, Saddar, Hyderabad	4.	President Karachi Chamber of Commerce & Industries (KCCI) Aiwan-e-Tijarat Road, Shahrah-e-Liaquat Karachi-2
5.	M/s SHEHRI 206-G, Block - 2, P.E.C.H.S, Karachi - 75400	6.	President Senior Citizen Foundation of Pakistan 5-P, Markaz G-7, Sitara Market, Islamabad
7.	Executive Director, Transparency International-Pakistan, 5-C, 2nd Floor, Khayaban-e-Ittehad, Phase VII, D.H.A., Karachi.	8.	Director General, Sindh Environmental Protection Agency, Plot No. ST 2/1, Sector 23, Korangi Industrial Area, Karachi

**NATIONAL ELECTRIC POWER REGULATORY AUTHORITY
INTERVENTION REQUEST**

Hearing in the matter of Tariff Petition filed by Mekotex (Private) Limited
for Determination of Tariff of Gas based Captive Power Plant of
5.0 MW at Jamshoro, Sindh

Name/Address	
Manner in which the intervener is likely to be affected by any determination in the proceeding.	(*)
Contention / Grounds of making the formal request	(*)
Relief Sought (if any).	(*)
Brief of evidence (if any)	(*)
Comments.	(*)
	(*)

(*) Add additional Supplements if required

Date: _____

Signature

To be accompanied with:

1. An affidavit on stamped paper (sample attached), sworn before an authorized officer.
2. Intervention Request Fee Rs. /-

DAWN
2-04-2015

JHAWA
1-04-2015



NATIONAL ELECTRIC POWER REGULATORY AUTHORITY (NEPRA)

NOTICE OF ADMISSION / HEARING

**Tariff Petition filed by Mekotex (Private) Limited for
Determination of Tariff of Gas based Captive
Power Plant of 5.0 MW at Jamshoro, Sindh.**

1. All stakeholders, interested/affected persons and the general public are hereby informed that the Authority has admitted the tariff petition filed by Mekotex (Private) Limited for Tariff Determination of Gas based captive Power Plant of approximately 5.0 MW located at Plot No. D-15, S.I.T.E, Kotri, District Jamshoro, Sind for sale of surplus power to HESCO. Salient features of the petition are as under:

i. The petitioner has proposed the following Tariff:

Proposed Tariff	Rs./kWh
Gas Cost Component	6.896
Fixed Cost Component	0.37
Variable Cost Component	1.74
Insurance	0.10
Return on Equity	1.449
Total Tariff	10.555

ii. Fuel cost component is worked out on the basis of gas price of Rs. 573.28/MMBtu, thermal efficiency of 37.5% LHV-HHV factor of 1.1076.

iii. The petitioner assumed a project cost of US\$ 560/kW.

iv. The petitioner proposed financing of the project through 100% equity.

v. The petition assumed 17% ROE for calculation of return on equity component of tariff.

vi. The petitioner assumed a plant factor of 75%.

vii. The petitioner also requested for degradation in efficiency in accordance with manufacturers degradation curve.

2. Following issues have been framed for the Hearing:

i. Whether the proposed efficiency is reasonable?

ii. Whether the Project Cost of US\$ 560/kw is reasonable?

iii. Whether the proposed O & M cost component of tariff is reasonable?

iv. Whether the Variable Cost Component of tariff is reasonable?

v. Whether the Insurance Cost component of tariff is reasonable?

vi. Whether the Return on Equity is reasonable?

3. All stakeholders and interested / affected persons are also informed that in order to arrive at a just and informed decision, the Authority has also decided to hold a hearing in the subject matter according to the date, time and venue as mentioned below:

Date: 15-04-2015 (Wednesday)
Time: 11:00 AM
Venue: NEPRA Tower Attaturk Avenue (East),
Sector G-5/1, Islamabad.

4. Any interested person who desires to participate in the proceedings may file an intervention request within seven (7) days from the date of publication of this notice. Such intervention request shall state the name and address of the person filing the same, objections and the manner in which such person is or is likely to be substantially and specifically affected by any determination in the proceedings. The intervention request may also contain the contentions of the person making the same, the relief sought and the evidence, if any, in support of the case.

5. Any person may also file the comments in the matter within seven (7) days of the publication and the Authority, if deemed fit, may permit participation of such person into the proceedings and also may consider those comments in the final determination.

Registrar NEPRA

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad

Phone: 051-2013200 Fax: 051-2600021, E.mail registrar@nepra.org.pk

For further information and downloading the tariff petition please visit:
www.nepra.org.pk

PID/15032/14

CONTENTS OF AFFIDAVIT

The affidavit to be submitted with any petition or communication where in any statement of fact or opinion is made by the petitioner or the communicator, shall be drawn up in the first person stating the full name, age, occupation and address of the deponent and the capacity in which he is signing and indicating that the statement made therein is true to the best of the knowledge of the deponent, information received by the deponent and belief of the deponent, and shall be signed and sworn before a person lawfully authorized to take and receive affidavit, provided that, a communication filed during the course of a hearing may be affirmed in person before the Authority by the person filing the same.

Where any statement in an affidavit given as per paragraph above is stated to be true according to the information received by the deponent, the affidavit shall also disclose the source of such information.