



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-172/SHPL-2011/ 52-56

April 18, 2024

Subject: Decision of the Authority in the matter of Adjustment in the Insurance Component for the 147 MW Patrind Hydropower Project (Star Hydro Power Ltd.) (Case No. NEPRA/TRF-172/SHPL-2011)

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with **Annex-I** (total 02 pages) regarding adjustment in insurance component of the 147 MW Patrind Hydropower Project of Star Hydro Power Ltd. for the period **November 08, 2022 to November 07, 2023** in Case No. NEPRA/TRF-172/SHPL-2011.

2. The Decision is being intimated to the Federal Government for the purpose of notification in the official Gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

Enclosure: As above

(Engr. Mazhar Iqbal Ranjha)

Secretary,
Ministry of Energy (Power Division),
'A' Block, Pak Secretariat,
Islamabad.

Copy to: (along with copy of subject Decision):


1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.
3. Chief Executive Officer, Central Power Purchasing Agency Guarantee Limited (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.
4. Chief Executive Officer, Star Hydro Power Limited (SHPL), Usman Square, 3rd & 4th Floor, Main Double Road, E-11/2, Islamabad.




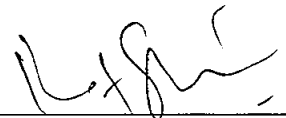
**DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN THE
INSURANCE COMPONENT FOR THE 147 MW PATRIND HYDROPOWER PROJECT OF
STAR HYDROPOWER LIMITED**


1. Pursuant to the Authority's Determination in case No.NEPRA/R/SA(Tariff)TRF-172/SHPL-2011/19480-19482 dated July 29, 2020, notified vide S.R.O. 962/(I)/2021 dated July 29, 2021, in the matter of adjustment at commercial operation date, the insurance component is required to be adjusted annually as per actual incurred prudent costs, subject to a maximum of 1.35% of the EPC cost, on annual basis upon production of authentic documentary evidence.
2. CPPA (G) forwarded the request of SHPL for indexation of insurance components on annual basis for the period starting from November 08, 2022, to November 07, 2023.
3. It was also noted that the Marine Hull insurance has been claimed by SHPL as part of operational insurance without any breakup. According to the scheduled 8 part II (operational period), the scope of the operation period insurance does not include Marine Hull insurance, therefore the same has also been excluded.
4. The revised tariff components attached as **Annex-I** are to be notified in the official gazette, in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
5. CPPA (G) to ensure that all payments are consistent with tariff determination(s).

Authority


Mathar Niaz Rana (nsc)
Member


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Amina Ahmed
Member


Waseem Mukhtar
Chairman



Star Hydropower Limited
Schedule of Adjustment of Insurance Components

Period	Revised Insurance Premium	Revised Insurance Component	Revised Insurance Premium as %age of EPC	Applicable Exchange Rate. Rs./US\$
	Rs.	Rs./kW/M		
Nov 8, 2022 - Nov 7, 2023	896,877,751	508.4341	1.20%	288.00

*The reference EPC cost as per the COD tariff Determination is USD. 258.93 million

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