



# National Electric Power Regulatory Authority Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad.  
Tel: +92-51-9206500, Fax: +92-51-2600026  
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

**Registrar**

No. NEPRA/R/ADG(Trf)/TRF-68/APL-2007/ 3049-53

February 29, 2024

Subject: **Decision of the Authority in the matter of Adjustment in Insurance Component of Capacity Charge Part of Tariff for the period from December 18, 2023 to December 17, 2024 for Atlas Power Limited (Case No. NEPRA/TRF-68/APL-2007)**

Dear Sir,

Please find enclosed herewith decision of the Authority along with schedule of Insurance Component of Capacity Charge at **Annex-I** (total 02 pages) regarding adjustment in insurance component of capacity charge part of Atlas Power Limited tariff on account of Actual Insurance Premium for the period from **December 18, 2023 to December 17, 2024** in Case No. NEPRA/TRF-68/APL-2007.

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

CC:

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, Atlas Power Limited (APL), 26/27 K.M. Lahore-Sheikhupura Road, Sheikhupura.

**DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF FOR THE PERIOD FROM DECEMBER 18, 2023 TO DECEMBER 17, 2024 FOR ATLAS POWER LIMITED.**

1. Pursuant to the decision of the Authority dated May 19, 2010 in the matter of tariff adjustment at Commercial Operation Date (COD) notified vide S.R.O 389(I)/2010 dated June 4, 2010 regarding Atlas Power Limited (APL), the insurance component of tariff is subject to adjustment as per actual annually. APL requested to approve insurance component of Rs. 0.3069/kW/h for the period from December 18, 2023 to December 17, 2024. APL in support of its request provided copies of insurance policies, premium calculation, premium payment evidences, details of no claim bonus and quotations from three independent insurance companies. The details of requested insurance cost net of sales tax is as under:

Particulars	Net Amount (Rs.)
General Liability Insurance	2,012,374
Machinery Insurance	496,409,051
Political Violence Insurance	62,178,209
Vehicle Insurance	14,644,471
<b>Total</b>	<b>575,244,105</b>

2. The Authority in its collective and joint wisdom considering all aspects decided with consensus as under; which will be hereafter called as decision of Authority in the matter:-

“Based on information and documentary evidence(s) provided by APL and in accordance with Schedule VIII of Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised for the coverage period from December 18, 2023 to December 17, 2024 (366 days) on the basis of net insurance cost of Rs. 575,244,105.”

3. The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

Period	Insurance Component Rs./kW/h	
	Reference (May 19, 2010)	Revised
December 18, 2023 to December 17, 2024	0.1258	0.3062

4. The above decision of the Authority along with revised tariff schedule attached as **Annex-I** are to be notified in the Official Gazette, in accordance with the provisions 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 the tariff determination(s).

**AUTHORITY**

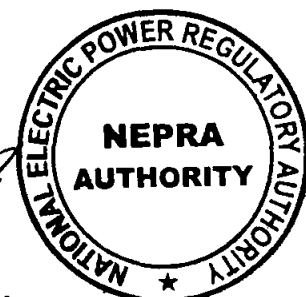
Mathar Niaz Rana (nsc)  
Member

Engr. Maqsood Anwar Khan  
Member

Engr. Rafique Ahmed Shaikh  
Member

Amina Ahmed  
Member

Waseem Mukhtar  
Chairman



**Atlas Power Limited**  
**Schedule of Insurance Component of Capacity Charge**  
**Adjustment on account of Actual Insurance Premium**

Period	Reference Insurance Premium	Revised Insurance Premium	Actual Premium of EPC Against the Allowed Limit of 1.35%	Reference Insurance Component (May 19, 2010)	Revised Insurance Component
	Rs.	Rs.		Rs./kW/Hour	Rs./kW/Hour
December 18, 2023 to December 17, 2024	235,724,802	575,244,105	0.98%	0.1258	0.3062

- Based on the data declared by Atlas Power Limited.

AG

