



Registrar

# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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

No. NEPRA/R/ADG(Trf)/TRF-85/HPGCL-2007/ 14414-18

September 13, 2024

Subject: Decision of the Authority in the Matter of Adjustment/Indexation in Insurance Component of Capacity Charge Part of Tariff for the Period of June 15, 2024 to June 14, 2025 for Halmore Power Generation Company Limited (HPGCL)

Dear Sir,

Please find enclosed herewith the subject 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 Halmore Power Generation Company Limited's tariff on account of Actual Insurance Premium for the period June 15, 2024 to June 14, 2025 in Case No. NEPRA/TRF-85/HPGCL-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 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

*Wasim Anwar Bhinder*  
(Wasim Anwar Bhinder)

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

Copy to:

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, Halmore Power Generation Company Ltd., 94-A, Commercial Broadway, Phase-8, Defence Housing Authority, Lahore

**DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT/INDEXATION IN INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF FOR THE PERIOD OF JUNE 15, 2024 TO JUNE 14, 2025 FOR HALMORE POWER GENERATION COMPANY LIMITED (HPGCL).**

1. Pursuant to the decision of the Authority dated January 8, 2014 in the matter of tariff adjustments at Commercial Operations Date (COD), decision of the Authority dated November 6, 2014 read with corrigendum dated December 4, 2014 in the matter of Motion for Leave for Review regarding Halmore Power Generation Company Limited (HPGCL), the insurance component of capacity charge part of tariff is subject to adjustment as per actual. HPGCL requested to approve insurance component of Rs. 0.3167/kW/h for the period June 15, 2024 to June 14, 2025. HPGCL in support of its request provided copies of premium invoices, payment evidences and quotations from insurance companies for current year i.e. 2024-25. The details of requested insurance cost net of Federal Exercise Duty is as under:

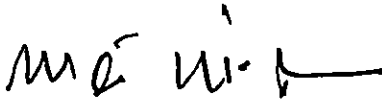
Insurance Policy	Amount (PKR)
All risk of direct loss or damage including Machinery Breakdown, Boiler Explosion and Business Interruption	553,536,660
Sabotage and Terrorism, Strikes, Riots, Civil Commotion and Malicious Damage	23,194,750
Public and Product Liability	3,024,040
<b>Total</b>	<b>579,755,450</b>

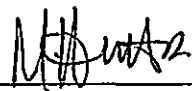
2. The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of the Authority in the matter:-

“Based on the information and documentary evidence(s) provided by HPGCL and in accordance with Schedule VIII of the Power Purchase Agreement, the insurance component of capacity charge part of tariff of Rs. 0.3167/kW/h has been revised pertaining to coverage period of June 15, 2024 to June 14, 2025 on the basis of net insurance cost of Rs. 579,755,450.”

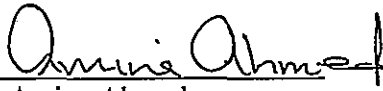
3. The above decision of the Authority along with revised tariff schedule attached as **Annex-I** are to be notified in the Official Gazette in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
4. CPPA (G) to ensure that all payments are consistent with the tariff determination(s).


**AUTHORITY**

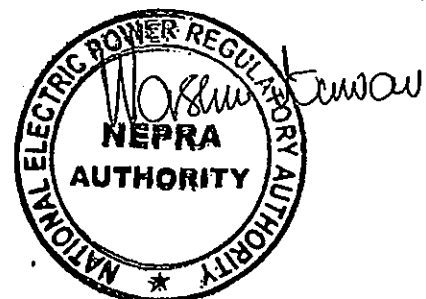
  
Mathar Niaz Rana (nsc)  
Member

  
Engr. Maqsood Anwar Khan  
Member

  
Engr. Rafique Ahmed Shaikh  
Member

  
Amina Ahmed  
Member

  
Waseem Mukhtar  
Chairman



**Halmore Power Generation Company Limited**  
**Schedule of Insurance Component of Capacity Charge**  
**Adjustment on account of Actual Insurance Premium**

Period	Reference Insurance Premium	Previous Insurance Premium	Revised Insurance Premium	Actual Premium of EPC Against the Allowed Limit of 1.35%	Reference Insurance Component	Previous Insurance Component	Revised Insurance Component
	Rs.	Rs.	Rs.		Rs./kW/Hour	Rs./kW/Hour	Rs./kW/Hour
June 15, 2024 to June 14, 2025	179,889,000	579,755,427	579,755,450	1.20%	0.0983	0.3158	0.3167

-Based on data declared by Halmore Power Generation Company Limited

