



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(Tariff)/TRF-100/Laraib-2009/ 10950-54

July 17, 2025

Subject: **Decision of the Authority in the matter of Adjustment in Insurance Component of the tariff of Laraib Energy Limited (LEL)**

Dear Sir,

Please find enclosed herewith the subject decision of the Authority (total 01 page) regarding adjustment in insurance component of tariff for the period **23rd March 2024 to 22nd March 2025** for Laraib Energy Ltd. in Case No. NEPRA/TRF-100/2009.

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)

Secretary,
Ministry of Energy (Power Division),
'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 (CPPAG), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.
4. Chief Executive, Laraib Energy Ltd., Office No. 12, 2nd Floor, Executive Complex, G-8 Markaz, Islamabad Tele: 051 – 2255 431 – 32

**DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT
OF THE TARIFF OF LARAIB ENERGY LIMITED (LEL)**

1. Pursuant to the decisions of the Authority dated 14th April 2016 in the matter of tariff adjustment at Commercial Operation Date (COD), notified vide SRO 585(I)/2016 dated June 28th 2016, Motion for Recalculation dated 26th May 2016 and Motion for Review filed by LEL against the decision of the Authority at COD dated June 30th 2016, based on information provided by LEL, the insurance component is subject to adjustment as per actual. Through CPPA-G, LEL requested approval of an insurance component of Rs. 0.4895/kWh for the 12th agreement year. LEL in support of its request provided premium invoices, SBP approval and bank account statements. The details are as under:

Insurance Polic Name	Amount Rs.
Material Damage & Business Interruption	187,064,517
Public Product and Production Liability	3,677,536
Terrorism, Sabotage, Strikes & Riots	29,505,264
Valuation Fee	9,824,056
Total	230,071,373

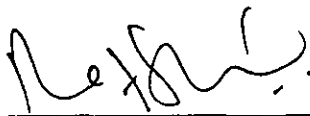
2. It was noted that the claimed amount also included an amount of Rs. 9,824,056 pertaining to the valuation fee of Rushton International, which was not adequately supported. Accordingly, CPPA-G was asked vide letter dated December 20, 2024 to provide the same. CPPA-G in its reply did not address the queries raised in the said letter, therefore, the subject amount has been set aside.
3. The Authority in its collective and joint wisdom after examining from all aspects decided with consensus as under; which will be hereafter called as decision of the Authority in the matter:

“Based on the information/documents provided by LEL and in accordance with Schedule 8 of the PPA, the insurance component of the tariff for the insurance coverage period of March 23, 2024 to March 22, 2025 has been revised and is indicated hereunder shall be immediately applicable.”

Period	Reference Insurance Premium at COD	Revised Insurance Premium	Reference Insurance Component at COD	Revised Insurance Component
	Rs.	Rs.	Rs./kWh	Rs./kWh
23rd March 2024 - 22nd March 2025	118,735,071	220,247,317	0.2526	0.4686

4. The revised insurance component of tariff is 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).

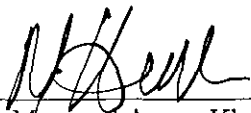
Authority



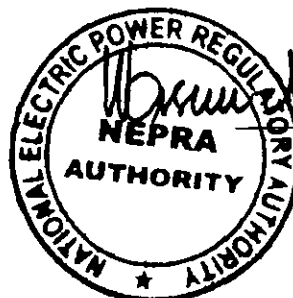

Engr. Rafique Ahmed Shaikh
Member



Amina Ahmed
Member



Engr. Maqsood Anwar Khan
Member

Waseem Mukhtar
Chairman