Registrar

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/DG(Trf)/TRF-70/NCPL-2007/ 22230-34 November 18, 2026

Subject: **Decision of the Authority in the matter of Adjustment in Insurance Component of tariff for the Period of July 01, 2026 to June 30, 2027 for Nishat Chunian Power Limited**

Dear Sir,

Please find enclosed herewith subject the Decision of the Authority along with **Annex-I** (total 03 pages) regarding adjustment in insurance component of Nishat Chunian Power Limited tariff on account of Actual Insurance Premium for the period **July 01, 2026 to June 30, 2027** in Case No. NEPRA/TRF-70/NCPL-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 Calendar 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

(Wasim Anwar Bhinder)

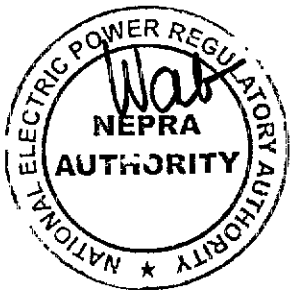
Secretary,
Ministry of Energy (Power Division),
'A' Block, Pak Secretariat,
Islamabad.

Copy to:

1. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad
2. Mr. Shehriyar Abbasi, Deputy Secretary, Cabinet Division, Cabinet 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 Officer, Nishat Chunian Power Limited (NCPL), 17-B, Aziz Avenue, Canal Bank, Gulberg V, Lahore

DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF TARIFF FOR THE PERIOD OF JULY 1, 2026 TO JUNE 30, 2027 FOR NISHAT CHUNIAN POWER LIMITED.

1. Pursuant to the decision of the Authority dated December 31, 2010 in the matter of adjustment at Commercial Operation Date (COD) in the case of Nishat Chunian Power Limited (NCPL) and the decision of the Authority dated May 27, 2025 in the matter of joint application filed by CPPA-G and NCPL for reduction in tariff components notified vide S.R.O. No. 1323(I)/2025 on July 14, 2025, the insurance component of tariff is subject to annual adjustment based on the actual premium or 0.9% of EPC cost at exchange rate prevailing on the first day of insurance coverage period, whichever is lower. NCPL requested to approve insurance component of Rs. 0.2716/kW/h for the period July 1, 2026 to June 30, 2027 based on the capped insurance premium of Rs. 465,816,380, calculated at 0.90% of the EPC cost. NCPL in support of its request submitted premium invoices, no claim bonus certificate and payment evidences of previous year. The details of requested insurance cost net of Sales Tax on Services is as under:



Name of Policy	Premium (Rs.)
Machinery Break Down & Business Interruption	448,883,180
Terrorism & Sabotage	87,106,823
Third party Liability	9,468,997
Motor Car Insurance	1,677,728
Electronic Equipment	287,908
Cash Insurance	17,784
Total	**547,442,420**

2. Schedule VIII of the PPA does not cover Electronic Equipment and Cash Insurance. Accordingly, the associated insurance premium has been excluded from the calculation. The adjusted insurance premium of Rs. 547,136,728 works out 1.06% of the allowed EPC cost Rs. 51,757,375,500 (US$ 185.81 million at exchange rate of Rs. 278.55/US$) which exceeds the maximum insurance premium cap of Rs. 465,816,380 (0.9% of the EPC). Accordingly, the insurance component is revised on the basis of maximum insurance cap and the same is requested by NCPL.

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

"Based on information and documentary evidence(s) provided by NCPL and in accordance with Schedule VIII of Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised to Rs. 0.2716/kW/h for

the coverage period of July 1, 2026 to June 30, 2027 on the basis of net insurance cost of Rs. 465,816,380/-."

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 (XL of 1997).

5. CPPA-G to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY

Amina Ahmed
Member

Engr. Maqsood Anwar Khan
Member

Ghulamullah Shaikh
Member

Waseem Mukhtar
Chairman

NATIONAL ELECTRIC POWER REGULATORY AUTHORITY
NEPRA
AUTHORITY

Annex-I

Nishat Chunian Power Limited
Schedule of Insurance Component
Adjustment on account of Actual Insurance Premium

Period	Reference Insurance Premium	Previous Insurance Premium	Revised Insurance Premium	Actual Premuim of EPC Against the Allowed Limit of 0.9%	Reference Insurance Component	Previous Insurance Component	Revised Insurance Component
	Rs.	Rs.	Rs.		Rs./kW/Hour	Rs./kW/Hour	Rs./kW/Hour
July 1, 2026 to June 30, 2027	158,990,519	475,097,589	465,816,380	0.9%	0.0927	0.2770	0.2716

* Based on the data declared by Nishat Chunian Power Limited.

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