



Registrar

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

No. NEPRA/R/ADG(Trf)/TRF-70/NCPL-2007/ 1351-SS

January 16, 2026

Subject: Decision of the Authority in the matter of Quarterly Indexation/Adjustment of tariff for January-March 2026 Quarter for Nishat Churian Power Limited

Dear Sir,

This is with reference to NEPRA Letter dated January 09, 2026 (Copy enclosed) on the subject. The dispatch Numer of the said Letter may be erroneously written as 598-502 may please be read as 498-502.

Enclosure: As above


(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 (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad
4. Chief Executive Officer, Nishat Churian Power Limited (NCPL), 31-Q, Gulberg-II, Lahore



Registrar

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

No. NEPRA/R/ADG(Trf)/TRF-70/NCPL-2007/ 598-502

January 09, 2026

Subject: Decision of the Authority in the matter of Adjustment in Insurance Component of Tariff for the Period of July 01, 2025 to June 30, 2026 for Nishat Chunian Power Limited

Dear Sir,

Please find enclosed herewith subject the Decision of the Authority along with Annex-I (total 02 pages) regarding adjustment in insurance component of Nishat Chunian Power Limited tariff on account of Actual Insurance Premium for the period July 01, 2025 to June 30, 2026 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 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), 31-Q, Gulberg-II, Lahore

DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF TARIFF FOR THE PERIOD OF JULY 1, 2025 TO JUNE 30, 2026 FOR NISHAT CHUNIAN POWER LIMITED.

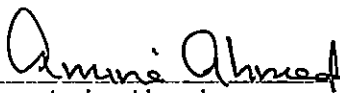
- Pursuant to the decision of the Authority dated December 31, 2010 in the matter of adjustment at Commercial Operation Date (COD) in the case of Nishat Chunian Power Limited (NCPL) and the decision of the Authority dated May 27, 2025 in the matter of joint application filed by CPPA-G and NCPL for reduction in tariff components notified vide S.R.O. No. 1323(I)/2025 on July 14, 2025, the insurance component of tariff is subject to adjustment as per actual annually. NCPL requested to approve insurance component of Rs. 0.2770/kW/h for the period July 1, 2025 to June 30, 2026. NCPL in support of its request submitted copies of insurance policies, premium calculations, no claim bonus and payment evidences of previous year. The details of requested insurance cost net of Sales Tax on Services is as under:

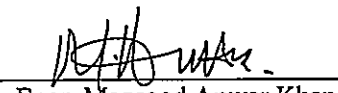
Sr. No.	Name of Policy	Premium (Rs.)
1	Machinery Breakdown & Business Interruption	471,439,519
2	Terrorism & Sabotage	46,706,823
3	Third Party Liability	5,428,997
4	Vehicle Insurance	1,131,230
5	Electronic Equipment & Machinery Tools	16,723
6	Cash	86,294
Total		524,809,586

- Schedule VIII of the Power Purchase Agreement (PPA) does not provide provision for electronic equipment & machinery tools and cash and insurances, therefore, the same has not been considered.
- After excluding the above-mentioned insurance costs, the net admissible insurance cost amounts to Rs. 524,706,569.00, which works out to 0.99% of EPC cost at the exchange rate of Rs. 284.10/US\$. However, the Authority through its decision dated May 27, 2025 revised the insurance adjustment mechanism, wherein, NCPL is allowed to adjust its insurance component annually on the basis of actual premium or 0.90% of EPC cost, whichever is lower. Accordingly, 0.90% of the EPC cost i.e. US\$ 185,810,000.00 translates into Rs. 475,097,589.00 at the prevailing exchange rate and same has been allowed.
- 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 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. 0.2770/kW/h for the coverage period of July 1, 2025 to June 30, 2026 on the basis of net insurance cost of Rs. 475,097,589.00.”
- 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).
- CPPA-G to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY


Amina Ahmed
Member


Engr. Maqsood Anwar Khan
Member




Waseem Mukhtar
Chairman

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 Premium 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, 2025 to June 30, 2026	158,990,519	504,522,059	475,097,589	0.90%	0.0927	0.2943	0.2770

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

Ans 9

