



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/Director(Trf)/TRF-124/OPCL-2009/41484-41486
November 17, 2020

Subject: Decision of the Authority in the matter of Adjustment in Insurance Component of Capacity Charge Part of Tariff for Orient Power Company (Pvt.) Ltd. [Case No. NEPRA/TRF-124/OPCL-2009(2)]

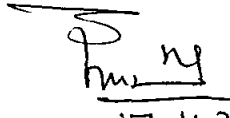
Dear Sir,

Please find enclosed herewith the Decision of the Authority along with schedule of tariff Annexure-1 (02 pages) regarding adjustment in insurance component of capacity charge part of tariff of Orient Power Company (Pvt.) Ltd. on account of Actual Insurance Premium for the period May 24, 2020 to May 23, 2021 in Case No. NEPRA/TRF-124/OPCL-2009(2).

2. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in the approved tariff through the official Gazette pursuant to Section 31 (7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

3. The revised Tariff Schedule attached as Annex-I is to be notified in the official Gazette.

Enclosure: As above


17 11 20
(Syed Safeer Hussain)

Secretary,
Ministry of Energy (Power Division),
Government of Pakistan
Islamabad.

CC:

1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad
2. Secretary, Ministry of Finance, 'Q' Block, Pak Secretariat, Islamabad.

**DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT
OF CAPACITY CHARGE PART OF TARIFF OF ORIENT POWER COMPANY LIMITED (OPCL)**

1. Pursuant to the decision of the Authority dated January 12, 2012 in the matter of Motion for Leave for review filed by Orient Power Company Limited (OPCL) against the decision of the Authority regarding adjustments in generation tariff at Commercial Operation Date (COD), the insurance component of tariff is subject to adjustment as per actual annually. OPCL vide its letters dated August 31, 2020 requested to approve insurance component of Rs. 0.0921/kW/h for the period May 24, 2020 to May 23, 2021. Further, OPCL vide its letter dated October 28, 2020 provided copies of insurance policies, premium calculations and premium payment evidences of previous year. The details of requested insurance cost net of Federal Exercise Duty is as under:

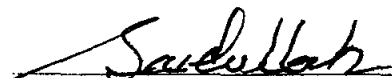
Insurance Policy	Amount (Rs.)
Property Damage and Business Interruption	159,400,068
Terrorism & Sabotage	10,432,163
Public, Product and Pollution Liability	1,861,025
Total	171,693,256

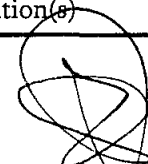
2. Accordingly, on the basis of net insurance cost of Rs. 171,693,256 and in accordance with the schedule VIII of the Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised for May 24, 2020 to May 23, 2021. The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable :

Period	Insurance Component (Rs./kW/Hour)	
	Reference	Revised
May 24, 2020 to May 23, 2021	0.0400	0.0921

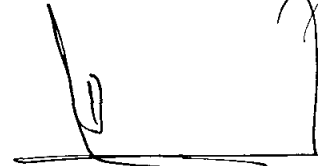
3. The revised tariff schedule attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
4. CPPA(G) to ensure that all payments are consistent with tariff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

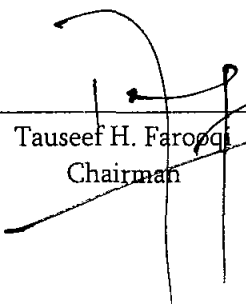
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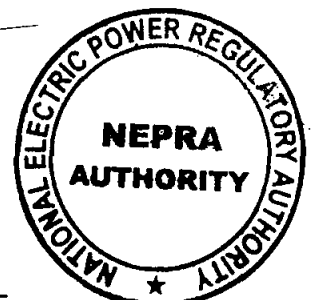

Saif Ullah Chattha
Member 9.11.2020


Rehmatullah Baloch
Member 2.9.11/2020


Engr. Rafique Ahmed Shaikh
Member 9/11/20


Engr. Bahadur Shah
Member


Tauseef H. Farooqi
Chairman



Orient Power Company Limited
Schedule of Insurance Component of Capacity Charge
Adjustment on account of Actual Insurance Premium

Period	Reference Insurance Premium	Revised Insurance Premium	Reference Insurance Component	Revised Insurance Component
	Rs.	Rs.	Rs./kW/Hour	Rs./kW/Hour
May 24, 2020 to May 23, 2021	74,544,969	171,693,256	0.0400	0.0921

