



Registrar

# National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/DG(Trf)/TRF-124/OPCL-2009/12054-56

May 12, 2023

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]**

Dear Sir,

Please find enclosed herewith decision of the Authority along with schedule of Insurance Component of Capacity Charge (**Annex-I**) (02 pages) regarding adjustment in insurance component of capacity charge part of tariff of Orient Power Company Ltd. tariff on account of Actual Insurance Premium for the period from 24<sup>th</sup> May 2022 to 23<sup>rd</sup> May 2023 in Case No. No. NEPRA/TRF-124/OPCL-2009(2).

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 or refer the matter to the Authority for reconsideration, 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.

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

Enclosure: As above

  
( Engr. Mazhar Iqbal Ranjha )

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 requested to approve insurance component of Rs. 0.1235/kW/h for the period May 24, 2022 to May 23, 2023. OPCL in support of its request provided copies of insurance policies, details of no claim bonus and premium payment evidences. The details of requested insurance cost net of Federal Exercise Duty is as under:

Insurance Policy	Amount (Rs.)
Property Damage and Business Interruption	215,604,658
Terrorism & Sabotage	12,084,695
Public, Product and Pollution Liability	2,553,001
<b>Total</b>	<b>230,242,354</b>

2. Accordingly, on the basis documentary evidences 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, 2022 to May 23, 2023. The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable :

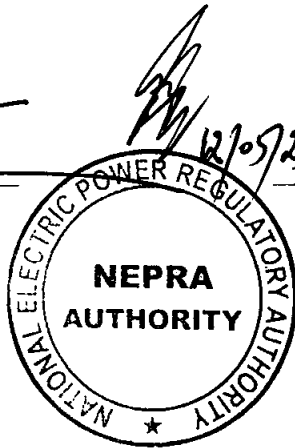
Period	Insurance Component (Rs./kW/Hour)	
	Reference (Jan 12, 2012)	Revised
May 24, 2022 to May 23, 2023	0.0400	0.1235

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)

**AUTHORITY**

*Mathar Niaz Rana*

Mathar Niaz Rana (nsc)  
Member



*Engr. Maqsood Anwar Khan*

Engr. Maqsood Anwar Khan  
Member

*Engr. Rafique Ahmed Shaikh*

Engr. Rafique Ahmed Shaikh  
Member

*Amina Ahmed*

Amina Ahmed  
Member

*Tauseef H. Farooqi*

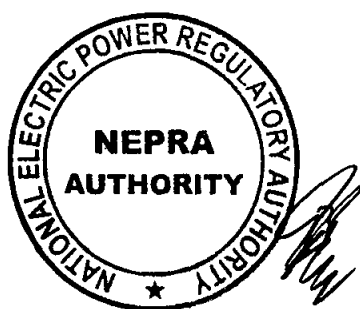
Tauseef H. Farooqi  
Chairman

1/2

**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	Actual Premium of EPC Against the Allowed Limit of 1.35%	Reference Insurance Component	Revised Insurance Component
	Rs.	Rs.		Rs./kW/Hour	Rs./kW/Hour
May 24, 2022 to May 23, 2023	74,544,969	230,242,354	0.77%	0.0400	0.1235

Note: Based on the data declared by Orient Power Company Limited.



2/2