



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-124 /OPCL-2009/ 18674-78

December 04, 2024

Subject: Decision of the Authority in the matter of Adjustment in Insurance Component of Capacity Charge Part of Tariff for the period of May 24, 2024 to May 23, 2025 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 at **Annex-I** (total 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 of **May 24, 2024 to May 23, 2025** in Case No. NEPRA/TRF-124/OPCL-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.

Encl: As above

Wasim Anwar Bhinder
(Wasim Anwar Bhinder)

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

CC:

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 (CPPA-G), Shaheen Plaza, 73-West, Fazl-e-Haq Road, Islamabad.
4. Chief Executive Officer, Orient Power Company (Pvt.) Ltd., 10-Ali Block, New Garden Town, Lahore.



DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF FOR THE PERIOD OF MAY 24, 2024 TO MAY 23, 2025 FOR 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. 0.1490/kW/h for the period May 24, 2024 to May 23, 2025. 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	255,605,844
Terrorism & Sabotage	19,411,831
Public, Product and Pollution Liability	2,680,716
Total	277,698,391

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

“Based on information and documentary evidence(s) provided by OPCL and in accordance with the schedule VIII of the Power Purchase Agreement, the insurance component of capacity charge part of tariff of Rs. 0.1490/kW/h has been revised for the coverage period from May 24, 2024 to May 23, 2025 on the basis of net insurance cost of Rs. 277,698,391.”

3. 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.
4. CPPA(G) to ensure that all payments are consistent with tariff determination(s)

AUTHORITY

Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan
Member

Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed
Member

Waseem Mukhtar
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	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, 2024 to May 23, 2025	74,544,969	277,698,391	0.68%	0.0400	0.1490

- Based on the data declared by Orient Power Company Limited.

Ans 9

