



National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Registrar

No. NEPRA/R/ADG(Trf)/TRF-347/QATPL-2016/ 36258-62

November 08, 2023

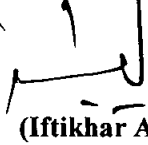
Subject: Annual Adjustment of Insurance Component for the Period May 20, 2023 to May 19, 2024 of Quaid-e-Azam Thermal Power Private Limited (Case No. NEPRA/TRF-347/QATPL-2016)

Dear Sir,

Please find enclosed herewith the subject decision of the Authority along with Annex-I (total 03 pages) of Quaid-e-Azam Thermal Power Private Limited for the Period **May 20, 2023 to May 19, 2024** on account of revision of insurance component on RLNG and HSD in Case No. NEPRA/TRF-347/QATPL-2016.

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.

Enclosure: As above

 8/11/23
(Iftikhar Ali Khan)

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

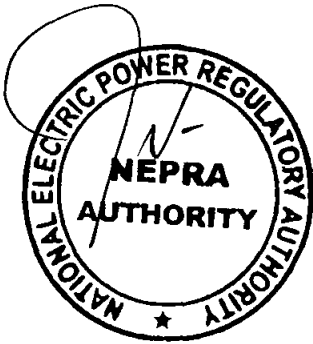
CC:

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, Quaid-e-Azam Thermal Power (Pvt.) Ltd.
First Floor, 7-C-1, Gulberg-III, Lahore



**ANNUAL ADJUSTMENT OF INSURANCE COMPONENT FOR THE PERIOD
MAY 20, 2023 TO MAY 19, 2024 OF QUAID-E-AZAM THERMAL POWER
PRIVATE LIMITED.**

- Pursuant to the Authority's decision dated January 3, 2023 notified vide S.R.O. No. 182(1)/2023 in the matter of Commercial Operation Date Adjustment of Quaid-e-Azam Thermal Power Private Limited (QATPL), the insurance component of tariff is subject to annual adjustment as per actual cost. QATPL requested to revise the insurance component on RLNG and HSD fuels as Rs. 0.1543/kW/h and Rs. 0.1683/kW/h respectively for the period of May 20, 2023 to May 19, 2024. QATPL provided copies of premium invoices and payment evidences. The detail of insurance premium paid is provided hereunder:



Sr.	Insurance Policy	Premium Excl. Sales Tax (Rs.)
1.	All Risks	1,710,139,248
2.	Political Violence	71,794,790
3.	Third Party Liability	6,452,010
Total		1,788,386,048
Total (US\$)		5,490,670

- As per the approved mechanism, QATPL is allowed to adjust its insurance component annually on the basis of Actual Premium or 1% of the EPC cost at exchange rate prevailing on the 1st day of the insurance coverage period, whichever is lower. Accordingly 1% of the EPC cost of US\$ 549.067 million for the period from May 20, 2023 to May 19, 2024 works out Rs. 1,570,880,687 at prevailing exchange rate of Rs. 286.10/US\$.
- The requested insurance premium works out 1.15% of the approved EPC cost and is higher than the approved limit of insurance cost. Therefore, as per the approved mechanism maximum allowed insurance premium of Rs. 1,570,880,687 has been considered for adjusted insurance components.
- The Authority in its collective and joint wisdom decided with consensus as under; which will be hereafter called as decision of the Authority in the matter:-

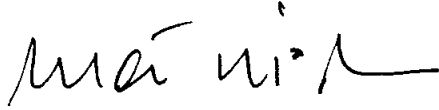
“Based on the documentary evidences provided by QATPL and in accordance with Schedule VIII of the Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised pertaining to coverage period of May 20, 2023 to May 19, 2024 (366 days).”

- The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

Period	Reference Insurance Component		Revised Insurance Component	
	RLNG	HSD	RLNG	HSD
	Rs./kW/Hour	Rs./kW/Hour	Rs./kW/Hour	Rs./kW/Hour
May 20, 2023 to May 19, 2024	0.0574	0.0626	0.1538	0.1676

6. The revised tariff schedule attached as **Annex-I** is to be notified in the official Gazette, in accordance with the provision of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997.

AUTHORITY



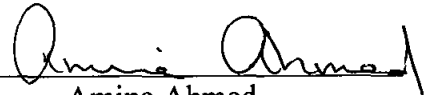
Mathar Niaz Rana (nsc)
Member



Engr. Maqsood Anwar Khan
Member



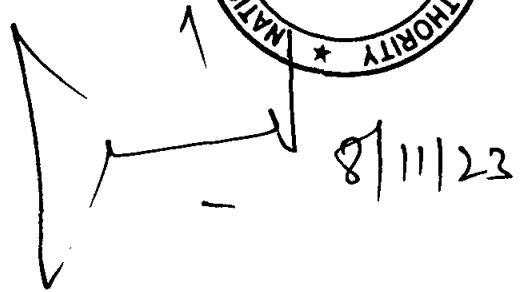
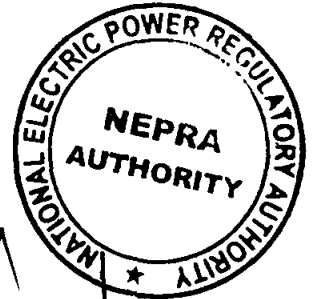
Engr. Rafique Ahmed Shaikh
Member



Amina Ahmed
Member



Waseem Mukhtar
Chairman



Quaid-e-Azam Thermal Power Private Limited
Schedule of Insurance Component of Capacity Charge
Adjustment on Account of Actual Insurance Premium

Period	Reference Insurance Premium	Revised Insurance Premium	Plant Operation	Reference Insurance Component	Revised Insurance Component
	Rs.	Rs.		Rs./kW/Hour	Rs./kW/Hour
May 20, 2023 to May 19, 2024	584,901,320	1,570,880,687	RLNG	0.0574	0.1538
			HSD	0.0626	0.1676

-Based on data declared by Quaid-e-Azam Thermal Power Private Limited

