



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Tariff)/TRF-99/SPL-2008/ 33766-09

September 21, 2023

Subject: **Decision of the Authority in the matter of Adjustment in Insurance Component of Capacity Charge Part of Tariff of Saif Power Ltd. (Case No. NEPRA/TRF-99/SPL-2008)**

Dear Sir,

Please find enclosed herewith the 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 Saif Power Ltd.'s tariff on account of Actual Insurance Premium for the period 30th April 2023 to 29th April 2024 in Case No. NEPRA/TRF-99/SPL-2008.

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


(Engr. Mazhar Iqbal Ranjha)

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, Saif Power Ltd. 4th Floor, Kashmir Commercial Complex (KCC), Fazal-ul-Haq Road, Block-E, Blue Area, Islamabad

DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF OF SAIF POWER LIMITED.

1. Pursuant to the decision of the Authority dated June 20, 2011 in the matter of adjustment at Commercial Operation Date (COD) in the case of Saif Power Limited (SPL), the insurance component of tariff is subject to adjustment as per actual annually. SPL requested to approve insurance component of Rs. 0.1998/kW/Hour for the period April 30, 2023 to April 29, 2024. SPL also submitted copies of insurance policies, premium calculations and payment evidences. The details of requested insurance cost net of Sales tax on Services is as under:

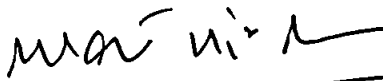
Insurance Policy	Amount (Rs.)
All risk of direct physical loss or damage including Machinery Breakdown, Boiler Explosion and Business Interruption.	341,584,209
Terrorism and/or Sabotage, Strikes, Riots, Civil Commotion and Malicious Damage including Business Interruption.	23,333,934
Third Party Liability	2,239,225
Total	367,157,368

2. Accordingly, on the basis of documents provided by SPL, Schedule VIII of PPA and insurance premium of Rs. 367,157,368/- (exclusive of Sales tax on Services), the insurance component of capacity charge part of tariff has been revised pertaining to coverage period April 30, 2023 to April 29, 2024 (366 days). The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

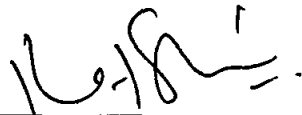
Period	Revised Insurance Component Rs./kW/Hour
April 30, 2023 to April 29, 2024	0.1992

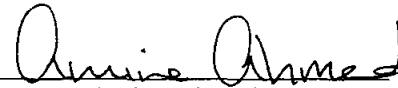
3. The revised tariff schedule attached as **Annex-I** is to be notified in the official gazette, in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
4. CPPA(G) to ensure that all payments are consistent with tariff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

AUTHORITY


Mathar Niaz Rana (nsc)
Member


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shaikh
Member


Amina Ahmed
Member


Waseem Mukhtar
Chairman



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

Period	Reference Insurance Premium	Actual Premium of EPC Against the Allowed Limit of 1.35%	Revised Insurance Premium	Reference Insurance Component	Revised Insurance Component
	Rs.		Rs.	Rs./kW/Hour	Rs./kW/Hour
April 30, 2023 to April 29, 2024	171,410,026	0.79%	367,157,368	0.0933	0.1992

