



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Trf)/TRF-122/UCH-II-2008/43259-43261

December 24, 2021

Subject: Decision of the Authority in the matter of Adjustment in Insurance Components of Capacity Charge Part of Tariff for Uch-II Power (Private) Ltd. (Uch-II) [Case No. NEPRA/TRF-122/UCH-II-2008]

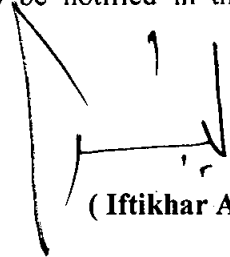
Dear Sir,

Please find enclosed herewith decision of the Authority along with Annex-I (02 pages) regarding Adjustment in Insurance Components of Capacity Charge Part of Tariff on account of Actual Insurance Premium for the period April 4, 2020 to April 3, 2021 in respect of Uch-II Power (Private) Ltd. (Uch-II) in Case No. NEPRA/TRF-122/UCH-II-2008.

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

 24/12/21
(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.



DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF FOR UCH-II POWER (PVT) LIMITED

1. Pursuant to the decision of the Authority dated April 24, 2018 in the matter of Motion for Leave for Review filed by Uch-II Power (Pvt.) Limited (Uch-II) against the decision of the Authority at COD dated July 3, 2017, the insurance component of capacity charge part of tariff is subject to adjustment as per actual. Uch-II vide its letter No. 1.2.9/NEPRA/ar dated October 6, 2021 requested to approve insurance component of Rs. 0.1362/kW/h for the period April 4, 2020 to April 3, 2021. Uch-II in support of its request provided copies of premium invoices, insurance policies, payment evidences and detail of No Claim Bonus. The details of requested insurance cost net of sale tax is as under:

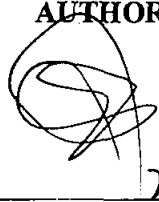
Insurance Policy	Amount (PKR)
All Risks and Business Interruption including EFU Fronting Fees	409,095,439
Sabotage & Terrorism	63,447,241
Third Party Liability	3,164,810
Refund	(21,503,491)
Total	454,201,998

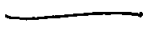
2. Accordingly, on the basis of net cost of Rs. 454,201,998 and in accordance with Schedule VIII of the Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised. The revised insurance component of capacity charge part of tariff indicated hereunder shall be immediately applicable:

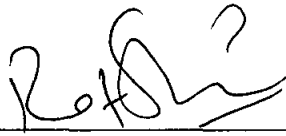
Period	Revised Insurance Component Rs./kW/Hour
April 4, 2020 to April 3, 2021	0.1362

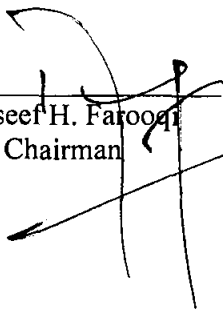
3. The revised tariff schedule attached as Annex-I is to be notified in the official gazette, in accordance with the provisions of Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act 1997.
4. CPPA (G) to ensure that all payments are consistent with the tariff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

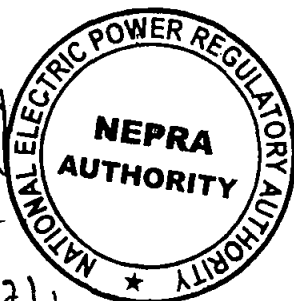
AUTHORITY


Rehmatullah Baloch
Member


Engr. Maqsood Anwar Khan
Member


Engr. Rafique Ahmed Shah
Member


Tauseef H. Farooqi
Chairman



24/12/21

Uch-II Power (Pvt) 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
April 4, 2020 to April 3, 2021	297,178,000	454,201,998	0.0891	0.1362



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