

National Electric Power Regulatory Authority


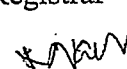
NOTIFICATION



Islamabad, the 12th day of March, 2024

S.R.O. 393 (I)/2024.- In pursuance of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), NEPRA hereby notifies the Decision of the Authority dated 29th January, 2024 alongwith revised schedule of tariff regarding adjustment in insurance component of Nishat Chunian Power Ltd.'s tariff on account of Actual Insurance Premium for the period 1st July 2023 to 30th June 2024 in Case No. NEPRA/TRF-70/NCPL-2007.

2. While effecting the Decision, the concerned entities including Central Power Purchasing Agency Guarantee Limited (CPPAGL) shall keep in view and strictly comply with the orders of the courts notwithstanding this Decision.


(Engr. Mazhar Iqbal Ranjha)
Registrar




DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT IN INSURANCE COMPONENT OF TARIFF FOR THE PERIOD OF JULY 1, 2023 TO JUNE 30, 2024 FOR NISHAT CHUNIAN POWER LIMITED.

1. Pursuant to the decision of the Authority dated December 31, 2010 in the matter of adjustment at Commercial Operation Date (COD) in the case of Nishat Chunian Power Limited (NCPL), the insurance component of tariff is subject to adjustment as per actual annually. NCPL requested to approve insurance component of Rs. 0.2646/kW/h for the period July 1, 2023 to June 30, 2024. NCPL in support of its request submitted copies of insurance policies, premium calculations, no claim bonus and payment evidences of previous year. The details of requested insurance cost net of Federal Excise Duty/Sales Tax on Services is as under:

Sr. No.	Name of Policy	Premium (Rs.)
1	Machinery Breakdown & Business Interruption	413,596,118
2	Terrorism & Sabotage	32,919,006
3	Third Party Liability	4,762,857
4	Vehicle Insurance	1,599,040
5	Electronic Equipment & Machinery Tools	963,272
6	Cash	16,903
Total		453,857,196

2. It is observed that the Schedule VIII of the Power Purchase Agreement (PPA) does not provide provision for cash and electric equipment & machinery tools insurance(s), therefore, the same has not been considered.
3. 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:-

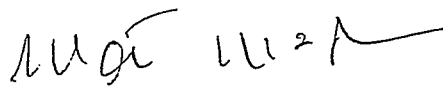
"Based on information and documentary evidence(s) provided by NCPL and in accordance with Schedule VIII of Power Purchase Agreement, the insurance component of capacity charge part of tariff has been revised for the coverage period from July 1, 2023 to June 30, 2024 (366 days) on the basis of net insurance cost of Rs. 452,877,021."

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

Period	Reference Insurance Component Rs./kW/Hour (Dec 31, 2010)	Revised Insurance Component Rs./kW/Hour
July 1, 2023 to June 30, 2024	0.0927	0.2634

5. 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.
6. CPPA-G to ensure that all payments are consistent with the tariff determination(s).

AUTHORITY



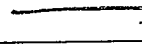
Mathar Niaz Rana (nsc)
Member



Engr. Maqsood Anwar Khan
Member



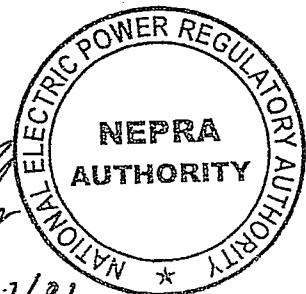
Engr. Rafique Ahmed Shaikh
Member



Amina Ahmed
Member



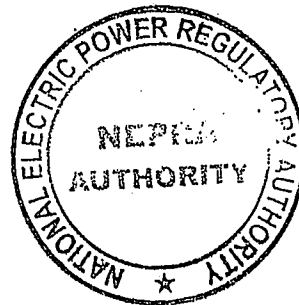
Waseem Mukhtar
Chairman



Nishat Chunian Power Limited
Schedule of Insurance Component
Adjustment on account of Actual Insurance Premium

Period	Reference Insurance Premium	Previous Insurance Premium	Revised Insurance Premium	Actual Premium of EPC Against the Allowed Limit of 1.35%	Reference Insurance Component	Previous Insurance Component	Revised Insurance Component
	Rs.	Rs.	Rs.		Rs./kW/Hour	Rs./kW/Hour	Rs./kW/Hour
July 1, 2023 to June 30, 2024	158,990,519	345,822,715	452,877,021	0.85%	0.0927	0.2017	0.2634

* Based on the data declared by Nishat Chunian Power Limited.





REGISTRAR

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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Website: www.nepra.org.pk, Email: info@nepra.org.pk

No. NEPRA/TRF-70/NCPL-2007/ 3373-75

March 12, 2024

The Manager
Printing Corporation of Pakistan Press
Shahrah-e-Suharwardi
Islamabad

Subject: DECISION OF THE AUTHORITY DATED 29TH JANUARY, 2024
ALONGWITH REVISED SCHEDULE OF TARIFF REGARDING
ADJUSTMENT IN INSURANCE COMPONENT OF NISHAT CHUNIAN
POWER LTD.'S TARIFF ON ACCOUNT OF ACTUAL INSURANCE
PREMIUM FOR THE PERIOD 1ST JULY 2023 TO 30TH JUNE 2024

In pursuance of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), enclosed please find herewith '*Decision of the Authority dated 29th January, 2024 alongwith revised schedule of tariff regarding adjustment in insurance component of Nishat Chunian Power Ltd.'s tariff on account of Actual Insurance Premium for the period 1st July 2023 to 30th June 2024*' for immediate publication in the official gazette of Pakistan. Please also furnish thirty five (35) copies of the Notification to this Office after its publication.

Encl: Notification [03 pages]


(Engr. Mazhar Iqbal Ranjha)

CC:

1. Chief Executive Officer, Central Power Purchasing Agency (Guarantee) Limited, 73 East, AK Fazl-e-Haq Road, Block H, G-7/2, Blue Area, Islamabad
2. Syed Mateen Ahmed, Deputy Secretary (T&S), Ministry of Energy – Power Division, 'A' Block, Pak Secretariat, Islamabad [w.r.t. NEPRA's Decision issued vide No. 1375-1379 dated January 29, 2024]