

National Electric Power Regulatory Authority

NOTIFICATION



Islamabad, the th 64 day of December, 2024

S.R.O. 2025 (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 October 22, 2024 along with revised schedule of tariff regarding annual adjustment of insurance component of capacity charge part of tariff on account of Actual Insurance Premium for the period **July 29, 2024 to July 28, 2025** in respect of National Power Parks Management Company (Private) Limited's Balloki Power Project in Case No. NEPRA/TRF-359/NPPMCL-2016.

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.

(Wasim Anwar Bhinder)
Registrar



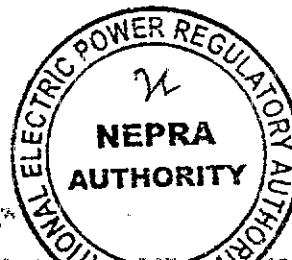
**ANNUAL ADJUSTMENT OF INSURANCE COMPONENT FOR THE PERIOD
JULY 29, 2024 TO JULY 28, 2025 OF NATIONAL POWER PARKS
MANAGEMENT COMPANY (PRIVATE) LIMITED FOR ITS POWER
PROJECT AT BALLOKI.**

1. Pursuant to the Authority's decision dated May 20, 2020 notified vide S.R.O. No. 485(1)/2021 in the matter of Review Motion against the COD decision, the insurance component of tariff is subject to annual adjustment as per actual cost. National Power Parks Management Company (Pvt) Limited-Balloki (hereinafter refer as "NPPMCL-Balloki") requested to revise the insurance component on RLNG and HSD fuels as Rs. 0.1684/kW/h and Rs. 0.1855/kW/h respectively for the period of July 29, 2024 to July 28, 2025. NPPMCL-Balloki 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	1,695,750,383
2.	Political Violence	75,438,956
3.	Third Party Liability	4,611,610
Total		1,775,800,949
Total (US\$)		6,382,034

2. As per the approved mechanism, NPPMCL-Balloki 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\$ 534.4 million for the period from July 29, 2024 to July 28, 2025 works out Rs. 1,489,375,587 at prevailing exchange rate of Rs. 278.70/US\$.
3. The requested insurance premium works out 1.19% of the approved EPC cost and is higher than the approved limit of insurance cost. Therefore, as per the approved mechanism insurance premium capped limit is considered for adjusted insurance components.
4. 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 information/documentary evidences provided by NPPMCL-Balloki and in accordance with Schedule VIII of the Power Purchase Agreement, the insurance component of capacity charge part of tariff for coverage period of July 29, 2024 to July 28, 2025 has been revised on the insurance premium of Rs. 1,489,375,587."





5. 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
July 29, 2024 to July 28, 2025	0.0539	0.0594	0.1411	0.1555

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

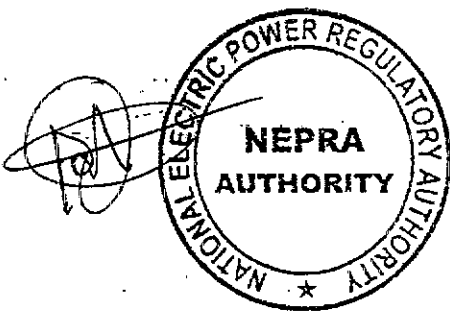
Mathar Niaz Rana (nsc)
Member

Engr. Maqsood Anwar Khan
Member

Engr. Rafique Ahmed Shaikh
Member

Amina Ahmed
Member

Waseem Mukhtar
Chairman



National Power Parks Management Company (Pvt) Limited- Balloki Power Project
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
July 29, 2024 to July 28, 2025	568,494,720	1,489,375,587	RLNG	0.0539	0.1411
			HSD	0.0594	0.1555

-Based on data declared by National Power Parks Management Company (Pvt) Limited- Balloki Power Project



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REGISTRAR

National Electric Power Regulatory Authority
Islamic Republic of Pakistan

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No. NEPRA/TRF-359/NPPMCL-2016/ 18877-79

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Subject: **NOTIFICATION REGARDING DECISION OF THE AUTHORITY ALONG WITH REVISED SCHEDULE OF TARIFF REGARDING ANNUAL ADJUSTMENT OF INSURANCE COMPONENT OF CAPACITY CHARGE PART OF TARIFF ON ACCOUNT OF ACTUAL INSURANCE PREMIUM FOR THE PERIOD JULY 29, 2024 TO JULY 28, 2025 IN RESPECT OF NATIONAL POWER PARKS MANAGEMENT COMPANY (PRIVATE) LIMITED'S BALLOKI POWER PROJECT**

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 along with revised schedule of tariff regarding annual adjustment of insurance component of capacity charge part of tariff on account of Actual Insurance Premium for the period July 29, 2024 to July 28, 2025 in respect of National Power Parks Management Company (Private) Limited's Balloki Power Project*' 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 [04 pages]

(Wasim Anwar Bhinder)
Registrar

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. 15890-15894 dated October 22, 2024]