



Registrar

National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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No. NEPRA/R/DG(Lic)/LAD-07/8426-42

May 31, 2022

Chief Executive Officer,
Peshawar Electric Supply Company,
Shami Road, Peshawar

Subject: **ORDER OF THE AUTHORITY FOR ALLOWING PROVISIONAL RENEWAL IN THE DISTRIBUTION LICENCE OF PESHAWAR ELECTRIC SUPPLY COMPANY**

Reference: *PESCO's application vide letter No. 7700/FD/PESCO/CP&C dated 14.01.2022*

Enclosed please find herewith Order of the Authority (03 pages) for allowing Provisional Renewal in the Distribution Licence (No. 07/DL/2002 dated April 30, 2002) granted to Peshawar Electric Supply Company by the National Electric Power Regulatory Authority.

2. This is for your information, record and further necessary action.

Enclosure: As Above


31 05 22
(Syed Safeer Hussain)

Copy to:

1. Secretary, Power Division, Ministry of Energy, A-Block, Pak Secretariat, Islamabad.
2. Secretary, Ministry of Finance, Government of Pakistan, 'Q' Block, Pak Secretariat, Islamabad
3. Secretary, Privatization Commission, 5-A EAC Building, Constitution Avenue, Islamabad
4. Managing Director, NTDC, 414-WAPDA House, Lahore.
5. Chief Executive Officer, CPPA-G, 73-West, Shaheen Plaza, Blue Area, Islamabad
6. Managing Director, Private Power & Infrastructure Board, Ground & 2nd Floors, Emigration Tower, Plot No. 10, Mauve Area, Sector G-8/1, Islamabad
7. Chief Executive Officer, Faisalabad Electric Supply Company, Abdullahpur, Canal Bank Road, Faisalabad
8. Chief Executive Officer, Lahore Electric Supply Company, 22-A, Queen Road, Lahore
9. Chief Executive Officer, Islamabad Electric Supply Company, IESCO Head Office Street 40, Sector G-7/4, Islamabad
10. Chief Executive Officer, Multan Electric Power Company Limited, MEPCO Headquarters, Khanewal Road, Multan
11. Chief Executive Officer, K Electric, KE House, 39 B, DHA Phase-II, Karachi
12. Chief Executive Officer, Quetta Electric Supply Company, Zarghoon Road, Quetta
13. Chief Executive Officer, Tribal Areas Electricity Supply Company, 213-NTDC House, Shami Road, Peshawar
14. Chief Executive Officer, Sukkur Electric Supply Company, Old Thermal Power Station, Sukkur
15. Chief Executive Officer, Hyderabad Electric Supply Company, G.O. R Colony, Hyderabad
16. Chief Executive Officer, Gujranwala Electric Power Company, 565/A, Model Town, G.T Road, Gujranwala

National Electric Power Regulatory Authority
(NEPRA)

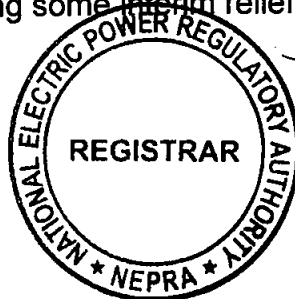
Order of the Authority for Allowing
Provisional Renewal of Distribution Licence of
Peshawar Electric Supply Company Limited

May 31, 2022
Case No. LAD-07

In terms of Regulation-13 of the NEPRA Licensing (Application, Modification, Extension and Cancellation) Procedure Regulations, 2021 (the "Licensing Regulations"), Peshawar Electric Supply Company Limited (PESCO) has submitted an application on January 14, 2022 for renewal of its Distribution Licence No. 07/DL/2002, dated April 30, 2002.

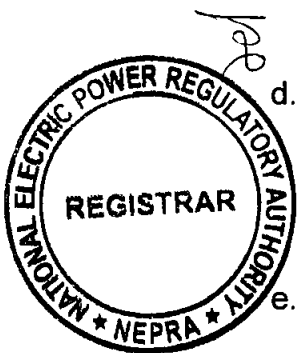
2. In this regard, it is pertinent to mention that the Authority in terms of Section-20 and 21 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (the "NEPRA Act") granted PESCO the above Distribution Licence on an Exclusive basis as stipulated in Article-7 of its Distribution Licence for providing distribution services, making sales of electric power, schemes and engaging in incidental activities in the Service Territory and Concessional Territory on a non-discriminatory basis. Further, the Authority at the time of grant of licence had fixed the term of the same to twenty (20) years which is expiring on April 29, 2022.

3. In consideration of the above, the Authority has already initiated the required regulatory process for renewal of the Distribution Licence as stipulated in the Licensing Regulations and the NEPRA Licensing (Distribution) Rules, 1999. The Authority considered the matter in its Regulatory Meeting (RM-22-97) held on March 31, 2022 and decided to hold a Public Hearing which was held on April 21, 2022. The Authority also considers that completion of the above regulatory process will require 3-6 months and it will be prudent allowing some interim relief to PESCO to continue its operation.



4. In consideration of the above, while the application of PESCO for renewal of its Distribution Licence is under process, in the public interest and to ensure uninterrupted supply of electric power to the consumers in the Service and Concessional Territories of PESCO, the Authority in its Regulatory Meeting (RM-22-157) held on March 31, 2022 has decided to provisionally allow renewal of Distribution Licence (No. 07/DL/2002, dated April 30, 2002) of PESCO for a period of six (06) months from the original expiry i.e. April 29, 2022 or till the time the final determination of the Authority in the matter is made whichever is earlier subject to the conditions as follows: -

- a. PESCO shall not have any exclusivity for the provision of Distribution and/or Electric Power Supply services and the Authority shall reserve its right to issue other licences in its Service/Concessional Territories;
- b. The provisions of Article-7 of the Distribution Licence No. 07/DL/2002, dated April 30, 2002 of PESCO pertaining to the "Exclusivity", will not be applicable anymore as Section-21 of the amended NEPRA Act does not allow the same;
- c. PESCO will be obligated to allow Bulk Power Consumer(s)- BPC(s) to obtain the supply from any generation company as stipulated in Section-22 of the amended NEPRA Act;
- d. The Service and Concessional Territories of PESCO will be strictly governed in terms of Article-3 of its existing Distribution Licence No. 07/DL/2002, dated April 30, 2002; and
- e. PESCO will be obligated to allow use of its system to any third party for supplying/wheeling of electric power to any BPC in terms of Article-9 of its Distribution Licence No. 07/DL/2002, dated April 30, 2002.



5. All other terms and conditions of Distribution Licence of PESCO shall apply mutatis mutandis to the extent not in consistent with the provisions of the NEPRA Act as amended up-to-date and the above conditions. Further to the above, PESCO shall comply with all relevant determinations, directions of the Authority as may be issued from time to time. The Authority directs PESCO to continue to perform its functions

pertaining to the Distribution and Supplier subject to the above mentioned conditions to be followed in true letter and spirit.

Authority

Engr. Maqsood Anwar Khan
(Member)

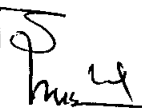
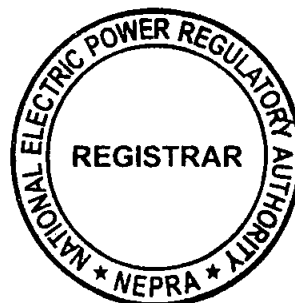
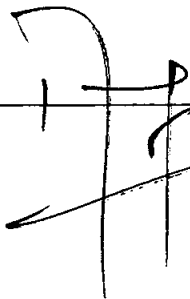


Rafique Ahmed Shaikh
(Member/Vice Chairman)



30/5/22

Tauseef H. Farooqi
(Chairman)



31/05/22