

LIST OF ISSUES FOR HEARING

**APPROVAL OF RATES FOR IMPORT OF ELECTRIC POWER OF 640 MW MAHL HYDROPOWER PROJECT
SITUATED IN AJK BY CENTRAL POWER PURCHASING AGENCY GAURANTEE LIMITED (CPPA-G) UNDER
NEPRA IMPORT OF POWER REGULATIONS, 2017**

1. Whether the project design/feasibility study has been approved by the competent Authority/forum?
2. Whether the claimed plant Capacity factor of 52.33% net annual Energy of 2,904 GWh at the feasibility stage, is justified?
3. Whether the construction period of 6 years (72 months) is justified?
4. Whether the requested EPC cost of US\$ 870.80 million is justified?
5. Whether the requested non EPC costs amounting to US\$ 159.64 million pertaining to Engineering & Supervision, Project Development, Land Acquisition & Resettlement & Environment Mitigation, Insurance during Construction and Law Services/ Legal Fees & Charges is justified?
6. Whether the Sinosure Fee amounting to US\$ 53.43 million claimed on foreign debt and equity is justified?
7. Whether the Financial Charges amounting to 24.99 million claimed is justified?
8. Whether the claimed per annum O&M cost of US\$ 20.35 million for Fixed and Variable O&M during operations is justified?
9. Whether the claimed Insurance cost per annum for the operation period based at 1.35% of the EPC cost justified?
10. Whether the proposed terms of debt financing i.e. spread of 4.5% and Interest during Construction (IDC) is justified?
11. Whether the Return on Equity (ROE) and Return on Equity during Construction (ROEDC) computed at 17% is justified?
12. Whether the WHT on dividend is justified?