



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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No. NEPRA/R/ADG(Tariff)/PAR-119/ 33798-804

October 11, 2023

Subject: **Decision of the Authority in the matter of Approval of the PPA for Procurement of Upto 1.5 MW (Bagasse Based) Power from M/S Chambar Sugar Mills (Pvt) Limited (CSML) under NEPPR-2022 [Case # PAR-119]**

Dear Sir,

Please find enclosed herewith the subject Decision of the Authority (total 01 Page) in the matter of Approval of the PPA for Procurement of Upto 1.5 MW (Bagasse Based) Power from M/S Chambar Sugar Mills (Pvt) Limited (CSML) in pursuance of Regulation 30 of NEPRA (Electric Power Procurement) Regulations, 2022 read with Section 7 & 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 in Case # PAR-119.

2. The Decision is being intimated to the Federal Government for the purpose of notification in the official Gazette pursuant to Section 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 within 30 days from the intimation of this Decision. In the event the Federal Government fails to notify the subject tariff Decision or refer the matter to the Authority for reconsideration, within the time period specified in Section 31(7), then the Authority shall notify the same in the official Gazette pursuant to Section 31(7) of NEPRA Act.

Enclosure: As above


(Engr. Mazhar Iqbal Ranjha)

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.
3. Chief Executive Officer, CPPAG, Shaheen Plaza, Plot No. 73-West,, Faza-e-Haq Road, Blue Area Islamabad
4. Chief Executive Officer, Chambar Sugar Mills (Pvt) Ltd 1st Floor, Block-3, Hockey Club of Pakistan Stadium, Liaquat Barracks, Karachi
5. Chief Executive Officer, Hyderabad Electric Supply Company Limited (HESCO)
WAPDA Offices Complex, Hussainabad, Hyderabad

Decision of the Authority

In the Matter of Approval of the PPA for Procurement of Up to 1.5 MW (Bagasse Based) Power from M/s Chambar Sugar Mills (Pvt.) Limited (CSML) under NEPPR-2022

NEPRA granted generation license to CSML dated March 14, 2011 in respect of 05 MW bagasse based generation facility at Chambar, District Tando Allahyar, Sindh.

2. HESCO vide its letter dated 18.07.2023 submitted the negotiated PPA with Chambar Sugar Mills (Pvt.) Limited (CSML) for procurement of up to 1.5 MW for a term of 5 years on take and pay basis for the approval of the Authority under Regulation 30 of the NEPRA (Electric Power Procurement) Regulations, 2022.

3. The Authority considered the matter and decided to approve the negotiated PPA for purchase of up to 1.5 MW (bagasse based) power by HESCO from CSML, under regulation 30 of NEPPR-2022

ORDER

4. In pursuance of Regulation 30 of NEPRA (Electric Power Procurement) Regulations, 2022 read with Section 7 & 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997, the power purchase agreement between Hyderabad Electric Supply Company (HESCO) and Chambar Sugar Mills (Pvt.) Limited (CSML) for acquisition of power of up to 1.5 MW on "take and pay" basis is hereby approved for the term of 05 years subject to the following conditions:

- The tariff of Rs. 7.57/kWh - the fuel cost component (Rs. 6.04/kWh) and fixed cost component (Rs. 1.53/kWh).
- The cost of purchase of energy from CSML shall be accounted for in the basket of HESCO, instead of CPPA-G.
- For any subsequent adjustment in the tariff, the parties shall request the Authority for its approval.
- PPA shall be effective from the date of signing of the PPA.

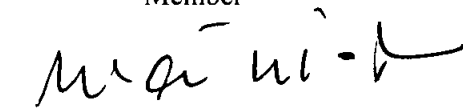
AUTHORITY



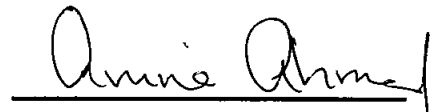
(Rafique Ahmed Sheikh)
Member



(Engr. Maqsood Anwar Khan)
Member



(Mathar Niaz Rana (nsc))
Member



(Amina Ahmed)
Member



(Waseem Mukhtar)
Chairman

