



Registrar

National Electric Power Regulatory Authority Islamic Republic of Pakistan

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Web: www.nepa.org.pk, E-mail: registrar@nepa.org.pk

No. NEPRA/PAR-146/KE(FPCL)-2015/15086-87

August 31, 2017

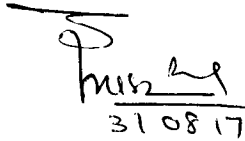
1. Chief Executive Officer
K-Electric Limited (KEL)
KE House, Punjab Chowrangi,
39 – B, Sunset Boulevard, Phase-II
Defence Housing Authority
Karachi.
2. Chief Executive Officer
FFBL Power Company Limited
FFBL Tower, C1/C2, Sector B,
Jinnah Boulevard, DHA Phase II,
Islamabad.
Tel: 051-8763305

Subject: **Decision of the Authority in the matter of Request filed by FFBL Power Company Ltd. (FPCL) regarding Review Decision dated January 26, 2017 (No. NEPRA/PAR-146/KE(FPCL)-2015)**

This is in continuation of this office letter No. NEPRA/PAR-146/KE(FPCL)-2015/1503-04 dated 26.01.2017 whereby Decision on the Motion for Leave for Review against Authority's Decision Dated December 29, 2015 in the matter of granting Permission to K-Electric for Negotiation of Power Acquisition Contract (PAC) with FFBL Power Company Limited for Purchase of 52 MW Power was intimated.

2. Enclosed please find herewith subject Decision of the Authority (01 Page) for information and further necessary action.

Encl: As above


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(Syed Safer Hussain)



**DECISION OF THE AUTHORITY IN THE MATTER OF REQUEST FILED BY FFBL FPCL REGARDING
REVIEW DECISION DATED JANUARY 26, 2017
(No. NEPRA/PAR-146/KE (FPCL - 2015))**

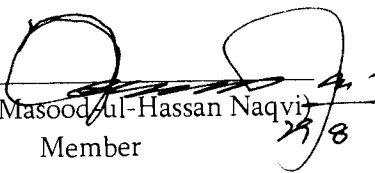
FFBL FPCL (FFBL Power Company Limited) vide letter dated 13th March 2017 requested the Authority to review the decision issued on 26th January 2017 and make certain modification on account of de-linking working capital with Fuel Supply Agreement (FSA) and Power Purchase Agreement (PPA), removal of verification of coal from third party and correction of typo errors.


2. The request of FPCL regarding working capital linkage with the FSA and PPA and monitoring mechanism for the use of coal by the Third Party was considered by the Authority. It was observed that the decision with respect to working capital and coal verification by third party or power purchaser in review decision dated 26th January 2017 was in line / consistent with the earlier decisions made for other thermal power projects therefore needs no revision / amendment/modification. Accordingly the request of the applicant does not merit consideration. As regards the typo errors pointed out by the Company, the same has been rechecked and found correct which needs to be rectified. Accordingly the Authority has decided to correct the errors in the decision dated 26.1.2017 which are as follows:

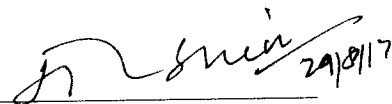
- i. In sub-section 4.2.1 last line in submissions of the Petitioner, after word and parenthesis "to determine tariff on Take and Pay" the word "Take and Pay" be replaced with "Take or Pay".
- ii. Section 4.3 – Heading of Variable O&M cost be replaced with the Coal Handling Losses
- iii. In section 5.1(iii) the 387.192 GWh be replaced with 3,871.92 GWh.
- iv. In Section 5 IV Variable O&M – the terms Fixed O&M be replaced with Variable O&M.
- v. The inland freight under the head Fuel Cost Component be read as US\$/kg instead of Rs./kg.

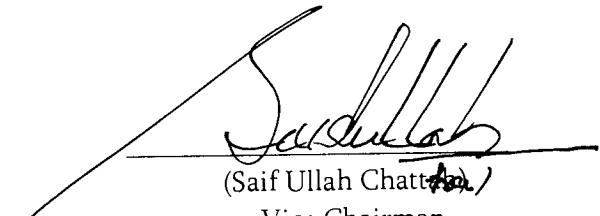
3. The above corrections shall be incorporated in the Power Purchase Agreement of K-Electric and FFBL FPCL.

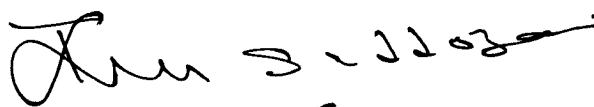
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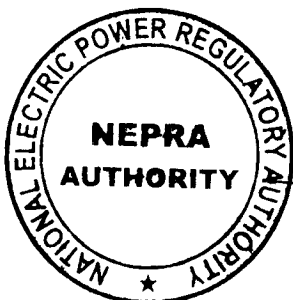

(Syed Masood-ul-Hassan Naqvi)
Member
29/8

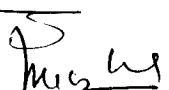

(Himayat Ullah Khan)
Member
28.8.17


(Major (R) Haroon Rashid)
Member
29/8/17


(Saif Ullah Chatterji)
Vice Chairman
29.8.2017


(Briq (R) Tariq Saddozai)
Chairman




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