



Registrar

# National Electric Power Regulatory Authority

## Islamic Republic of Pakistan

NEPRA Tower, Attaturk Avenue (East), G-5/1, Islamabad  
Ph: +92-51-9206500, Fax: +92-51-2600026  
Web: www.nepra.org.pk, E-mail: registrar@nepra.org.pk

No. NEPRA/R/SA(Tech)/TRF-100/12458-12460  
March 5, 2021

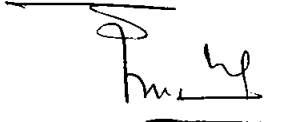
Subject: **Order of the Authority in the matter of Final Approval of the Initialed Tripartite Power Purchase Agreement in respect of K-Electric Ltd. for Additional Power Supply of 150 MW from National Grid**

Dear Sir,

Please find enclosed herewith subject Order of the Authority (02 Pages).

2. The Order/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.

Enclosure: As above



050321

( Syed Safer Hussain )

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.

## Order of the Authority

### In the Matter of Final Approval of the Initialed Tripartite Power Purchase Agreement in respect of K-Electric for Additional Power Supply of 150 MW from National Grid

Central Power Purchase Agency (Guarantee) Limited (the "CPPA-G") through its letter no. DGMT-CONV/MT-N&G/K-Electric/11878-84 dated May 29, 2019 submitted the Tripartite Power Purchase Agreement (the "TPPA") initialed between K-Electric, National Transmission and Despatch Company (the "NTDC") and CPPA-G for additional supply of 150 MW from the National Grid to K-Electric for approval of the Authority.

2. Through agreed arrangement, the power generation from Wind Power Plants (the "WPPs") namely 50 MW Tenaga, 50 MW Zephyr and 50 MW Hydro China Dawood is intended to be supplied to the K-Electric through the National Grid.

3. The Economic Coordination Committee (the "ECC") in its meeting dated May 15, 2019 accorded its approval for K-Electric to import additional 150 MW power from the National Grid and it has been decided that this arrangement is completely separate and would have no nexus whatsoever to existing agreement for supply of 650 MW by NTDC to K-Electric.

4. According to Clause "I" of recitals part of the initialed TPPA, the parties would approach NEPRA to obtain provisional approval and agreement would become effective upon the provisional approval of NEPRA.

5. The Authority considered the request of the parties for provisional approval of TPPA and considering the indicated demand supply situation, the Authority vide its letter no. NEPRA/R/PAR-100/16235-16237 dated September 05, 2019 decided as follows:

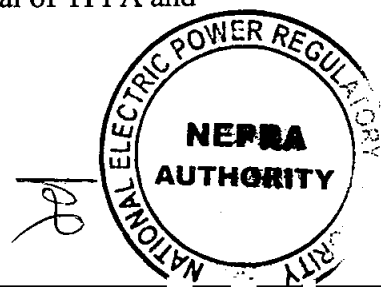
*"The Authority in exercise of powers conferred on it under Section 7 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997) and all other powers enabling it on this behalf, has accorded provisional approval of the initialed TPPA between K-Electric, NTDC and CPPA-G for supply of 150 MW from National Grid to K-Electric through 03 WPPs i.e. namely 50 MW Tenaga, 50 MW Zephyr and 50 MW Hydro China Dawood on Basket Price subject to refund/adjustment as per final decision of the Authority."*

6. Regarding final approval of the TPPA, a joint meeting of CPPA-G, NTDC, K-Electric and professionals of NEPRA was held on December 06, 2019 wherein it was decided that K-Electric in consultation with CPPA-G will provide mechanism for treatment of Non Project Missed Volume (the "NPMV") to NEPRA.

7. K-Electric vide its letter no. BD/AR/NERPA-0610/2020 dated October 09, 2020 requested the Authority for final approval of TPPA. K-Electric further requested that detailed methodology for NPMV allocation either to K-Electric or NTDC network will be agreed separately as part of operating procedures to be developed by the Operating Committee under clause 2.4 of TPPA.

8. The Authority considered the request of the K-Electric for final approval of TPPA and the Authority decided as follows:

gl.



**ORDER**

The Authority in exercise powers conferred on it under Section 7 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997) and all other powers enabling it on this behalf, has accorded final approval of the Tripartite Power Purchase Agreement made between K-Electric, NTDC and CPPA-G for supply of 150 MW from National Grid to K-Electric through 03 WPPs i.e. namely 50 MW Tenaga, 50 MW Zephyr and 50 MW Hydro China Dawood with following directions:

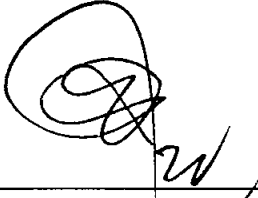
- i. The detailed methodology for NPMV allocation and payment mechanism will be agreed separately between K-Electric, CPPA-G and NTDC as a part of operating procedures to be developed by the Operating Committee under clause 2.4 of TPPA. Furthermore, the parties are directed to finalize the same at the earliest.
- ii. The definition and references of "expiry date" of the TPPA to be made consistent.



**(Rafique Ahmed Sheikh)**  
Member



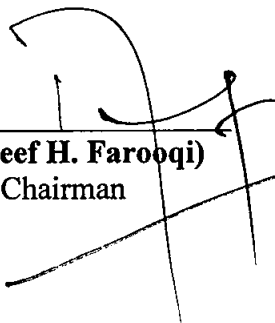
**(Engr. Bahadur Shah)**  
Member



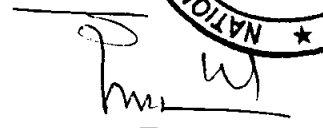
**(Rehmatullah Baloch)**  
Member



**(Saif Ullah Chattha)**  
Vice Chairman 3-3-2021



**(Tauseef H. Farooqi)**  
Chairman



05 03 21