

CENTRAL POWER PURCHASING AGENCY GUARANTEE LIMITED
(A Company of Government of Pakistan)

Shaheen Plaza | Plot no. 73-West | Fazal-E-Haq Road,
Blue Area, Islamabad
Fax: +92-51-9216949, Ph: +92-051- 9213616
www.cppa.gov.pk

No. CPPA-G/2020/CFO/ 25009-10

Dated: December 11, 2020

→ Registrar NEPRA,
NEPRA Tower Ataturk (East)
G 5/1, Islamabad.

SUBJECT: PETITION FOR THE DETERMINATION OF MARKET OPERATION FEE FOR THE FINANCIAL YEAR 2020-21.

With reference to this office letter No. CPPA-G/2020/CEO/8093 dated November 24, 2020. It is appraised that ADB has been supporting the power sector of Pakistan with regards to competitive market reforms for more than a decade and has provided technical assistance (TA) to CPPA-G for development of competitive electricity market through MRC Consultants since mid of 2016. Expertise of International Consultants has been extremely beneficial in all the stages of the market development and it is inevitable to have continuity of the collaboration with some tier-1 consultants for getting their technical guidance/inputs for successful implementation of Wholesale Electricity Market in Pakistan.

However, at this important juncture, when the CTBCM Design and Plan is approved by NEPRA and the whole power sector is geared up for this transition within 1.5 years of limited time, ADB is unable to provide TA support due to diversion of TA resources by ADB to other sectors mostly affected by the pandemic.

In-order to avoid the risk of unavailability of expert international consultants during implementation phase, the CPPA-G Board of Directors in a meeting held on November 4, 2020 have allowed CPPA-G to hire the services of an international consulting firm through competitive bidding process by floating a Request for Proposal (RFP). The BoD has also approved a total budget of Rs. 200 million to be expensed during a time span of 1.5 years (attached).

It is expected that the competitive bidding process will conclude in Feb 2021 and the Consultant Firm will be on board from March 2021 onwards. Therefore, out of Rs. 200 million, the Board has also accorded the approval for additional Rs. 56 million for the FY 2020-21 which is estimated to be expensed in the last four months from March 2021 till June 2021.

Keeping in view the request of CPPA-G the Authority is requested to allow an additional amount of Rs. 56 million for Market Operator (MO).

For info & n.c. re
- ADGCT
copy to:
- SAC Tech
- DG (MRE)
- DG (Lis)
- SLA (LLP)
- LA (Leg)

14/12/20
cc: Chairman
- v.c/m(T)
- m(CA)
- m(Lis)
- m(MRE)

[Signature]
14/12/20
Chief Financial Officer
CPPA-G Islamabad

REGISTRAR
No. 18195
14/12/20

CC for information:
✓ Chief Executive Officer, CPPA-G.
✓ Master File



Central Power Purchasing Agency Guarantee Limited
A Company of Government of Pakistan



No. CPPA-G/2020/CS/ 9032-035

16th November, 2020

BOARD RESOLUTION EX-III / 65

APPROVAL FOR BUDGET FOR HIRING AN INTERNATIONAL CONSULTANCY FIRM FOR MARKET DESIGN, DEVELOPMENT AND IMPLEMENTATION THROUGH OPEN COMPETITIVE PROCUREMENT PROCESS

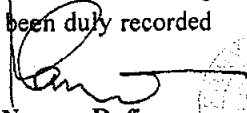
A meeting of Board of Directors of Central Power Purchasing Agency (Guarantee) Limited (CPPA-G) was held on 04th November 2020 at CPPA-G office, Shaheen Plaza, 73-west, Fazal-e-Haq Road, Blue Area Islamabad.

The Board of Directors of Central Power Purchasing Agency Guarantee Limited (CPPA-G) has;

- I. Resolved that "Overall Budget of Rs. 200 million for hiring an International Firm for Market Design, Development and Implementation for a period of 1.5 years, be and is hereby approved."
- II. Further Resolved that "Hiring of International Consultancy Firm by following competitive process through Request for Proposal (RFP), be and is hereby approved. This RFP should be issued in parallel as backup plan and will be withdrawn if donors funding becomes available in future."
- III. Further Resolved that "CPPA-G management be and is hereby authorized to initiate the process with Ministry of Finance for Foreign Exchange Allocation for making payment in USD to International Consultancy Firm."
- IV. Further Resolved that "Additional Budget amounting to Rs. 56 million in FY 2020-21 for the International Consultant Firm for Market Design, Development and Implementation, be and is hereby approved."
- V. Further Resolved that "CPPA-G management be and is hereby authorized for sending claim of additional Budget of Rs. 56 million to NEPRA through Market Operation Fee for FY 2020-21, for hiring International Consultancy Firm for Market Design, Development and Implementation."

CERTIFIED TO BE TRUE COPY

Certified that the above resolution was passed by the Board of Directors of Central Power Purchasing Agency (Guarantee) Limited in its 65th meeting held on 04th November 2020 and has been duly recorded in the minutes book of the Company.


Noman Rafiq
Company Secretary

Distribution:

- i. Chief Financial Officer, CPPA (G) Ltd.
- ii. Chief (HR&A) Officer, CPPA (G) Ltd.
- iii. DGM SMD, CPPA (G) Ltd.

CC for Information:

- I. Chief Executive Officer, CPPA (G) Ltd.