

REGISTERED No. M - 302
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EXTRAORDINARY
PUBLISHED BY AUTHORITY

ISLAMABAD, TUESDAY, JUNE 21, 2022

PART II

Statutory Notifications (S. R. O.)

GOVERNMENT OF PAKISTAN

NATIONAL ELECTRIC POWER REGULATORY AUTHORITY

NOTIFICATION

Islamabad, the 14th June, 2022

S. R. O. 822 (I)/2022.— In pursuance of Sub-Section 7 of Section 31 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (XL of 1997), NEPRA hereby notifies the Order of the Authority in the matter of Approval of Power Acquisition Contract (PAC) filed by Sukkur Electric Power Company Ltd. (SEPCO) for Purchase of 8 MW from Al-Noor Sugar Mills Limited under NEPRA Interim Power Procurement (Procedures and Standards) Regulations 2005 in Case No. NEPRA/PAR-181.

2. While effecting the Decision, the concerned entities including Central Power Purchasing Agency Guarantee Limited (CPPAGL) shall keep in view and strictly comply with the orders of the courts notwithstanding this Decision.

[No.NEPRA/PAR-181/10167-69.]

SYED SAFEER HUSSAIN,
Registrar.

1553(1—3)

Price: Rs. 6.00

[8136(2022)/Ex.Gaz.]

**National Electric Power Regulatory Authority
(NEPRA)**

**APPROVAL OF POWER ACQUISITION CONTRACT (PAC) FILED BY SUKKUR
ELECTRIC POWER COMPANY (SEPCO) FOR PURCHASE OF 8 MW FROM AL-
NOOR SUGAR MILLS LTD. UNDER INTERIM POWER PROCUREMENT
(PROCEDURES & STANDARDS) REGULATIONS 2005**

April 21, 2022

Order of the Authority

In the Matter of Approval of the PAC for Procurement of 8.0 MW (Bagasse Based) Power from M/s Al-Noor Sugar Mills Limited (ANSML) under NEPRA IPPR-2005

NEPRA has granted generation license to ANSML dated 30.07.2009 in respect of 21.80 MW bagasse based generation facility at Noor Jahania, District Nawab Shah, Sindh. The Authority approved the Licensee Proposed Modification (LPM) in said generation license of ANSML on 27.06.2013 to enhance the installed capacity from 21.80 MW to 36.80 MW.

2. Pursuant to Regulation 4(1) of IPPR-2005, Sukkur Electric Power Company (SEPCO) vide letter dated 10.03.2020 submitted Power Acquisition Request (PAR) for extension of Power Acquisition Contract (PAC) with ANSML for purchase of 8 MW bagasse based power for further period of 10 years starting from signing of PAC. The said PAR was approved by the Authority and vide its letter dated 11.01.2021 conveyed following to SEPCO.

"It is intimated that Authority has considered your subject PAR and has decided to grant you permission to negotiate PAC for the purchase of 8MW power from ANSML. Now you are required to submit draft PAC for the approval of the Authority as per Regulation 5 of NEPRA Interim Power Procurement (Procedure and Standards) Regulations, 2005."

3. In pursuance to regulation 5(1) of IPPR-2005, SEPCO vide its letter dated 28.01.2021 submitted the initialed PAC for procurement of 08 MW power from ANSML to SEPCO for 10 years from signing of the PAC. The Authority considered the initialed draft PAC and directed SEPCO to provide certain missing information. SEPCO submitted the required information on 25.02.2021. The Authority admitted the PAC on 22.04.2021.

4. The Authority on 11.11.2021 approved the PAC for purchase of up to 8 MW power by SEPCO under regulation 5(1) of IPPR-2005 with following directions:

- i. Term of PAC should be consistent with the term of the Generation License.
- ii. The tolerance in the nominal voltage & frequency levels and energy losses at interconnection levels shall be in accordance with Grid Code, Distribution Code and National Electric Power Regulatory Authority (Interconnection for Renewable Generation Facilities) Regulation, 2015.
- iii. Clause "e" & "s" must be deleted as interconnection facilities has already been constructed by the power purchaser.
- iv. Since the power acquisition contract is signed between the ANSML and SEPCO, therefore the costs must be accounted for in the basket of SEPCO instead of CPAC-G.

5. SEPCO vide its letter dated 08.12.2021 submitted the PAC signed between SEPCO and ANSML after incorporating the directions of the Authority vide letter dated 11.11.2021 for issuance of notification.

6. The Authority considered the request of SEPCO and decided as follows:

ORDER

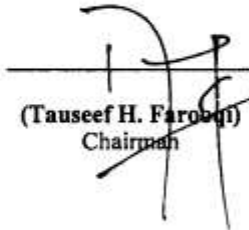
7. In pursuance of Regulation 5 of NEPRA Interim Power Procurement (Procedure & Standards) Regulations 2005 read with Section 7 & 31(7) of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997, the power acquisition contract between Sukkur Electric Power Company (SEPCO) and Al-Noor Sugar Mills (ANSML) for acquisition of power of 8 MW on take and pay basis is hereby approved subject to the conditions that the PAC shall only state the fuel cost component (Rs. 6.04/kWh) and fixed cost component (Rs. 1.53/kWh). Furthermore, since the power acquisition contract is signed between the ANSML and SEPCO, therefore the costs must be accounted for in the basket of SEPCO instead of CPPA-G.



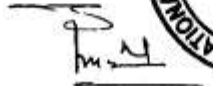
(Rafique Ahmed Sheikh)
Member



(Engr. Maqsood Anwar Khan)
Member



(Tauseef H. Farooqi)
Chairman



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