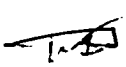
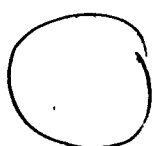


F/H

**Issues to be Discussed**  
**During the Public Hearing in the Matter of Application of DHA**  
**Development and Engineering Services (Private) Limited (DDES) for**  
**the Consideration of Grant of Distribution Licence**

- (a). At the time of grant of Distribution Licence to IESCO, certain entities (i.e. Housing Colonies, High Rise Buildings and Area in use of Armed forces etc.) were excluded from its Service Territory. Whether, the area for which the applicant/company has applied for Distribution Licence falls under the same category or otherwise?
- (b). In terms of Article-7 of the granted Distribution Licence (No. 01/DL/2001, dated November 02, 2001), IESCO is exclusively obligated to provide distribution services in its services territory. Does the proposed area for which the applicant/company has applied, fall in the exclusive territory of IESCO or otherwise? If located in the Service Territory, whether IESCO had provided distribution Services and sale of electric power within the territory in terms of Section-21 of the NEPRA Act?
- (c). Will the grant of Distribution Licence to the applicant/company (by carving out part of the service territory of DISCO i.e. IESCO) dilute, impair or affect the operations of IESCO and its business model for providing universal service to its consumers or otherwise?
- (d). According to the submitted information, IESCO and DHA Islamabad (DHA) have entered into a Memorandum of Understanding (MoU) whereby the DHA will be responsible for providing distribution services within the area of DHA (Phase-II). In terms of the said MoU, has IESCO agreed to surrender part of its Service Territory or otherwise?
- (e). IESCO has challenged the Distribution Licence granted to Bahria Town (Pvt.) Limited before the Islamabad High Court. In view of the said, why IESCO has signed the MoU which may possibly facilitate the applicant/company in obtaining a Distribution Licence?





(f). In order to apply for the grant of Distribution Licence, the company has to provide/fulfil certain conditions of Section-20 of the NEPRA Act including but not limited to (a). the territory in which electric power shall be distributed; and (b). the source and scope of electric power and rates paid by it. Does the applicant fulfil the said requirements?

(g). Has the applicant/company considered the option of construction of the Distribution Facilities through suitable contractor and handing over the same to IESCO through mutually agreed terms and conditions, thus absolving it the responsibility of having the proposed Distribution Licence?

(h). Will it not be more prudent/practical for IESCO and the applicant/company to enter into some O&M arrangement/agreement to take care of the distribution facilities and providing necessary services to residents thus dispensing the requirement of the Distribution Licence and the exercise of modification of Service Territory of IESCO time and again?

(i). Whether DDES instead of Housing Society itself is eligible to apply for the grant of Distribution Licence under Regulation-4(1) of NEPRA (Supply of Electric Power) Regulations, 2015 (the Regulations) which specifically requires that any Housing Society/Colony may obtain a Distribution Licence if it fulfils the eligibility criteria prescribed in these Regulations?

(j). The applicant/company has submitted its application for the consideration of Distribution Licence for a specific fixed demarcated area. What is the future expansion plan of the housing society? Will the area under the use of the housing society/colony remain fixed or more area be included subsequently?

(k). Usually housing colonies charge their members/residents by levying "Development Charges" to raise funds to develop all kinds of infrastructure including water supply, sewerage, gas and electricity. Has similar approach been adopted for raising funds for development of such services or otherwise? If yes, how the company can claim the assets and request for the grant of Distribution Licence?

(l). What is the Experience of the Applicant and its Management in the Electric Power Sector, especially in the Electricity Distribution Business? Does the applicant/company possess the required expertise and capability to Construct, Own, Operate and Maintain the proposed Distribution Facilities?

(m). If the Authority decides to grant a Distribution Licence to the applicant/company then the same may be "Exclusive" in terms of service territory or otherwise? If an exclusive Distribution Licence is granted, will the applicant/company provide Right of Way to IESCO or NTDC for future expansion of their Distribution and Transmission network or not?

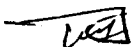
(n). Can the applicant/company elaborate and justify that there is a Public Interest involved in the processing of its application submitted for the consideration of the grant of Distribution Licence?. In this regard, whether DHAI has obtained consent of its residents to avail Distribution Services from DHAI instead of IESCO?

(o). Can the applicant/company elaborate that it possesses the required ability/capability to adhere to the prescribed performance standards laid down by the Authority for distribution of electric power, including safety, health and environmental protection instructions issued by the Authority or any Government agency?

(p). Has the applicant/company acquired necessary approvals from the RDA, CDA, EPA Punjab and other relevant agencies to lay the proposed infrastructure regarding Distribution of Electric Power in its Housing Society/colony?

(q). What is the Electric Power Procurement plan of the applicant/company to meet with the future load requirements of the consumers/residents of its Housing Society/colony including self-generation etc.?

(r). What should be term of the proposed Distribution Licence of the applicant/company if the Authority decides to grant a Distribution Licence to it for the service territory specified in the application?





(s). Is the applicant/company aware of the requirement of having a Consumer Service Manual for a Distribution Licensee? Will applicant/company be able to prepare the same if the Authority considers it prudent and decides to grant a Distribution Licence to it?



