## **ISSUES OF HEARING**

## <u>Power Acquisition Request filed by K-Electric (formerly KESCL) in respect of 12.5 MW</u> (Coal Fired) from Al-Abbas Sugar Mills Limited (AASML) under NEPRA's IPPR 2005

On the basis of the information contained in the proposal as submitted by K-Electric, following issues have been framed for the hearing;

- i. Whether the proposed net efficiency of 18.5% is justified?
- ii. Whether the proposed two part tariff comprising of Energy Charge and Capacity Charge is justified.
- iii. Whether the tariff adjustment/ indexation/ escalation mechanism proposed by K-Electric is justified?
- iv. Whether the proposed Fixed O&M tariff component of Rs. 0.64/ kWh is justified where as in the upfront coal tariff, approved by the Authority, for imported coal based power projects up-to 220 MW Fixed O&M tariff component is Rs. 0.307?
- v. Whether all aspects and procedural requirements regarding environmental issues have been fulfilled?
- vi. K-Electric to provide detailed explanation along with working in respect of the impact of this power purchase will have on the existing tariff of K-Electric?
- vii. Any other issue which may come up during the hearing.