



National Electric Power Regulatory Authority
Islamic Republic of Pakistan

Registrar

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/DG(Lic)/LAD-02/39937-53

October 29, 2021

Chief Executive Officer
Islamabad Electric Supply Company
IESCO Head Office Street 40,
Sector G-7/4, Islamabad

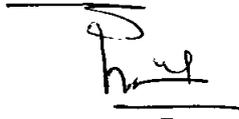
Subject: **ORDER OF THE AUTHORITY FOR ALLOWING PROVISIONAL RENEWAL IN THE DISTRIBUTION LICENCE OF ISLAMABAD ELECTRIC SUPPLY COMPANY**

Reference: *IESCO's application vide letter No. 2890/IESCO/FDI/CPC dated 27.08.2021*

Enclosed please find herewith Order of the Authority for allowing Provisional Renewal in the Distribution Licence (No. 01/DL/2001 dated November 02, 2001) granted to Islamabad Electric Supply Company by the National Electric Power Regulatory Authority.

2. This is for your information, record and further necessary action.

Enclosure: As Above


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(Syed Safer Hussain)

Copy to:

1. Secretary, Power Division, Ministry of Energy, A-Block, Pak Secretariat, Islamabad.
2. Secretary, Ministry of Finance, Government of Pakistan, 'Q' Block, Pak Secretariat, Islamabad
3. Secretary, Privatization Commission, 5-A EAC Building, Constitution Avenue, Islamabad
4. Managing Director, NTDC, 414-WAPDA House, Lahore.
5. Chief Executive Officer, CPPA-G, 73-West, Shaheen Plaza, Blue Area, Islamabad
6. Managing Director, Private Power & Infrastructure Board, Ground & 2nd Floors, Emigration Tower, Plot No. 10, Mauve Area, Sector G-8/1, Islamabad
7. Chief Executive Officer, Faisalabad Electric Supply Company, Abdullahpur, Canal Bank Road, Faisalabad
8. Chief Executive Officer, Lahore Electric Supply Company, 22-A, Queen Road, Lahore
9. Chief Executive Officer, Multan Electric Power Company, NTDC Colony, Khanewal Road, Multan
10. Chief Executive Officer, Peshawar Electric Supply Company, NTDC House, Shami Road, Peshawar
11. Chief Executive Officer, K Electric, KE House, 39 B, DHA Phase-II, Karachi
12. Chief Executive Officer, Quetta Electric Supply Company, Zarghoon Road, Quetta
13. Chief Executive Officer, Tribal Areas Electricity Supply Company, 213-NTDC House, Shami Road, Peshawar
14. Chief Executive Officer, Sukkur Electric Supply Company, Old Thermal Power Station, Sukkur
15. Chief Executive Officer, Hyderabad Electric Supply Company, G.O. R Colony, Hyderabad
16. Chief Executive Officer, Gujranwala Electric Power Company, 565/A, Model Town, G.T Road, Gujranwala

National Electric Power Regulatory Authority
(NEPRA)

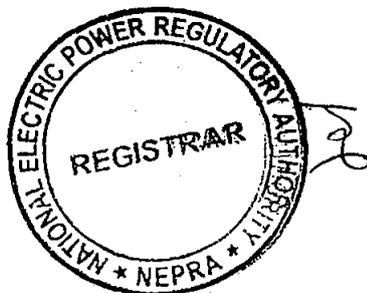
Order of the Authority for Allowing
Provisional Renewal in the Distribution Licence of Islamabad
Electric Supply Company Limited

October 29, 2021
Case No. LAD-02

In terms of Regulation-13 of the NEPRA Licensing (Application, Modification, Extension and Cancellation) Procedure Regulations, 2021 (the "Licensing Regulations"), Islamabad Electric Supply Company Limited (IESCO) has submitted an application on August 27, 2021 for renewal/extension in the term of its Distribution Licence No. 01/DL/2001, dated November 02, 2001.

2. In this regard, it is pertinent to mention that the Authority in terms of Section-20 and 21 of the Regulation of Generation, Transmission and Distribution of Electric Power Act, 1997 (the "NEPRA Act") granted IESCO the above Distribution Licence on an Exclusive basis as stipulated in Article-7 of its Distribution Licence for providing distribution services, making sales of electric power, schemes and engaging in incidental activities in the Service Territory and Concessional Territory on a non-discriminatory basis. Further, the Authority at the time of grant of licence had fixed the term of the same to twenty (20) years which is expiring on November 01, 2021.

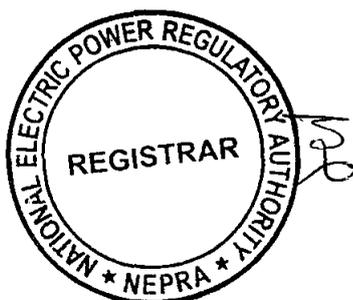
3. In consideration of the above, the Authority has already initiated the required regulatory process for renewal of the Distribution Licence as stipulated in the Licensing Regulations and the NEPRA Licensing (Distribution) Rules, 1999. The Authority has considered the matter in its Regulatory Meeting held on October 18, 2021 and decided in principle to hold a public hearing after seeking additional information pertaining to the "Business Plan" of IESCO, which is being sought separately. Further, the Authority considers that completion of the above



regulatory process will require 3-6 months and it will be prudent allowing some interim relief to IESCO to continue its operation.

4. In consideration of the above, while the application of IESCO for renewal of the term of its licence is under process, in the public interest and to ensure uninterrupted supply of electric power to the consumers in the Service and Concessional Territories of IESCO, the Authority has decided to provisionally allow extension in the term of Distribution Licence (No.01/DL/2001, dated November 02, 2001) of IESCO for a period of six (06) months from the original expiry i.e. November 01, 2021 or till the time the final determination of the Authority in the matter is made whichever is earlier subject to the conditions as follows: -

- (a). IESCO shall not have any exclusivity for the provision of Distribution and/or Electric Power Supply services and the Authority shall reserve its right to issue other licenses in its Service/Concessional Territories;
- (b). The provisions of Article-7 of the Distribution Licence No. 01/DL/2001, dated November 02, 2001 of IESCO pertaining to the "Exclusivity", will not be applicable anymore as Section-21 of the amended NEPRA Act does not allow the same;
- (c). IESCO will be obligated to allow Bulk Power Consumer(s)-BPC(s) to obtain the supply from any generation company as stipulated in Section-22 of the amended NEPRA Act;
- (d). The Service and Concessional Territories of IESCO will be strictly governed in terms of Article 3 of its existing Distribution Licence No. 01/DL/2001, dated November 02, 2001; and

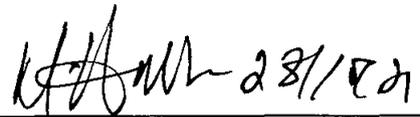


- (e). IESCO will be obligated to allow use of its system to any third party for supplying/wheeling of electric power to any BPC in terms of Article-9 of its Distribution Licence No. 01/DL/2001, dated November 02, 2001.

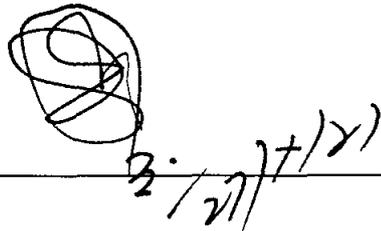
5. All other terms and conditions of Distribution Licence of IESCO shall apply *mutatis mutandis* to the extent not in consistent with the provisions of the NEPRA Act as amended up-to-date and the above conditions. Further to the above, IESCO shall comply with all relevant determinations, directions of the Authority as may be issued from time to time. The Authority directs IESCO to continue to perform its functions pertaining to the Distribution and Supplier subject to the above mentioned conditions to be followed in true letter and spirit.

Authority

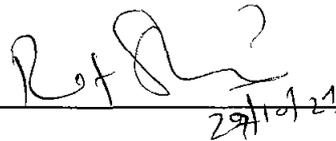
Engr. Maqsood Anwar Khan
(Member)



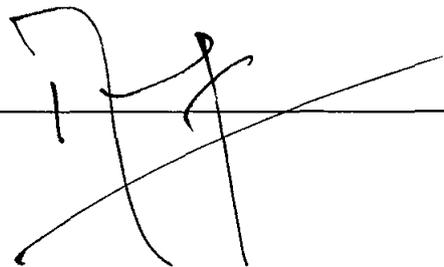
Engr. Rematullah Baloch
(Member)



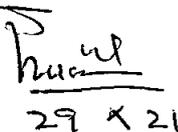
Engr. Rafique Ahmed Shaikh
(Member)/Vice Chairman



Engr. Tauseef H. Farooqi
Chairman






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