engro polymer & chemicals

The Registrar, NEPRA,

NEPRA Tower,

Attaturk Avenue (East) Sector G-5

Islamabad

Subject: <u>Application for Modification in the Generation License of M/s Engro Polymer &</u> <u>Chemicals Ltd. — 79.02 MW Gas based Thermal Power Plant</u>

Dear Sir,

M/s Engro Polymer and Chemicals Limited (EPCL) has a 79.09MW gas based thermal power plant under Generation License No. SGC/026/2004 (Annexure 1).

EPCL have surplus electrical power, of which it intends to supply to

1.Engro Plasticizer (Pvt) Ltd.; an associated undertaking.

2. Engro Peroxide (Pvt) Ltd.; an associated undertanking.

Therefore, we hereby submit this application for Licensee Proposed Modification (LPM) with the following documents as per clause 10 (2) & (3) of NEPRA Licensing (Application and Modification Procedure) Regulations 1999:

a) Text of proposed modification (Annex — A)

b) Statement of reasons (Annex — B)

c) A statement of the impact on the tariff, quality of service and the performance by the

licensee of its obligations under the license (Annex -- C)

d) Fee pursuant to LPM vide bank draft

e) Board Resolution for submission of LPM (Annex - D)

Engro Plasticizer and Engro Peroxide, being established in close proximity with EPCL (same address as of EPCL) and will be requiring safe and reliable electrical power to the tune of 400KW and 2.4 Mw (Running load of 300KW and 1.9 Mw) respectively for its continuous plant operations (copy of a draft



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agreement is attached). Here, it needs to be highlighted that the proposed distribution arrangement (to be laid) will have no hindrance/ crossover with the current setup of DISCO distribution network as both the companies share the same boundary wall and the networking arrangement will be on private properties of EPCL.

In view of the above facts and supporting annexures attached herewith, you are requested to kindly process our licence modification at your earliest to streamline power procurement of our associated concerns, i.e., Engro Plasticizer (Pvt) Ltd & Engro Peroxide (Pvt) Ltd.

Your faithfully,

lmran Anwer

Syed Abbas Raza

Enclosed:

Annexure 1 Copy of Generation License

Annexure 2 Engro Peroxide Details

Annexure 3 Supply of Electricity to Engro Peroxide (layout)

Annexure 4 Single Line Diagram

Annexure A Text of proposed modification

Annexure B Statement of reasons

Annexure C Statement of the impact on the tariff, quality of service and the performance by the

licensee of its obligations under the license

Annexure D Board Resolution for submission of LPM



TEXT OF THE PROPOSED MODIFICATION

Following changes are going to take place since the last renewal of the generation license:

• Proposed addition of Engro Plasticizer (Pvt) Ltd. and Engro Peroxide (Pvt) Limited, as Bulk Power Consumers under section 22 of the "Regulation of Generation, Transmission and Distributionof Electric Power Act, 1997"

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Annexure B

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STATEMENT OF REASONS IN SUPPORT OF THE MODIFICATION

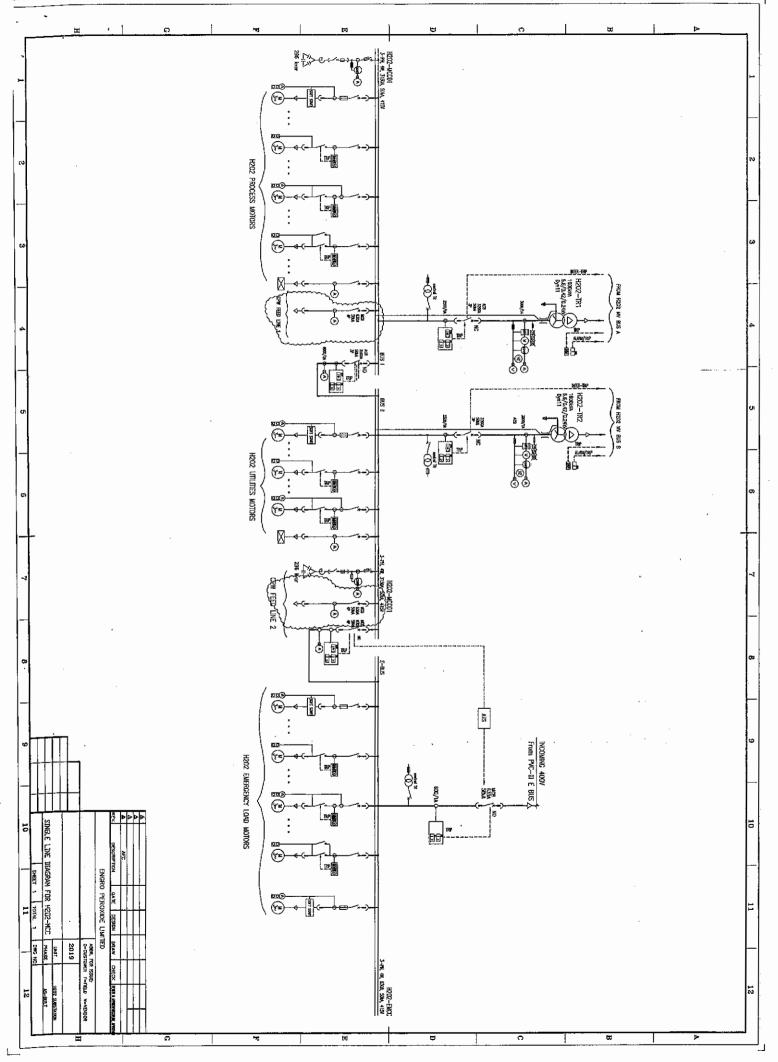
[Regulations 10(2) (b) of the Regulations]

Further, Engro Plasticizer (Pvt) Ltd. and Engro Peroxide (Pvt) Limited have agreed to purchase power as Bulk Power Consumers from Engro Polymer and Chemicals Limited up to 400KW and 2.4 MW (Running load of 300KW and 1.9 Mw)and will be signing respective agreements with EP&CL after necessary regulatory approvals. This arrangement has no hindrance and crossover of DISCO lines.

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STATEMENT OF IMPACT ON THE TARIFF

There is no impact on the tariff, quality of service and the performance by the licensee of its obligations under the licence [Regulation 10(2) (c) of the Regulation].



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Information regarding Network Facts Pertaining to Supply of Power toEngro Per Oxide Limited, Bin Qasim, Karachi

Α	No. of Consumers		One (1)	
В	Location of consumer (distance and/or identity of premises)		Engro Plasticizer (Pvt) Ltd &Engro Peroxide (Pvt) Ltd. Bin Qasim, Karachi.	
C	Contracted capacity and load factor for consumer		400KW and 2.4 M (Running load of 300KW and 1.9 Mw) respectively Load Factor &0.8	
D	Specify Whether		· · · · · · · · · · · · · · · · · · ·	
	1.	The two consumers are associated undertaking of EPCL-If yes specify percentage ownership of equity	Yes (Equity shall be provided later)	
	11.	There is common directorship	Yes	
		Either can exercise influence or control over the other	Yes	
E	Specify nature of contractual relationship			
	1.	Between consumer and EPCL	Engro Plasticizer and Engro Peroxide are 100% owned subsidiaries of EPCL	
	II.	Consumer of KE	No	
F	Capacity originally sanctioned by provincial government- If subsequently enhanced, evidence of permission for enhancement		N/A	
G	Tariff arrangement and with WAPDA/Provincial government		N/A	
Η	Any other network information deemed relevant for disclosure to or consideration by NEPRA		N/A	

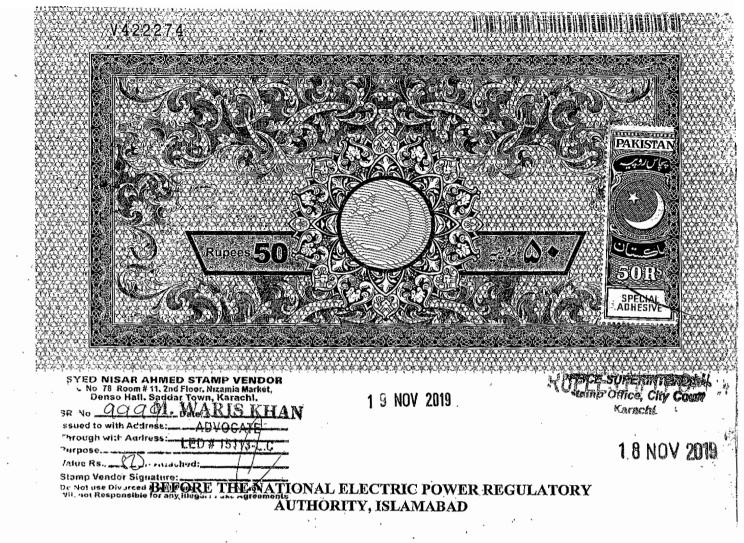
Part-A

Information Regarding Distribution Network for Supply of Power to Bulk Power Consumers (in the Name of EngroPlasticizer (Pvt) Ltd. and Engro Peroxide (pvt) Limited) of the Licensee (i.e. Engro Polymer and Chemicals Limited)

Part B

A	No. of Feeders		Two (2)	•
B	Length o	f each Feeder	300 Meter	
С	Length o	f Feeder to Consumer	300 Meter	
		•	and the second state of the	
		· ·		
			· · ·	
	In respec	ct of all the Feeders, describe the	Feeder passes through Engro Polymer and	
		(streets, farms, Agri land, etc.)	Chemicals Limited (EPCL) area only. Does not cross	
		under or over which they pass	over or pass near the DISCO Lines. Power th	rough
	right up to the premises of customer,		overhead cables on cable trays	, .
		they cross-over or pass near the		
D	DISCO lii	nes	· · · · · · · · · · · · · · · · · · ·	
	Whether owned by EPCL consumer or			
	KESC (deal with each feeder separately)		And the second	
	I. If owned by KE, please furnish		Owned by the consumer (i.e.; EngroPlastici	zer and
		particulars of contractual	EngroPeroxide Limited)	-
E		arrangement		
		Operation and maintenance	Maintenance responsibility of the feeder lie	ac with
		responsibility for each feeder	the consumers	25 WILLI
		responsionity for each recuer		
F	Whether connection with network of KE exists (whether active or not)- If yes,			
`				
	l .	details of connection	No	
	-	nents (Both technical and		
	contract	ual)		
G	Any othe	er network information deemed	-	·····
	relevant	for disclosure to or consideration		
	by NEPR	A	1 N	

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POWER OF ATTORNEY

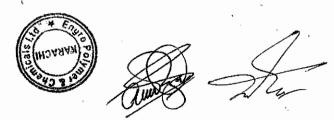
We/I, M/s Engro Polymer & Chemicals Limited, do hereby appoint and authorize Mrs. Ameena Sohail of M/S PRECISION ADVOCATES & CONSULTANTS, having its registered office at 138-A, STREET NO. 4, PAK PWD HOUSING SOCIETY, ISLAMABAD, to represent us before the National Electric Power Regulatory Authority (NEPRA) only in relation to sale of electricity by us to our wholly owned subsidiaries namely Engro Plasticizer (Pvt) Ltd. and Engro Peroxide (Pvt) Ltd. ("said purpose");

And to produce such necessary documents / statements / exhibits and also apply for and receive all such documents and dispositions required by NEPRA for the said purpose;

And to do all such acts legally necessary for the said purpose and manage to conduct the said purpose in all respects only as specified herein and/or as may be deemed appropriate, necessary and expedient by the Attorney;

And We/I also hereby agree to ratify and confirm all lawful acts done by our Attorney on our behalf only in respect of the said purpose under or by virtue of these presents of the practice in such matters.

ACCEPTED



AMEENA SOHAIL (ATTORNEY)

(EXECUTANT)

