



# **PAKGEN POWER LIMITED**

Corporate Briefing Session

on Annual Audited Accounts for the Financial Year ended December 2019

**22 June 2020**

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The background of the slide is a faded photograph of an industrial plant. It features several tall, cylindrical chimneys with alternating red and white horizontal bands. In the foreground, there is a white metal fence. The overall scene is somewhat hazy, suggesting an overcast day or a misty atmosphere.

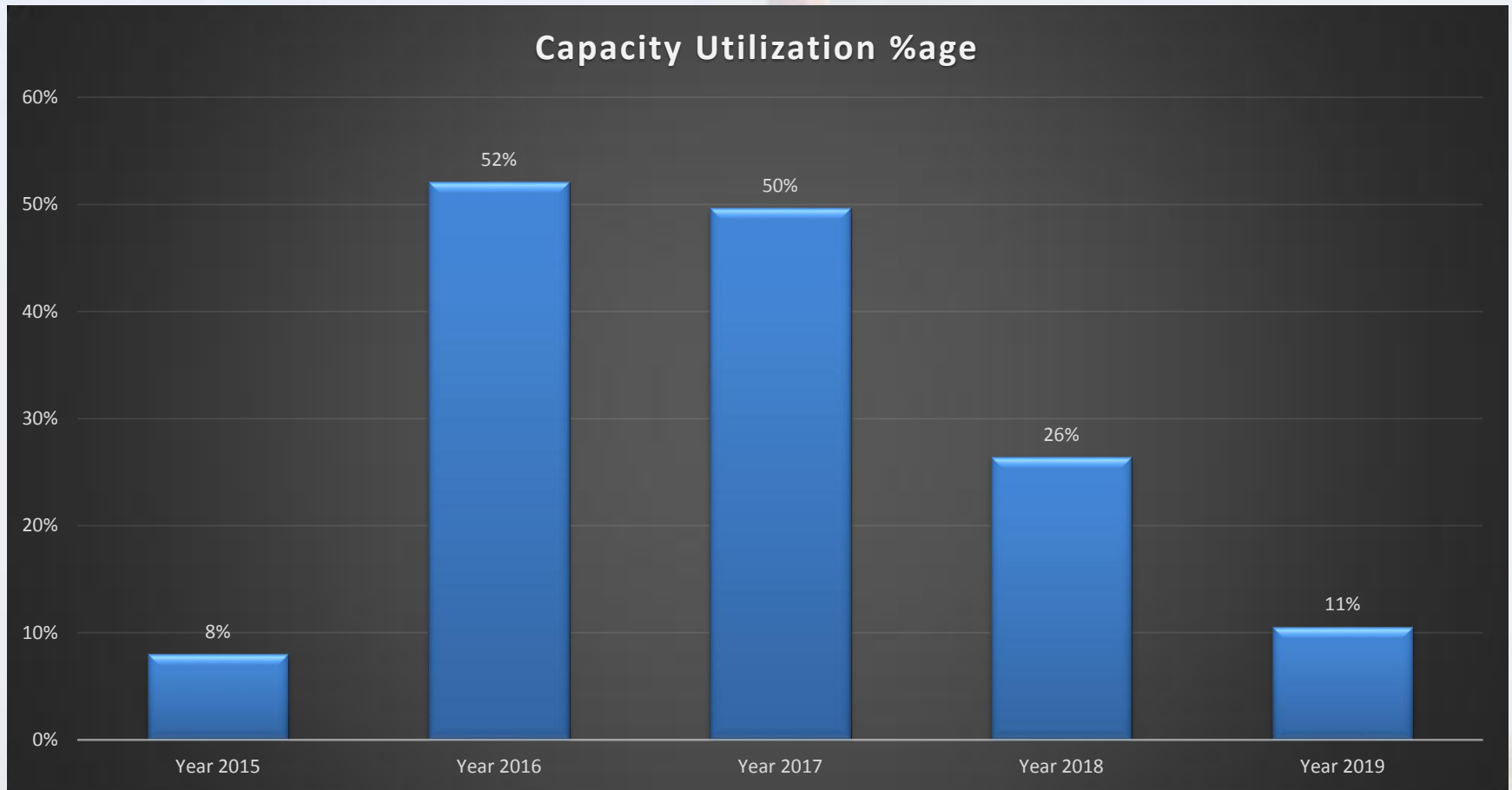
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# Company Brief

The background of the slide is a faded photograph of an industrial power plant. Two prominent, tall chimneys with red and white horizontal stripes are visible. In the foreground, there is a metal fence and some industrial structures. The overall scene is hazy, suggesting a misty or overcast day.

- ❑ Located at Mehmood Kot, Muzaffargarh Punjab
- ❑ Gross capacity: 365 MW
- ❑ Net/ Dependable Capacity: 350 MW
- ❑ Technology: Oil-Fired Steam Turbine
- ❑ Established under the “Power Policy 1994”
- ❑ Incorporated in year 1995
- ❑ Commissioning Date: February 1, 1998
- ❑ Shares listed in year 2011

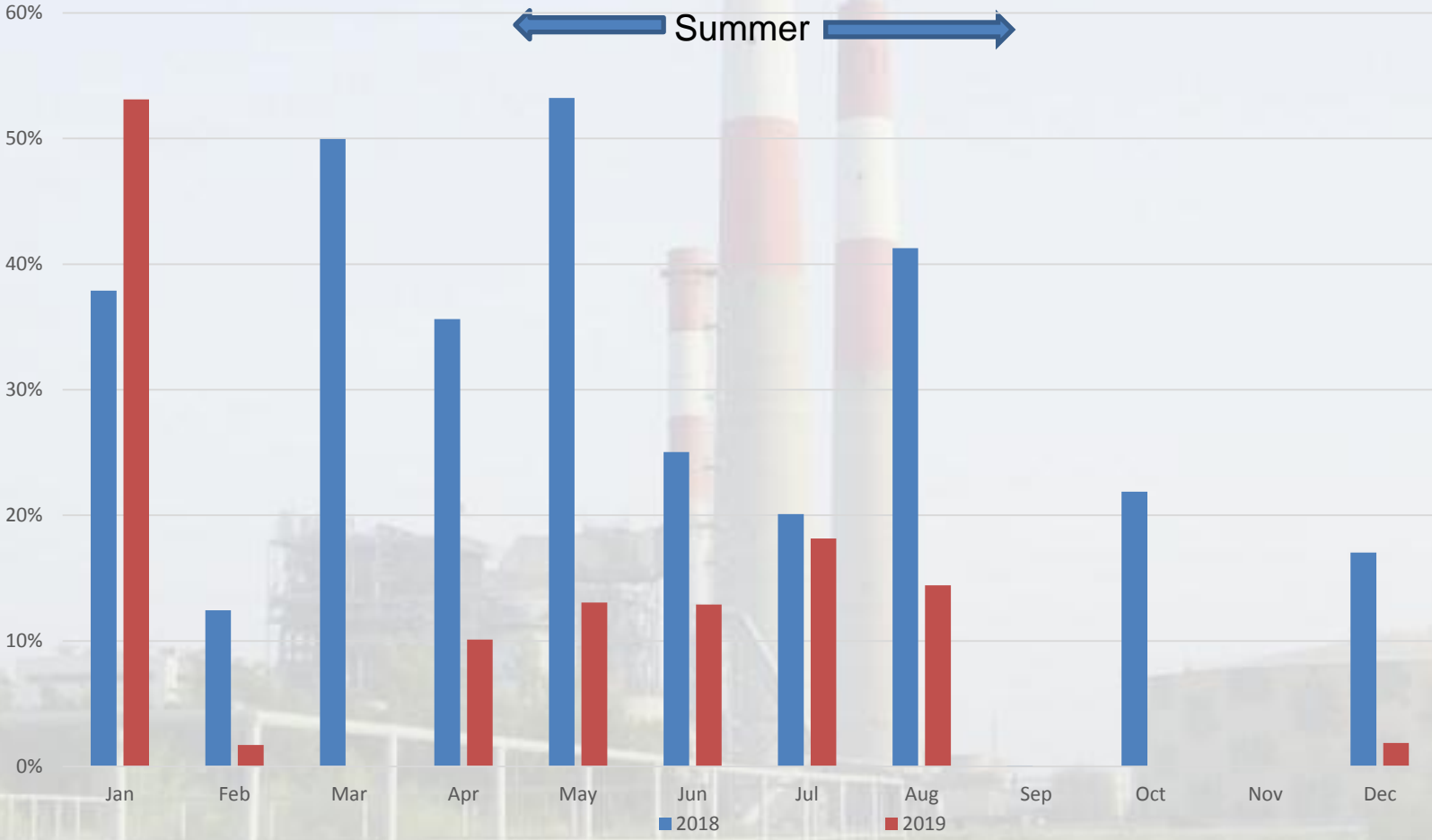
# Operational Highlights



Reducing trend due to induction of energy through RLNG/COAL and other renewable power plants

# Operational Highlights

Capacity Utilization (%age)  
2019 vs 2018

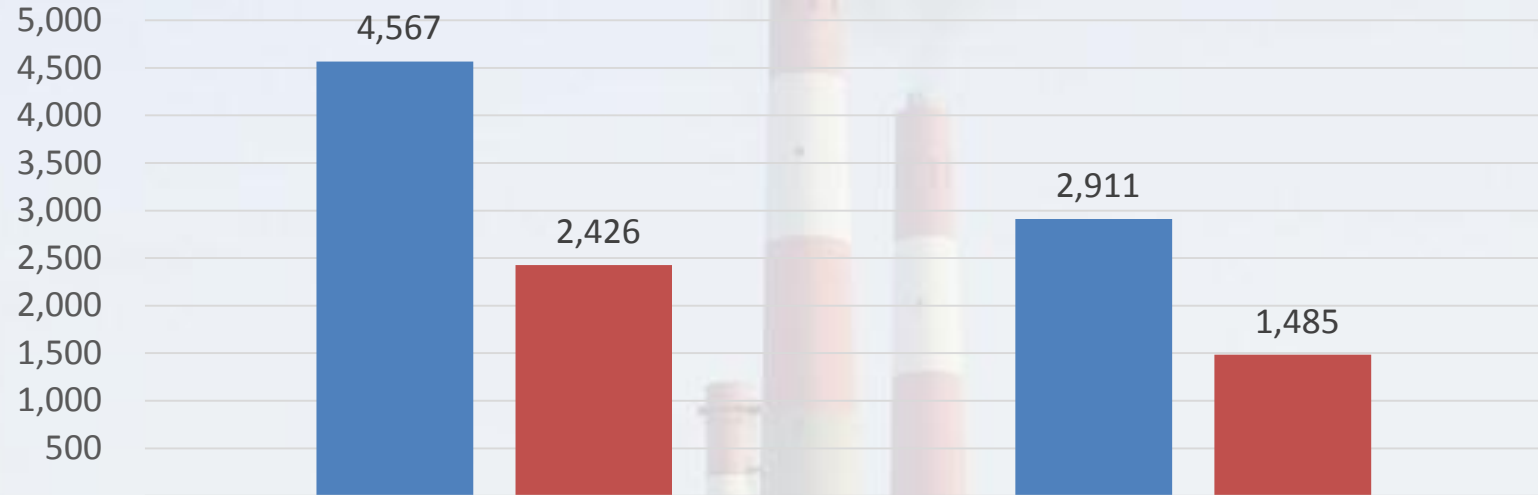


# Financial Highlights

Rs in million

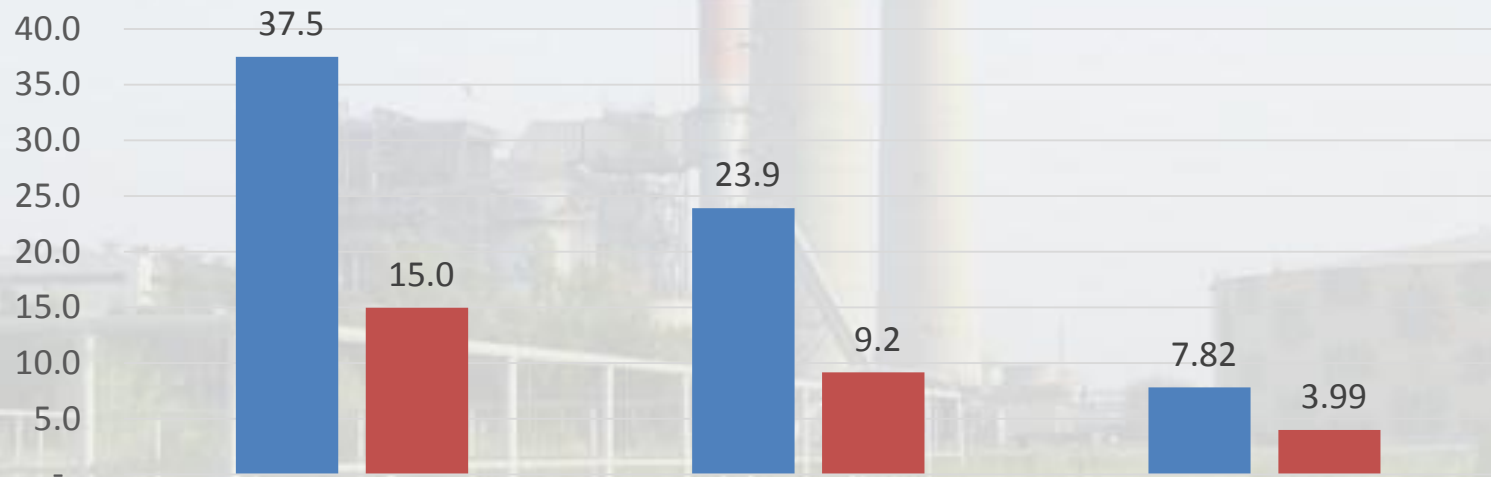
■ 2019

■ 2018



Gross Profit

Net Profit



Gross Profit %age

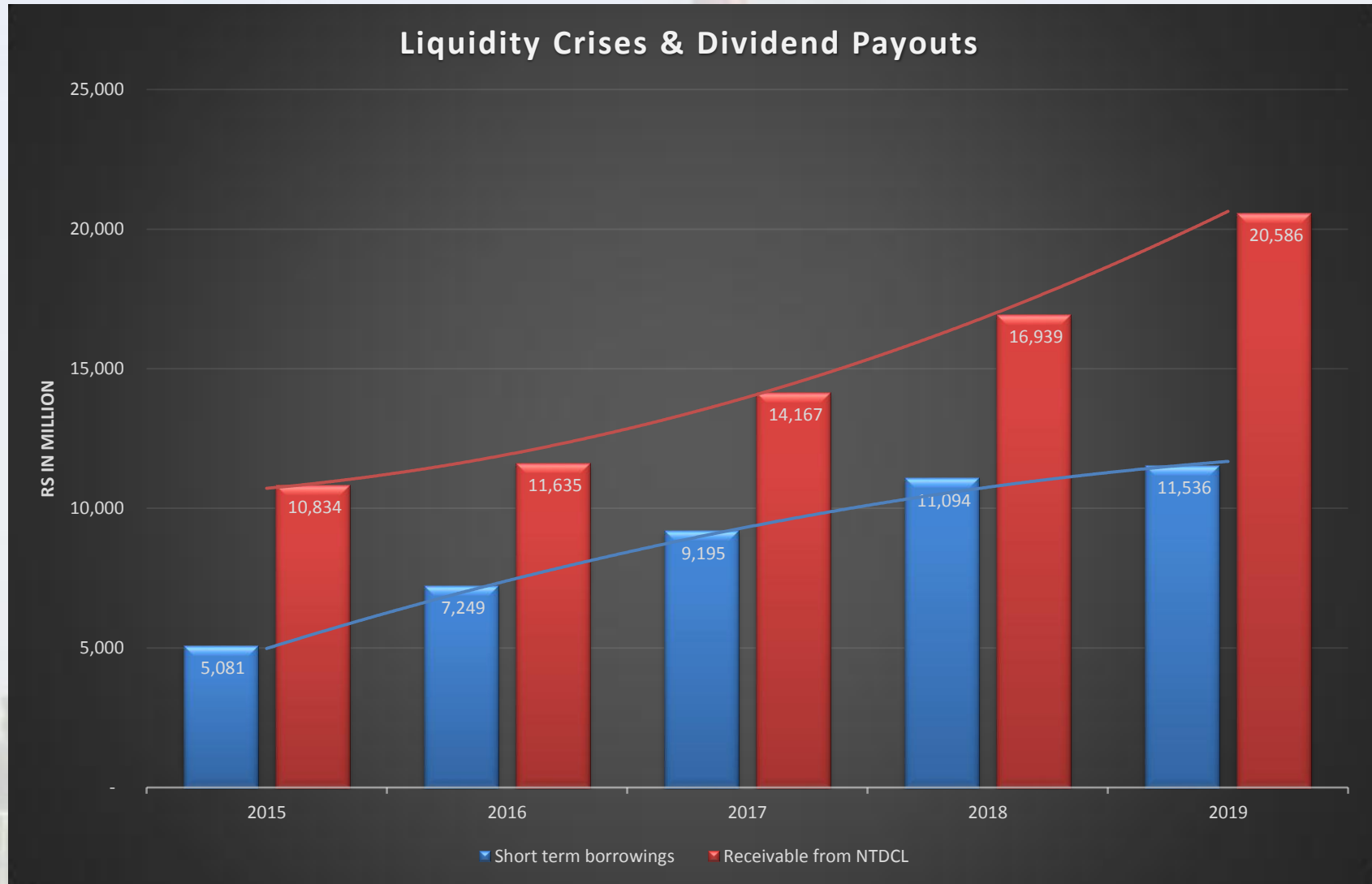
Net Profit %age

Earning per Share

# Strategic/Operational Developments

- In response to load demanded by CPPA-G, the Pakgen plant operated at capacity factor of 10.5% with load factor of 48.6% and availability of 99.0% and dispatched 323.991 GWh of electricity. The Company continues to allocate funds on various improvement projects towards the ongoing modernization of the plant in order to ensure its long term integrity and maximum availability for its customer CPPA-G.

# Challenges





# Challenges

## Arbitration Disputes

During 2018, the Company filed case for arbitration in the International Chamber of Commerce (ICC) to resolve the following matters, as per the mechanism allowed by PPA for resolutions of disputes:

- ❑ The Power Purchaser unlawfully set off amounts from payments due to the Company
- ❑ The Power Purchaser has unlawfully deducted amounts from the Company's invoices on the basis of fuel supply
- ❑ The Power Purchaser has failed to renew the WAPDA Letter of Credit
- ❑ The Power Purchaser has failed to pay interest in full on its delayed payments

During the year, an arbitrator has been appointed by the ICC and hearing of the case is scheduled in September 2020.

# Business Outlook

- We foresee circular debt to remain a challenge for the government and the energy sector particularly in the near future unless concrete policy measures are taken to address the underlying causes
- Due to induction of new power generation plants based on hydel energy, coal, renewable and RLNG at a lower price, it is expected that pakgen will be dispatched in peak demand seasons, in case of interruption in supply of RLNG or in low water months only. This will help Company minimize its fuel losses.

The background of the slide shows an industrial facility, likely a power plant or refinery, with several tall, cylindrical chimneys or smokestacks. The chimneys are painted with alternating red and white horizontal bands. In the foreground, there is a metal fence. The overall scene is somewhat hazy or overcast.

# Questions and Answers

A photograph of an industrial facility, possibly a power plant or refinery, featuring several tall, cylindrical smokestacks with red and white horizontal bands. The background shows various industrial buildings and structures under a clear sky. In the foreground, there is a metal fence and some greenery. The text "Thank You" is overlaid in the center in a dark blue, sans-serif font.

**Thank You**