





Imran Khan Honourable Prime Minister of Pakistan



Omar Ayub Khan Minister of Energy

URGENT APPEAL

FOR IMMEDIATE RESOLUTION OF KE'S OUTSTANDING DUES AND TARIFF RELATED ISSUES.

To power Karachi, the economic engine of Pakistan, K-Electric will invest USD 2 billion over the next three years across its power value chain, including a 900 MW RLNG-fired power plant. However, financial viability is a critical component of continued investments. Thus KE requires support in resolving the following issues:

- Release of PKR 88 bn as net receivable on account of Tariff Differential Claims and Karachi Water and Sewerage Board dues.
- Release of PKR 11.4 bn against KE's claim on account of
 - (i) SME PM Relief provided to eligible customers; and
 - (ii) Delayed tariff increase of up to PKR 2.89/unit to be at par with the rest of the country.

To meet project timelines and ensure continued investment, KE's borrowing has increased substantially, which is neither viable nor sustainable. KE's receivables have also increased in lieu of Tariff Differential Claims and KW&SB dues.

K-Electric appeals to the Honourable Minister of Energy to consider the above and to ensure that necessary action is taken to resolve this issue on an immediate basis.