

NISHAT MILLS LIMITED



EXCHANGES/2016/

December 9, 2016

1) The General Manager,
Pakistan Stock Exchange Ltd
Stock Exchange Building
Stock Exchange Road, KARACHI.

PUCARS / TCS

2) The Executive Director,
Monitoring & Enforcement Division,
Securities & Exchange Commission of Pakistan,
8th Floor, NIC Building, Jinnah Avenue,
Blue Area, ISLAMABAD.

Fax No. (051) 9100454, 9100471/TCS

Subject: Application of Nishat Energy Limited (NEL) for Grant of Generation License in Respect of 660 MW Coal Power Plant, District Rahim Yar Khan

Dear Sir,

With reference to our earlier disclosures for submission of PQD to participate in the bid to setup a coal based power plant of 660 MW in Distt Rahim Yar Khan and Special Resolution under Section 208 of the Companies Ordinance, 1984 for equity investment in NEL.

We in this respect are pleased to intimate all the stakeholders that NEPRA has admitted NEL's Generation License application for consideration vide its letter No. NEPRA/R/LAG-371/16403 dated December 07, 2016 received on December 08, 2016.

However, the upfront tariff applicable to imported coal based projects has expired with effect from October 14, 2016, and no new tariff has been announced by NEPRA.

Further intimated that an understanding with TBEA Xinjiang Sunoasis Co., Ltd., China (TBEA), has been reached to acquire 70% equity in NEL by TBEA and balance 30% will remain with Nishat Power Limited (25%) and Nishat Mills Limited (5%) but no binding agreement has taken effect so far.

Thanking you,

Yours Sincerely,


KHALID MAHMOOD CHOCHAN
COMPANY SECRETARY

HEAD OFFICE

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