



# SUI NORTHERN GAS PIPELINES LIMITED

GAS HOUSE, 21 KASHMIR ROAD, P.O. BOX 56, LAHORE (PAKISTAN)

CA/PSX/ 2999

Thru: PUCARS/Courier

December 15, 2021

The General Manager,  
Pakistan Stock Exchange Limited (PSX),  
Stock Exchange Building,  
Stock Exchange Road,  
KARACHI.

The Director/HOD,  
Surveillance, Supervision & Enforcement Department,  
Securities and Exchange Commission of Pakistan,  
NIC Building, 63 Jinnah Avenue, Blue Area,  
ISLAMABAD.

## DISCLOSURE OF MATERIAL INFORMATION

Dear Sir,

In accordance with Section 96 of the Securities Act, 2015 and Clause 5.6.1(a) of PSX Regulations, we hereby convey the following information:

There are various misleading reports circulating regarding two arbitration awards involving SNGPL and National Power Parks Management Company (Pvt.) Limited (NPPMCL). NPPMCL is a wholly owned subsidiary of the Federal Government. It must be noted that arbitration and awards are private and confidential. A selective and misleading disclosure has been made of part of the awards. SNGPL will not violate the confidentiality commitment enshrined in the relevant rules; however, it has been constrained to respond given the ongoing speculation. SNGPL intends to fully explore and avail all legal remedies which are available to it and is consulting with its counsels in this regard.

Under the terms of the license granted to SNGPL by OGRA read with the decision of ECC of the cabinet dated May 11, 2018 and in line with the tariff regime in vogue, the Company after exhausting all the legal remedies available under the law, will take up the matter with OGRA for determining the impact of the awards on revenue requirement of the Company. Since the relevant awards relate to Take or Pay revenues and since these revenues billed to NPPMCL were earlier offered to OGRA as an operating revenue, therefore, reversal of the same, if any, may not have any material adverse impact on the profitability of the Company.

For the record, the arbitrations arose from the decision of an expert who was a retired Supreme Court Judge who had decided all issues in favor of SNGPL.

Thanks and regards.

Yours sincerely,

**SUI NORTHERN GAS PIPELINES LIMITED**

  
(IMTIAZ MEHMOOD) —

Company Secretary

Tele: 042-99201338

Fax: 042-99201369

Telephones Exch: { + (92-42) 9082000  
+ (92-42) 9082006

Telephones: { 042-99201338  
042-99201044

Fax: 042-99201369

www.sngpl.com.pk



OHSAS 18001 ISO 14001