

Ref: KAPCO/2022/K-3/L-003
July 6, 2022**WITHOUT PREJUDICE**Mr. Hafiz Maqsood Munshi
Head, Listed Companies Compliance
Pakistan Stock Exchange Limited
Stock Exchange Building, Stock Exchange Road
KarachiSubject: **ENQUIRY ON NEWS PUBLISHED IN PRINT/ELECTRONIC MEDIA**

Dear Sir,

Reference to your letter dated July 5, 2022, bearing reference no PSX/Gen-1343, whereby clarification has been sought by the Pakistan Stock Exchange (PSX) on captioned subject.

We confirm that a self-explanatory letter was written to the National Electric Power Regulatory Authority (NEPRA) by KAPCO, which was published by the Business Recorder on July 4, 2022, under the heading "Delay in extension of Generation License hurts KAPCO".

The KAPCO letter was issued as a reminder to NEPRA to accept KAPCO's application for extension of Generation License for a period of 10 years, at the earliest. KAPCO filed an application before NEPRA for extension of its Generation License for 10 years within the statutory period on June 24, 2021. As KAPCO's Generation License was set to expire on September 24, 2021, **NEPRA was please to provisionally allow KAPCO to generate and supply power to the national grid under the obligations of its existing Generation License till final decision by it.** On March 31, 2022, NEPRA conducted a public hearing for progressing the application filed by KAPCO for extension of its Generation License and the matter is pending before NEPRA.

It is pertinent to mention that the information contained in the KAPCO letter (as published) has been declared in KAPCO's Annual Accounts and Director's Report for Financial Year 2021 and also in the First, Second and Third Quarterly Reports for the Year ended June 30, 2022. Accordingly, as this information was duly shared, no material information has been withheld. Despite challenges, there is no chance of KAPCO committing a default.

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In view of the above, KAPCO denies that any material information was withheld with the PSX or all market participants/ investors.

You are requested to disseminate the information to the Members of the Exchange accordingly.

Yours faithfully,
For Kot Addu Power Company Limited

A handwritten signature in blue ink, appearing to read 'A. Rath'.

A. Anthony Rath
Company Secretary

Cc:

1. Executive Director/HOD, Offsite – II Department, Supervision Division, SECP, Islamabad.
2. The Chief regulatory Officer, PSX.