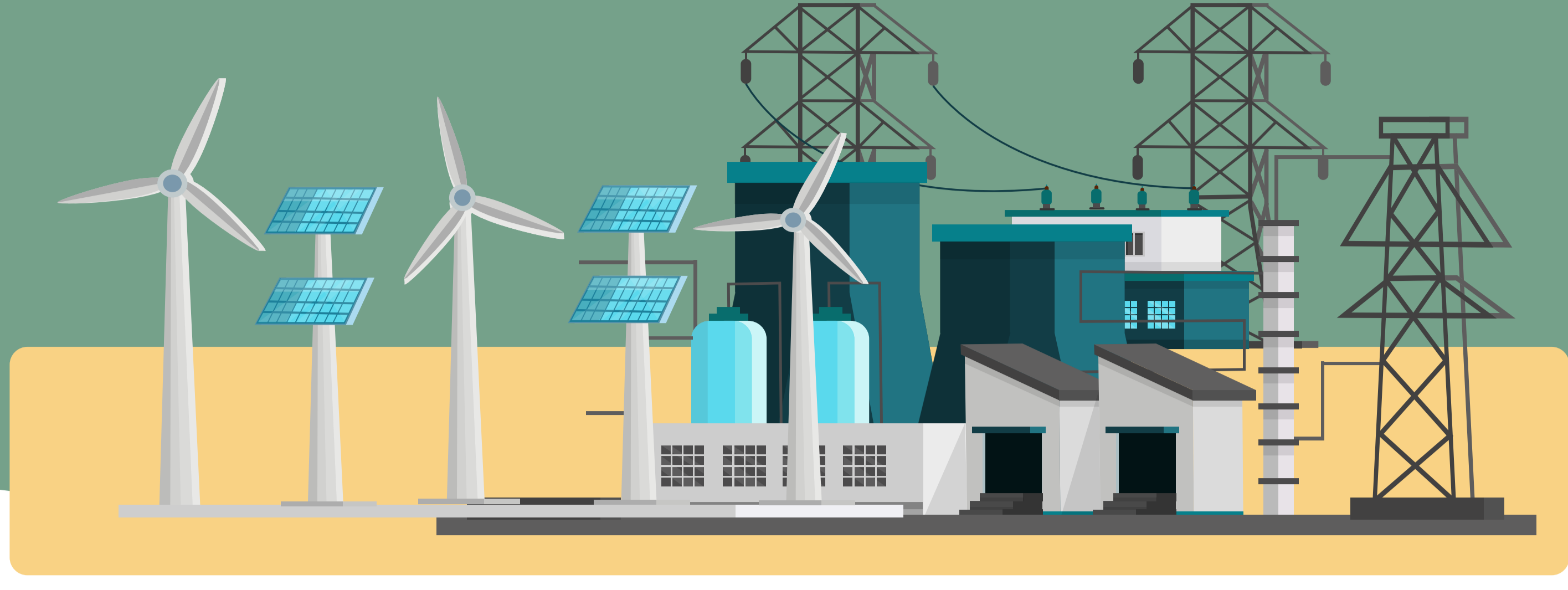
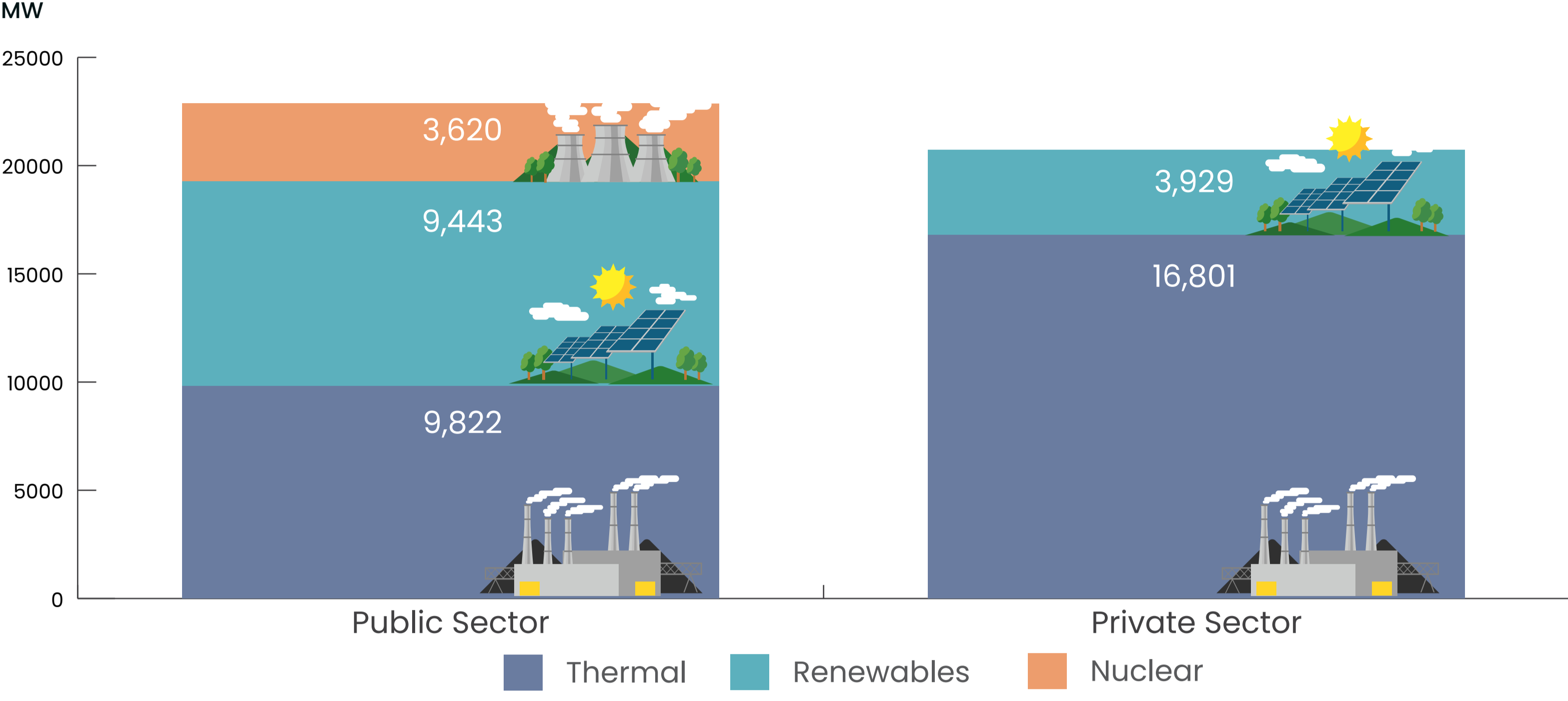


5 PROBLEMS IN PAKISTAN'S ENERGY SECTOR



Private Sector Share

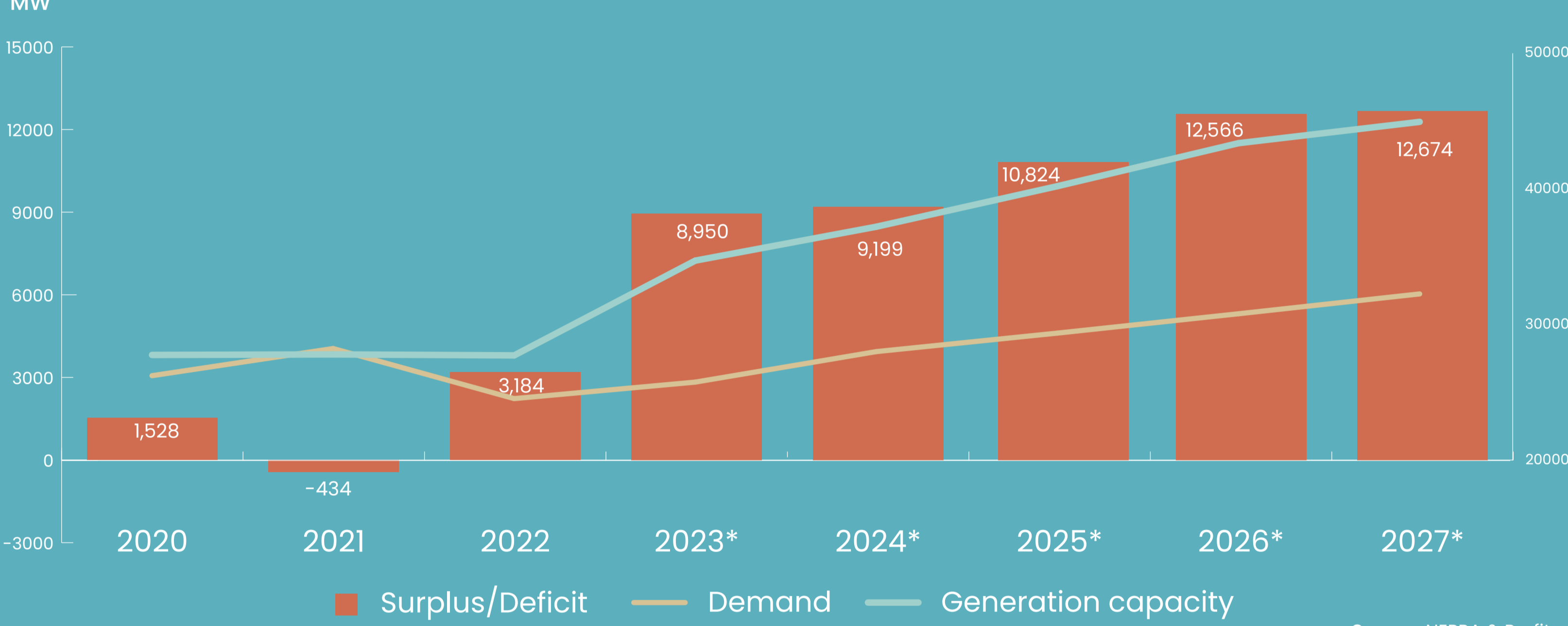
The emergence of the private sector in Pakistan's energy landscape in the early 2000s arrived with an uptick in thermal projects too.



Source: NEPRA

Excess Electricity

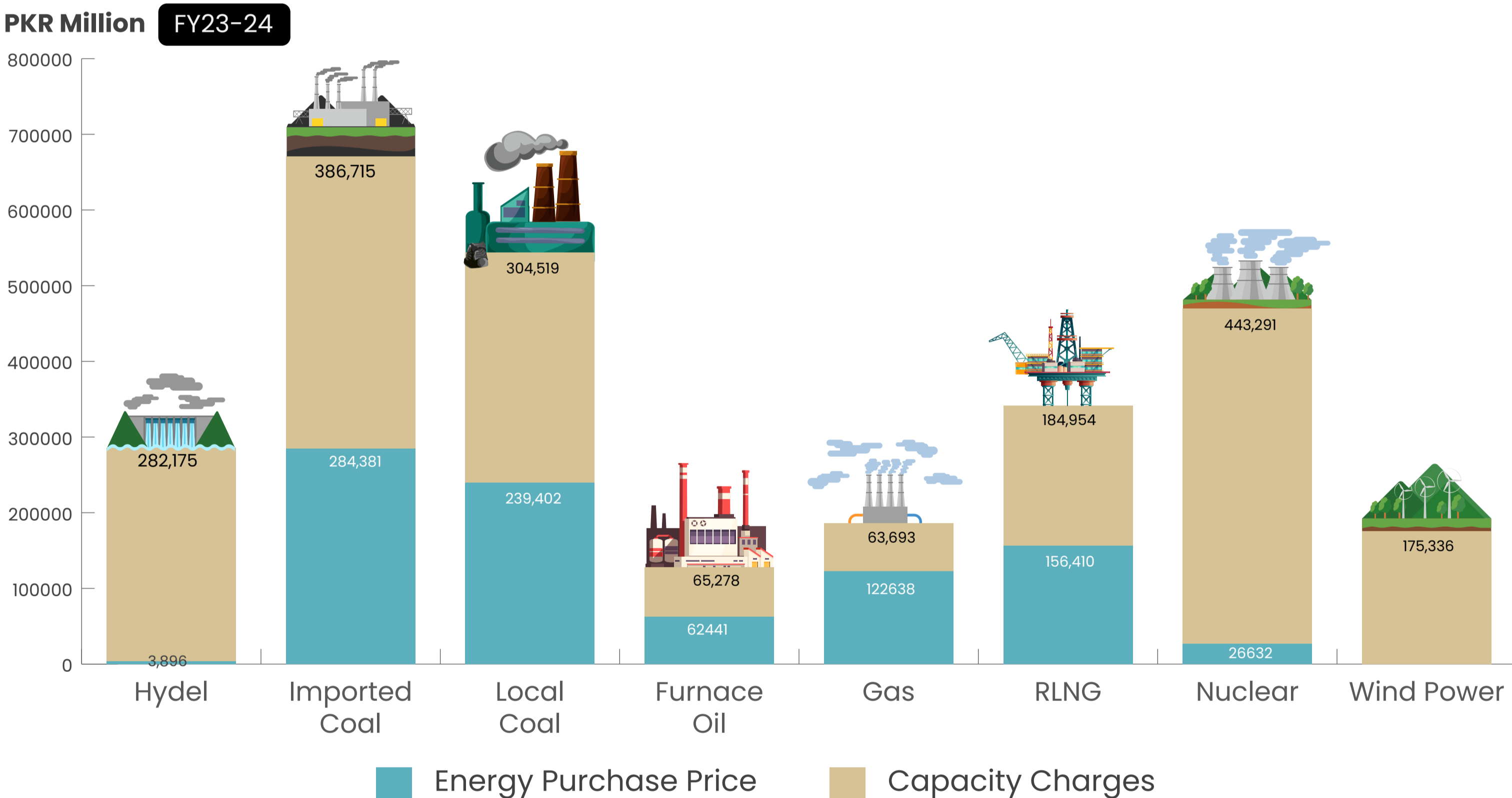
Pakistan's minuscule GDP growth isn't being matched by its electricity supply. The problem lies within transmission and financial mismanagement as Pakistan has excess electricity for the upcoming years



Source: NEPRA & Profit

Capacity Charges Reign Electricity Cost

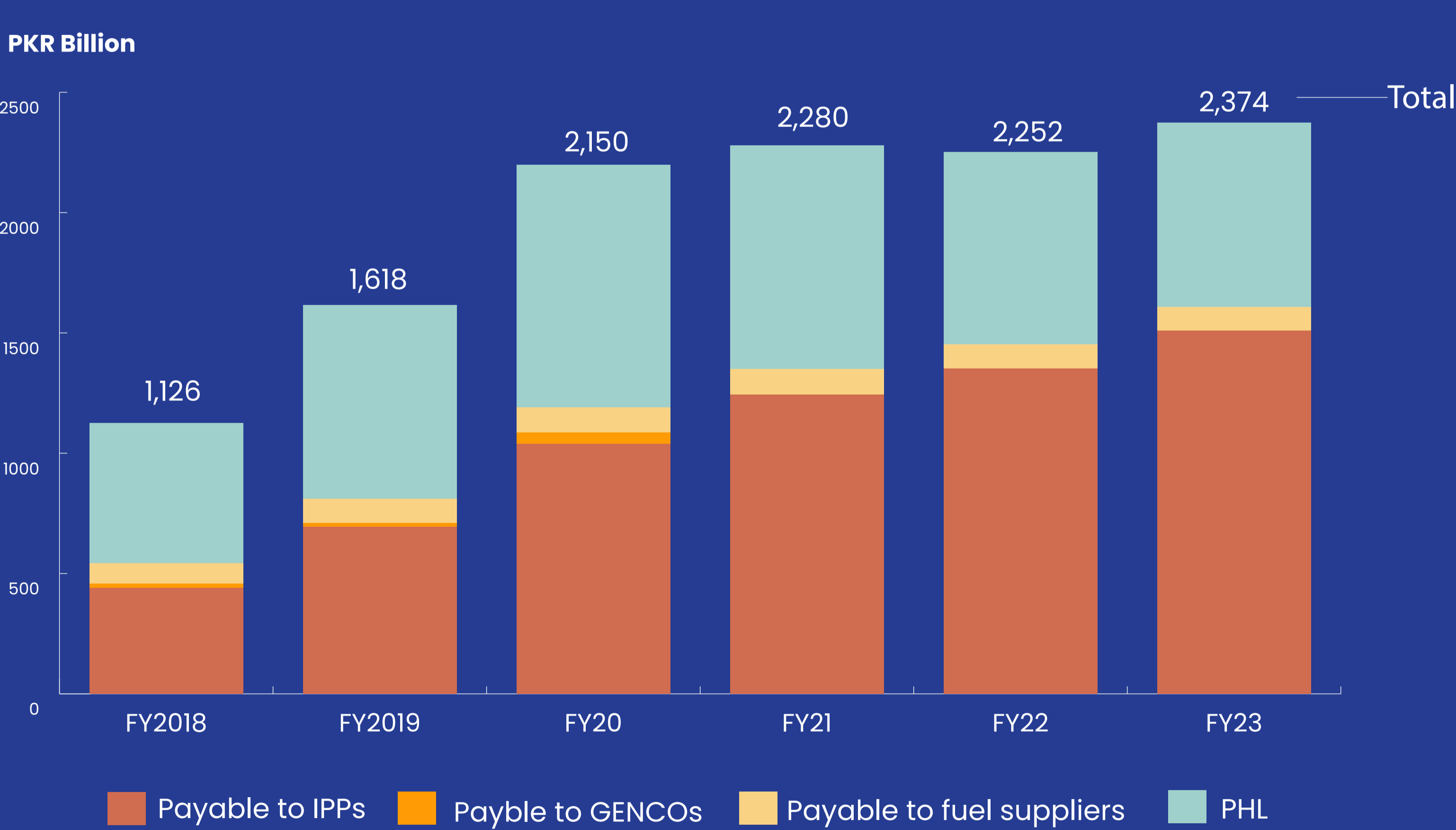
Capacity charges are essentially paying for power plants even if they're not producing electricity. These affect the exchequer more than imported energy costs.



Source: NEPRA

Pakistan's Debt Loop

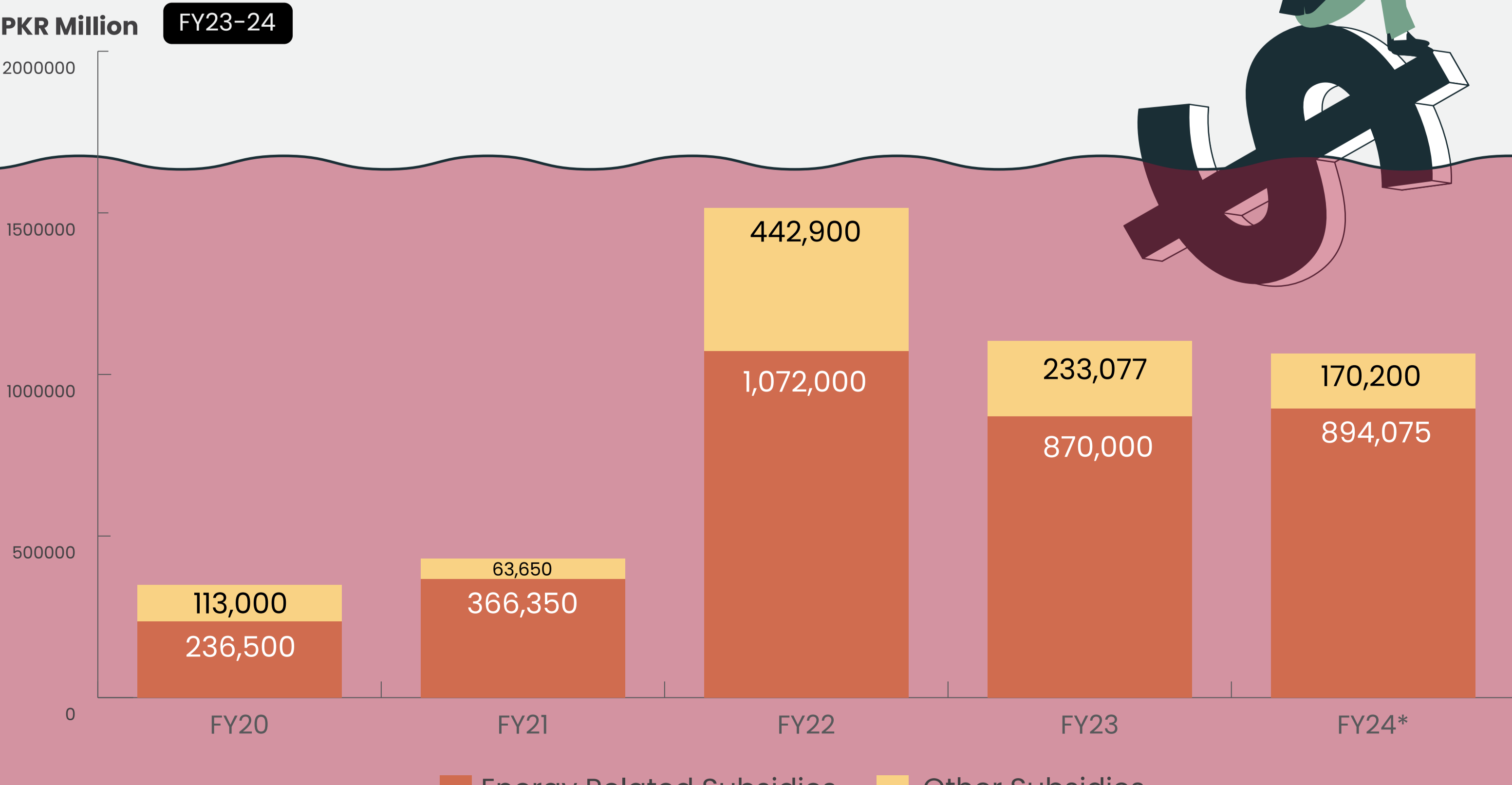
Various problems have resulted in Pakistan accumulating excessive energy-related debt over the years. And it keeps adding on



Source: NEPRA & Profit

Dent to Federal Budget

This debt along with other management-related problems leads to reliance on the government for financial assistance



Source: Budget Documents, Ministry of Finance