



## STATE BANK OF PAKISTAN SME Finance Department

No. SMEFD/LTFF(PP)/X/2010 - 225

February 4, 2010

Chief Executive Officer,  
Punjab Board of Investment and Trade,  
92-A/D, Main Boulevard,  
Gulberg-III,  
Lahore.

Dear Sir,

### Scheme for Financing Power Plants using Renewable Energy

In view of the prevailing power crisis, as well as to eliminate dependence on imported source of fuel and thus to eliminate the associated price fluctuations, SBP has issued a scheme for financing Power Plants using Renewable Energy with a capacity of 10MW. The scheme is not only aimed to overcome the shortage of electricity but also to promote economic growth in the less developed areas which are naturally endowed with wind channels and river flows, reducing the costs associated with distribution.

The main features of the scheme are as follows:

- Power plants using renewable energy as fuel with a maximum capacity of 10MW will be eligible for availing finance subject to approval of the concerned government authorities.
- The mark up/service charges are linked to the Weighted Average rates on PIBs. The rates for disbursements made during FY2010 are 12.4% (for tenor upto 5 years) and 12.5% (from 5 to 10 years).
- Financing shall be available for a maximum period of 10 years. Disbursements against applications for availing finance under the scheme shall be considered up-to June 30, 2012.

Your assistance for promoting the scheme as well as guiding investors eligible under the scheme to avail refinance through commercial banks shall enable us to meet the mutual goal of reducing power shortage and enabling the country's economic growth.

The detailed scheme along with relevant annexures is available at our website and can be accessed through <http://www.sbp.org.pk/sme/d/circulars/2009/C19.htm>.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'Mansoor H. Siddiqui'.  
(Mansoor H. Siddiqui)  
Director