

## For Immediate Release

## STATEMENT BY MINISTRY OF ENERGY, GREEN TECHNOLOGY AND WATER ON THE ADDITIONAL POWER SUPPLY ON A SHORT-TERM BASIS BY EXTENDING THE POWER PURCHASE AGREEMENT (PPA) OF INDEPENDENT POWER PRODUCERS (IPP)

**PUTRAJAYA**, **5 July 2016** - The Government, via the Energy Commission (EC), had conducted a competitive bidding exercise in 2015 to procure additional power supply on a short-term basis by extending the Power Purchase Agreement (PPA) of the First Generation Independent Power Producers (IPP).

Three (3) IPPs, namely Port Dickson Power Bhd. (PD Power), Kuala Langat Power Plant Sdn. Bhd. (Kuala Langat Power), and YTL Power Generation Sdn. Bhd. (YTL Power) fulfilled the conditions set by EC and, therefore, were selected.

Two (2) of them i.e. PD Power and Kuala Langat Power had signed the PPAs with Tenaga Nasional Berhad (TNB). YTL Power has not done so due to the *Conditions Precedent* (CP) set by TNB on its PPA. TNB is also challenging the direction issued by EC to extend the PPA. Hence, TNB had submitted the direction for judicial review.

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ISSUED BY:
MINISTRY OF ENERGY, GREEN TECHNOLOGY AND WATER
5 JULY 2016