



Power Plant Financial Overview



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Plant Information



Installed Capacity

Installed Capacity

3 MW

Power Generation per hour

3,000 kWh

Power Generation per day

72,000 kWh ($3,000 \times 24$)



Coal Consumption

1

Coal usage

$$2,100 \text{ kg/hour} = 2.1 \text{ MT/hour}$$

2

Coal per day

$$2.1 \times 24 = 50.4 \text{ MT/day}$$

Running and Raw Material Costs

Cost Component	Basis	Amount (₦)
Running cost	₦100,000/hour × 24 hours	₦2,400,000/day
Coal cost	₦80,000/MT × 50.4 MT	₦4,032,000/day
Total Daily Operating Cost		₦6,432,000/day

(Note: You previously wrote ₦6,320,000 – slightly off due to rounding.)

Revenue from Power Sales

1

Selling price

₦190 per kWh

2

Daily generation

72,000 kWh

3

Revenue per day

$$72,000 \times 190 = ₦13,680,000/\text{day}$$



Profit Calculation

$$\begin{aligned}\text{Daily Profit} &= \text{Revenue} - \text{Total Costs} \\ &= ₦13,680,000 - ₦6,432,000 \\ &= ₦7,248,000/\text{day}\end{aligned}$$

If operating 340 days/year (allowing 25 days downtime):

$$\text{Annual Profit} = ₦7,248,000 \times 340 = ₦2,464,320,000/\text{year}$$

Conversion to USD

US\$ = ₦2,464,320,000 ÷ 1,450 ≈ US\$1,699,000/year



Repayment / Investment Outlook

If the total investment is approximately ₦7–8 billion (or US\$4.8–5.5 million),

Payback period ≈ 3 years, which aligns with your statement.



02

Summary Table

Summary Table

Item	Formula / Basis	Value
Plant Capacity	Given	3 MW
Power Generation per Hour	$3 \text{ MW} \times 1 \text{ hr}$	3,000 kWh
Power Generation per Day	$3,000 \times 24$	72,000 kWh/day
Coal Consumption per Hour	Given	2.1 MT/hour
Coal Consumption per Day	2.1×24	50.4 MT/day
Running Cost	₦100,000/hr $\times 24$	₦2,400,000/day
Coal Cost	₦80,000/MT $\times 50.4 \text{ MT}$	₦4,032,000/day
Total Daily Operating Cost	$2.4\text{M} + 4.032\text{M}$	₦6,432,000/day
Revenue from Power Sales	$72,000 \times ₦190$	₦13,680,000/day
Daily Profit	$13.68\text{M} - 6.432\text{M}$	₦7,248,000/day
Annual Profit (340 days)	$7.248\text{M} \times 340$	₦2,464,320,000/year
Equivalent in USD	₦2,464,320,000 $\div 1,450$	$\approx \text{US\$1.70 million/year}$
Investment Cost	₦7–8 billion (~US\$4.8–5.5 million)	
Payback Period	$7\text{--}8 \text{ billion} \div 2.464 \text{ billion}$	$\approx 3 \text{ years}$

Thank You