No. 23011/128/2012-CPD Government of India Ministry of Coal

Shastri Bhawan, New Delhi the 26th July, 2013

To

The Chairman, Coal India Limited, 10, N.S. Road, Kolkata.

Sub: Grossing up of the coal supplies to TPPs by 10% for meeting the requirement towards transmission losses and auxiliary consumption - regarding.

Sir,

I am directed to say that the issue related to the grossing up of the coal supplies to Thermal Power Stations (TPSs) from CIL sources by 10% for meeting the requirement towards transmission losses and auxiliary consumption has been under consideration of this Ministry for some time.

- 2. The matter was examined in the Ministry in consultation with Ministry of Power (MoP) in the context of CCEA decision, whereby it was directed to restrict the domestic coal quantity to the identified TPPs to 65%, 65%. 67% and 75% during the remaining four years of the 12th Plan. MoP has now reconfirmed that the additional 10% is within the valid LoA quantity and would in no way increase the demand of coal.
- 3. In view of the firm assurance of MoP and the decision of CIL Board, the competent authority has approved the proposal for grossing up of coal supplies to TPPs by 10% of the PPA quantity within the overall LoA/ACQ on account of transmission losses and auxiliary consumption as per the CEA norms, subject to the condition that the domestic coal supplies will be limited to 65%, 65%, 67% and 75% during the remaining four years of the 12th Plan.

Yours faithfully,

(S. Ashraf)

Deputy Secretary to the Govt. of India

Copy to : Secretary, Ministry of Power