



COAL INDIA LIMITED
(A Maharatna Company)
(Sales & Marketing Division)
Coal Bhawan, Ground Floor, New
Town, Rajarhat, Kolkata 700 156.

Phone :
Fax :
Website:
E-Mail :

033-23246617
033-23244229
www.coalindia.co.in
calcilmktg9@gmail.com

CIL/M&S/Power/ 463

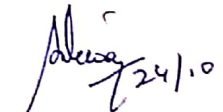
Date: 24.10.2019

Notice for Power Sector

This is to inform to all the stake holders that in compliance to OM No: L-2/2018-IPC(Part-4) dated 19.08.2019 of Ministry of Power, the directive for non-lapsing of short supplies of coal for power sector will be implemented on and from October-November 2019. The Standard Operating Procedure for implementation of the above, jointly prepared by CIL & Railways in enclosed herewith.

The standard Operation Procedure has been made available to the Ministry of Coal vide: CIL/M&S/Power/403 dated 18.09.2019 and Railways vide: CIL/M&S/Wagon Loading/460 dated 23.10.2019.

The necessary advice for implementation has also been circulated to the coal companies vide letter no: CIL/M&S/Wagon Loading/458 dated 23.10.2019.


General Manager (M&S)

Circulation:

1. Director (Marketing), CIL
2. GM/ HOD (M&S), ECL, BCCL, CCL, NCL, WCL, SECL, MCL
3. GM, NEC, Margherita
4. GM(System), CIL-with a request to upload the notice in CIL website.

SOP with regard to Non-Lapsing of rakes for power sector in compliance to O.M. No. dated 19.08.2019 of MoP

List of participants is enclosed

In the existing system, if the rakes allotted to the power sector consumers drawing coal under the arrangement of linkage/ Fuel Supply Agreement (FSA) could not be loaded during the month for which sanction was granted and until the 3rd day of following month, it gets lapsed automatically.

Now, as per the approval of the government communicated by Ministry of Power vide O.M. No. L-2/2018-IPC (Part-4) dated 19.08.2019, the undelivered quantity against such allotted rakes shall not lapse upto three months (excluding the month of sanction), provided the consumer had made full advance payment to the Coal Companies towards the coal value and freight to Railways. Further, it is directed that Indian Railways and Coal Companies shall frame/revise the operational guidelines immediately, to implement the above decision.

Accordingly, CIL & Railways in the meetings held on 29.07.2019 & 13.09.2019 had deliberated the matter and the revised methodology to be follows is as under:-

1. On 4th day of each month, Railway shall provide Coal Company wise, consumer-wise details of lapsed rakes upto the third day of the month, against the previous month's allotment.

The list so provided by Railway, shall also indicate the details of the number of rakes lapsed due to the below mentioned reasons:

a) Unloading constraint or any other operational constraints at power plant.

b) Non-payment of requisite freight in advance to Railways.

The allotted rakes/quantity lapsed due to these reasons shall not be considered eligible for carrying forward i.e., for re-submission of programme.

2. By 7th of each month, each Coal Company shall notify on its website / notice board, the list containing consumer wise details of lapsed rakes against the allotment made for the previous 3 months, that are eligible for re-allotment, on the basis of information furnished by Railways and against which payment / financial coverage with coal company is available.

3. The power plants, thereafter may submit separate program against the lapsed allotment on or before 10th of each month. The number of lapsed rakes for which the programme to be submitted by power plant shall not exceed the number of entitled rakes notified by the Coal Company and will be subject to consent norms of Coal Cos.

For the sake of clarity, it is clarified that the program for allotment shall have to be given by the consumers in two parts. The regular program towards the entitlement of the calendar month together with advance Coal value is to be submitted by the 25th day of the preceding month. Separate program shall have to be submitted by the 10th day of the month, against the undelivered quantity/ lapsed allotments of the previous months, after the entitlement is notified by the coal company.

4. To facilitate smooth functioning of RAS module of FOIS, the existing system of lapsing of allotted rakes for the previous month shall continue, in case they could not be moved by the 3rd day of the month. But, as per the new methodology for non-lapsing, a fresh programme against the lapsed rakes would have to be submitted by the power plant.

5. Supply of coal / movement of rakes during the month shall first be adjusted against the allotment made towards the programme submitted by consumers by 10th day of the month for re-allotment of the lapsed rakes. The adjustment will be done sequentially starting from the oldest month for which rakes have been re-allotted to the latest month for which re-allotment has been made (For instance, for the supply made during the month of July, the re-allotted rakes for the month of April shall be adjusted first, followed by adjustment towards the re-allotted rakes for May and June).

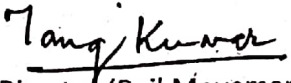
Only the rakes moved in excess of the re-allotted rakes (towards the programme submitted by the power plant by the 10th day of the month), shall be reckoned as supply made against the allotment made for the current month (towards the programme submitted by the power plant by the 25th day of previous month).


6. The re-allotted rakes in respect of the preceding 3rd month, which still remain unmoved after the 3rd day of the current month, shall be lapsed and removed from the list of pending rakes. For instance, the lapsed rakes against the original allotment made towards the entitlement for the month of October, shall be carried forward for re-allotment upto January and if the re-allotted rakes for October remaining unmoved upto 3rd of February, shall lapse and shall no more be considered for re-allotment.

7. The efforts should be made by the coal companies to endorse the rakes for re-allotment only from the same Railways division/coalfields/source from where the original allocation was made.

8. It was decided to implement the system of non-lapsing of rakes for Power Sector as per the above methodology, from the month of Oct. /Nov. 2019.

This SOP shall be periodically reviewed jointly by Railways & CIL for smooth operationalization of the CCEA decision as enumerated above.


Director (Rail Movement)
Railway Board, Kolkata


General Manager (Marketing & Sales),
Coal India Ltd, Kolkata