

COAL INDIA LIMITED

A Maharatna Company : महारत्न कंपनी

Marketing Division विक्रय एवं विपणन विभाग

COAL BHAWAN Ground Floor Rajarhat, New Town, Kolkata/कोलकाता 700 156. E-Mail:ई-मेल

Phone: फोन सं

033-2324-6617 033-2324-4229

Fax: फैक्स सं

gmsnm.cil@coalindia.in

. Website:वेब साइट

www.coalindia.in

Ref. CIL: S&M/47252 (New Pol)/ 318

Dated: March 22, 2016

To, General Managers (S&M), SECL, Bilaspur/ MCL, Sambalpur/ CCL, Ranchi/ BCCL, Dhanbad/ WCL, Nagpur/ NCL, Singrauli/ ECL, Sanctoria and General Manager, NEC, Margherita

<u>Subject: Signing of FSAs and supply of coal to the power plants commissioned/to be</u> commissioned in 2015-16 (Part of 78000 MW)-reg

Dear Sir (s),

This is in reference to MOC letter No. 23011/19/2015-CPD dated 21st March, 2016 addressed to Chairman, CIL on the above subject (copy enclosed as Annex 1). The issue along with the modification in the New Power FSA Model for enabling the Power plants to sign or draw coal under FSA during 2015-16, has been approved by the Competent Authority at CIL. The modification in the New Power FSA Model is enclosed as Annex 2.

In view of the above, Coal companies are requested to take immediate action for implementation of the above.

Encl.: as above

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Yours faithfully,

General Manager (S&M), CIL 3

Copy to:

1. Director (Marketing), CIL

2. CGM/TS to Chairman, CIL.

Modifications in the New Power FSA Model for enabling the Power Plants to sign / draw coal under FSA during 2015-16 as per MOC Letter dated 15.10.2015.

Clause	Existing Provision	Modified Provision
Recital (SEB/IPP)	Whereas the Purchaser has entered into or is yet to enter into long term Power Purchase Agreements (PPA) either directly with Power Distribution Companies (DISCOMs) or through Power Trading Company (ies) (PTC) who has/have signed back to back PPA(s) (long-term) with DISCOMs and have commissioned or would get commissioned after 31.3.2009 and on or before 31st March 2015,	Whereas the Purchaser has entered into or is yet to enter into long term Power Purchase Agreements (PPA) either directly with Power Distribution Companies (DISCOMs) or through Power Trading Company (ies) (PTC) who has/have signed back to back PPA(s) (long-term) with DISCOMs and have commissioned or would get commissioned after 31.3.2009 and on or before 31st March 2016.
2.5(iii) [IPP FSA] 2.6(iii) [SEB FSA]	Notwithstanding the provision contained in any other clauses of this agreement, the FSA shall not be effective if the Plant is not commissioned by March, 2015 (with a cushion of further three months).	Notwithstanding the provision contained in any other clauses of this agreement, the FSA shall not be effective if the Plant is not commissioned by March, 2016.
2.7.3.3 [IPP FSA] 2.8.3.3 [SEB FSA]	Notwithstanding the provisions of clause 2.8.3.1[to be read as 2.7.3.1 in case of IPP Model] above, at the request of the Purchaser, CIL may at its sole discretion extend the Condition Precedent Period.	Notwithstanding the provision of clause 2.8.3.1[SEB Model] 2.7.3.1 [IPP Model] above, at the request of the Purchaser, the Seller may extend the Condition precedent Period maximum up to the period agreed for achieving Commissioning by the Purchaser within March 2016.