

File No. 23021/124/2008/CPD
Government of India
Ministry of Coal

Shastri Bhawan,
New Delhi the 26th February, 2009

To

1. Shri P.S. Bhattacharyya, Chairman, Coal India Limited, 10, N.S. Road, Kolkata, West Bengal	2. Chairman-cum-Managing Director, SCCI, P.B. No. 18, Red Hills, Khairatabad, Hyderabad, Andhra Pradesh
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Sub: Letter of authorization for issue of Letter of Assurance (LoA), to Group Captive Power Plant capacity of 3x77 MW at OPG Nagar, Periya Obalapuram, Gummidipoondi Taluk, District - Thiruvallur, Tamil Nadu of M/s. OPG Power Generation Pvt. Ltd reg.

Sir,

I am directed to refer to this Ministry's letter of even no. dated 23.7.2008 on the above mentioned subject and to say that the competent authority approved for issuance of "Letter of Assurance"(LoA) in respect of M/s. OPG Power Generation Pvt Ltd's Group Captive Power Plant capacity of 3x77 MW at OPG Nagar, Periya Obalapuram, Gummidipoondi Taluk, Thiruvallur, Tamil Nadu as per following details:-

(a) "Letter of Assurance"(LoA) for capacity of 2x77 MW Group Captive Power Plant at OPG Nagar, Periya Obalapuram, Gummidipoondi Taluk, Chennai will be issued by CIL.

(b) "Letter of Assurance"(LoA) for 1x77 MW capacity Group Captive Power Plant at OPG Nagar, Periya Obalapuram, Gummidipoondi Taluk, Chennai will be issued by SCCL.

2. CIL/SCCL were requested for taking further action for issue of "Letter of Assurance"(LoA) in terms of the provisions of the "New Coal Distribution Policy".

3. CIL has issued "Letter of Assurance"(LoA) for capacity of 2x77 MW Group Captive Power Plant at OPG Nagar, Periya Obalapuram, Gummidipoondi Taluk, Chennai from MCL.

4. M/s. OPG Power Generation Pvt Ltd informed that they would be transporting the coal from MCL through the rail mode of transportation to Paradip Port and thereafter by water transport to Chennai. The economies of scale could be reaped only when the volume of cargo is on shipload basis. Therefore, the applicant requested for seeking the issuance of LoA for their first plant of 1x77 MW also from MCL/CIL so that they can organize the bulk transportation of coal on long term and economical basis. The applicant also stated that they would be setting up

coal washeries as well near the source of supply of coal at MCI, which would be viable only with bulk supply of coal.

5. The request of M/s. OPG Power Generation Pvt. Ltd for transfer of "Letter of Assurance"(LoA) for 1x77 MW capacity Group Captive Power Plant at OPG Nagar, Periya Obalapuram, Gummidipoondi Taluk, Chennai from SCCI. to CIL, has been examined in the Ministry. The Competent Authority has approved for transfer of LoA from SCCI. to CIL.

6. Therefore, CIL is requested to issue "Letter of Assurance"(LoA) for 1x77 MW (1st unit) capacity Group Captive Power Plant at OPG Nagar, Periya Obalapuram, Gummidipoondi Taluk, Chennai of M/s. OPG Power Generation Pvt. Ltd as per provisions of the "New Coal Distribution Policy" and accordingly "Letter of Assurance"(LoA) authorised to SCCI. for 1x77 MW stands withdrawn.

Yours faithfully,

G. Srinivasan

(G. Srinivasan)

Under Secretary to the Govt. of India

Copy to:

1. Director(M), CIL, 15, Park Street, Kolkata.
2. CMD,CMPDIL, Gondawana Place, Kanke Road, Ranchi, Jharkhand
3. Ministry of Power(Sh. Puneet K. Goel, Director), Shram Shakti Bhawan, New Delhi
4. CEA(Sh. S.H. Khan, Chief Engineer), Sewa Bhawan, R.K. Puram, New Delhi
5. Director(TT), Ministry of Railways, Rail Bhawan, New Delhi.
6. CGM(S&M),CIL, Scope Complex, Lodi Road, New Delhi
7. M/s. OPG Power Generation Pvt. Ltd, New No. 26, Mooker Nalla Mathu Street, Chennai-600 001.

G. Srinivasan

(G. Srinivasan)

Under Secretary to the Govt. of India

✓ Copy to: NIC, Ministry of Coal for placing the same on the Website of Ministry of Coal