



# MCL

Office of the General Manager (M&S)

PO: Jagriti Vihar, Burla, Sambalpur-768020, Odisha.

PBX No.- 0663-2542461-69, FAX No.: 0663-2542307,

Telephone No.: 0663 – 2542870 (O) / 2542359 (O)

e-mail ID : gm-snm.mcl@coalindia.in

No. MCL/SBP/GM/M&S/COMML/2021-22/ 259

Date: 01/06/2021

## NOTICE FOR POWER SECTOR CONSUMERS

**Subject: Increase in trigger level in the FSA to 80% of ACQ from existing 75% under FSAs with SEBs/IPP/GenCos/CPSE PUs for the FY 2021-22**

CIL vide letter no. CIL/M&S/Power/260 dated 24.05.2021 (copy enclosed) has communicated the following decision taken by CIL Board in its 421<sup>st</sup> meeting held on 10.05.2021

### **Quote**

*"The trigger level of supply for Power utilities (SEBs/IPP/GenCos) be increased from 75% to 80% in those FSAs (Post NCDP FSAs through LOA route for SEBs/IPP & FSAs under SHAKTI Policy) for the current fiscal"*

### **Unquote**

As advised by CIL, the above dispensation shall be implemented for the FY 2021-22 by way of executing a side agreement to the FSA. However, the dispensation will be optional to consumers.

Consumers (SEBs/ IPPs/ GenCos) having FSA with MCL (Post NCDP FSAs through LOA route for SEBs/IPP & FSAs under SHAKTI Policy) are requested to come forward for signing of side agreement to FSA so as to increase the trigger level from the existing 75% to 80% of the Annual Contracted Quantity for FY 2021-22.

Encl: as above

*Ampro*  
*1/6/21*  
**General Manager (M&S)**  
*J.S.A.*

### **Copy to**

- General Manager (M&S), CIL, Kolkata
- General Manager (Systems), MCL : requested to upload the notice on MCL website under the link "Our Business" -- > "Sales & Marketing" -- > "Notices" --- > "Notices for FSA"
- Chief Manager (M&S-Rail/OP)/Manager (M&S-RS)

### **Copy for kind information:**

- Director (Tech/OP), MCL





**COAL INDIA LIMITED**  
MARKETING & SALES

Coal Bhawan, Premises No. 4 MAR, Plot no. AF-III,  
Action Area 1A, New Town, Rajarhat, Kolkata - 700 156  
E-mail: gmsnm2.cil@coalindia.in  
Phone: 033 - 2324 6617 | Fax: 033 - 2324 4229

File: CIL/M&S/Power/ 260

Date: 24.05.2021

To,  
General Manager/HoD (M&S)  
ECL/BCCL/CCL/NCL/WCL/SECL/MCL

Dear Sir,

**Sub: Decision of 421<sup>st</sup> CIL Board held on 10.05.2021 regarding increase in trigger level to 80% from the existing 75% for power consumers for the current Financial year (2021-22) under FSA with SEBs/IPP/GenCos/CPSE PUs**

The decisions of CIL Board regarding increase in trigger level to 80% from the existing 75% for power consumers (SEBs/IPP/GenCos/CPSE PUs) under FSA for FY 2020-21 were communicated vide CIL notice no. CIL/M&S/1866 dated 18.04.2020.

Now, the issue of increase in trigger level to 80% from the existing 75% for power consumers (SEBs/IPP/GenCos/CPSE PUs) under FSA for the current FY 2021-22 has been deliberated in 421<sup>st</sup> CIL Board meeting held on 10.5.2021. It was also clarified that since the FSAs are bilateral, the decision to raise the trigger level to 80% shall not be mandatory, but optional to the consumers. The Board, after detailed deliberation, approved the following:

**Quote**

- i. "The trigger level of supply for power utilities (SEBs/ IPPS/ GenCos) be increased from 75% to 80% in those FSAs (post NCDP FSAs through LoA route for SEBs/IPP & FSAs under SHAKTI policy) for the current fiscal.
- ii. If the trigger Level increased to 80% of ACQ, penalty/ compensation would also be applicable from 80% and below. This would encourage the power plants to take more supply of domestic coal, which would, on one hand reduce the tendency to import and on the other hand enhance the supply of domestic coal by CIL and quick liquidation of stock.
- iii. The option for 80% trigger level be implemented for the year 2021-22 and based on the result and other related parameters, the matter be reviewed at the end of current fiscal/in the beginning of next fiscal for further extension/increase in trigger Level.
- iv. The option for increase of trigger level under power FSAs (post NCDP FSAs through LoA route for SEBs/IPP & FSAs under SHAKTI policy) be communicated by the respective Subsidiary coal companies to concerned GenCos/ IPPS/ CPSUs for immediate implementation. And
- v. The power plants opting for increase in trigger level for the year 2021-22 would be required to execute side agreement with the concerned coal companies.

**Unquote**

In view of the above, subsidiary coal companies are requested to take necessary action.

Yours faithfully,

  
General Manager (M&S)

Copy to:

- Director (Marketing)
- Director (In Charge M&S): ECL / BCCL / CCL / NCL / WCL / SECL / MCL / NEC
- ED/TS to Chairman, CIL
- General Manager(M&S), CIL
- HOD (Comm-M&S), CIL
- HOD/FSA, CIL
- HOD/F(M&S), CIL