

No. MCL/SBP/GM (M&S)/Comml./2020-21/ 67

Dt. 20/04/2020

NOTICE

Subject: Waiver of Performance Incentive for coal supplied to Power Utilities (Gencos/PPPs/CPSE TPPS) under FSA during April 2020 to September,2020

In view of large coal stock at pit heads, difficult market conditions and financial hardship of the consumers due to Covid-19 pandemic and lockdown, the applicability of Performance Incentive (PI) under different power sector FSAs for coal supplies beyond the stipulated level has been reviewed by CIL Board in its 402nd meeting dated 16.04.2020. As communicated by CIL vide letter no. CIL/M&S/1865 dated 18.04.2020, the followings have been decided by CIL Board

- 1. Performance Incentive (PI) under all Power FSAs shall be waived off initially towards the despatches for the first & second quarters of current FY 2020-21(Apr'20 -Sep' 20).**
- 2. The waiver of PI shall be applicable across all subsidiary coal companies of CIL for coal supplies to Power Utilities (IPPs/Gencos/CPSE TPPS) under FSAs.**
- 3. For this Q-3 and Q-4 of current FY (i.e. Oct' 20 - March 21), all the commercial provisions including PI/penalty shall be applicable as per FSA on prorated ACQ.**

A. Gupta
20/4/20
General Manager (M&S)

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- 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