

MADHYA PRADESH ELECTRICITY REGULATORY COMMISSION, BHOPAL

Sub : In the matter of permission under section 86(e) of the Electricity Act, 2003 for sale of energy provided by his 2 Nos. of WEGs at location No. 54 and 67 in the Windfarm at Jamgodrani, Dist. Dewas to the MP Power Trading Co. Ltd. and execution of fresh Power Purchase Agreement for the balance period of 8 years.

Petition No. 14/2010

ORDER

(Date of hearing 11th May, 2010)

(Date of order 13th May, 2010)

M/s Arcil Catalyst Pvt. Ltd.,
(Formerly Arkema Catalyst India Pvt. Ltd.)
P.O.Birlagram
Nagda - 4563361 - Petitioner

V/s

M.P.Power Trading Co. Ltd.,
Shakti Bhawan, Vidyut Nagar,
Jabalpur. - Respondent - 1

M.P.Paschim Kshetra Vidyut Vitaran Co. Ltd.,
GPH Compound, Pologround
Indore. - Respondent - 2

Shri H.D. Motiramani, Sr. Consultant CECL appeared on behalf of Petitioner.

Shri D.K.Ojha, Associate Consultant appeared on behalf of Respondent No. 1.

Shri Gajra Mehta, ACE (Comm.) appeared on behalf of Respondent No. 2.

2. The Petitioner has filed this petition in the matter of permission under section 86(e) of the Electricity Act, 2003 for sale of energy provided by his 2 Nos. of WEGs at location No. 54 and 67 in the Windfarm at Jamgodrani, Dist. Dewas to the MP Power Trading Co. Ltd. and execution of fresh Power Purchase Agreement for the balance period of 8 years.

3. The Petitioner, earlier known as Aroni Powgen Prop. Aroni Chemical Industries Ltd., Nagda has 2 Nos. of WEGs at location No. 67 (Hill-D) and 54 (Hill-C) each of 225 kW rating which were commissioned on 31.03.1998. The agreement for captive consumption was signed with the then MP Electricity Board on 17.08.1998 for a period of 12 years from the date of commissioning i.e. w.e.f 31.03.1998 to 30.03.2010. The name of the Petitioner Company was then changed to M/s Arkema Catalyst India Ltd. and signed the First Supplementary Agreement with West Discom on

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31.12.2007 to provide for change in name of the Company. The name Petitioner Company was then changed to M/s Arcil Catalyst Pvt. Ltd. by which it is presently known and again a Supplementary Agreement with the West Discom was signed on 11.01.2010 to provide for change of the name.

4. The Petitioner has submitted that the Commission vide its Order dated 18.02.2010 in Petition No. 07/2010 filed by the Petitioner has granted permission for wheeling of energy from the above 2 Nos. of WEGs to Petitioner's works at Birlagram, Nagda for self-use from 31.03.2010 to 30.03.2018.

5. The Petitioner has further submitted that he owns 9 Nos. of WEGs inclusive of the above 2 Nos. of WEGs installed in the Windfarm at Jamgodrani Dist. Dewas. Energy provided by the 9 Nos. of WEGs is being consumed at his works for captive use. During the period from the dates on which these WEGs were commissioned, due to business constraints, contract demand of HT supply to his works got reduced. Contract Demand of the HT connection to his works presently is only 150 KVA. Monthly energy consumption at his works made through the HT has also considerably come down.

6. Therefore, the Petitioner under Clause 1.25 MPERC (Co-generation and generation of the electricity from renewable energy sources) Regulations, 2008 has proposed to switch over to the option of sale to MP Power Trading Co. Ltd. w.e.f. 31.03.2010 (w.e.f first day after the date of expiry of the Agreement presently in force) for the balance period of 8 years of the project life i.e. upto 30.03.2018. The Petitioner has agreed to :

- a. Sign a Fresh PPA with MP Power Trading Co. Ltd. for sale of energy provided by his above 2 Nos. of WEGs as per Tariff Order dated 21.11.2007. Rate per unit payable for the energy sold shall be Rs. 2.87 as provided in the Tariff Order.
- b. Pay share of monthly line rent @ 0.5% of the cost of line at current schedule of rates reviewed at the start of every financial year for his above 2 Nos. of WEGs w.e.f. 31.03.2010.
- c. Pay @ 27 paise per unit of reactive energy consumption made from the grid as provided in the Tariff Order.

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7. During the hearing, the representative of the Respondent No. 1 & 2 submitted that they have no objection if the permission is granted to the petitioner for sale of energy to MP Power Trading Co. Ltd. for the balance period of 8 years with effect from 31.03.2010.

8. On hearing both the Petitioner and the Respondents, the Commission has considered the request of the Petitioner and allows the Petitioner to supply energy to the Respondent No. 1 provided by 2 Nos. of WEGs at location No. 67 (Hill-D) and 54 (Hill-C) each of 225 kW rating for the utilities in terms of the provisions made in Tariff Order dated 21.11.2007 w.e.f. 31.03.2010 subject to completion of all formalities.

9. With the above directions, the Petition No. 14/2010 stands disposed off.

Ordered accordingly,

(C.S.Sharma)
Member (Eco.)

(K.K.Garg)
Member (Engg.)