

COAL INDIA LIMITED MARKETING DIVISION Apeejay House, A-Block, 6TH Floor, 15, Park Street, Kolkata 700 016.

Phone:

033-22263301

TeleFax :

033-22170495

E-Mail:

calcilmktg@gmail.com

CIL:S&M:NewPol:472252:13

Date: 07-01-2014

To GM(Sales) ECL/BCCL/CCL/SECL/MCL/NCL/WCL GM, NEC

Dear Sirs,

Sub: Revision in the provision of charging Add-on price under the FSAs for Power plants with Tapering Linkages

CIL Board in its 302nd Meeting held on 16.12.2013 reviewed the provision for charging Add-on price of 40% for supplies of coal to Power Plants with Tapering Linkages after completion of the normative date of coal production of the Captive Blocks, vide item 302:4(M) of the minutes of the meeting. The Board has decided that the revised add-on price shall now be chargeable at the rate of 20% over and above the applicable price for supplies under the Tapering Linkages beyond the normative date of production of the captive block.

Accordingly, the provision under the tapering FSA models for charging add-on price as per clause 8.1(a) (for SEB Model) and clause 9.1(a) (for PPU Model) shall stand modified and the add-on price shall be 20% of the Base Price instead of 40% for supplies under the FSA beyond the normative date of production of the captive blocks allotted to the Power Plant/FSA holder concerned. In terms of the clause 8.1(b)/9.1(b) of the FSAs (SEB Model/PPU Model) the revised rate shall be applicable with effect from 16th December 2013.

Yours faithfully

General Manager (S&M)

Copy to-Director (Mktg) GM(S&M-Commercial)/CIL GM (LOA/Operation),CIL GM (Finance),CIL S&M