

SAVINGS ON ELECTRICITY COST....!

Dear TN Consumers/ Members/Clients: *Would you like to have savings on your power cost; then here is the opportunity for you..!*

Eligibility: All manufacturing Industries, commercial establishments like Hotels, Malls, Hospitals, IT Parks, etc., having **HT (High Tension)** Connections from TNEB.

Scheme: Group Captive Scheme (GCS) under Electricity Act 2003

Preliminary Criteria for Sourcing Wind Power:

- ✓ Should hold minimum **26%** Shares aggregate in Wind Power Supplier Company
- ✓ Should consume minimum **51%** aggregate of power generated from Supplier Company.

Infrastructure: No infrastructure change is required in existing set up i.e, at the facility where power is being tied up. Electricity is wheeled to consumption point from generation point through existing TANGEDCO grid network.

Guaranteed Savings: Yes, the landed cost of wind power to Clients is lower than cost of electricity from TANGEDCO.

Terms & Conditions for Wind Power Tie-up:

1. **Tariff:** Offered landed cost of electricity to Industry Consumer under GCS is **Rs. 5.90/- per unit** and Commercial Consumer is Rs. 6.40 per unit.
2. **Quantum:** As required by consumer per annum with +/- 10% deviation.
3. **Open Access Charges:** The above tariff includes open access charges to be paid to TANGEDCO by generator at the generation end, which are in the range of Rs.1.2 to Rs.1.5 per unit.
4. **Revision in Open Access Charges:** When the Tamil Nadu Government revises the open access charges for wind, it shall be borne by seller.
5. **Revision in Tariff:** When the Tamil Nadu Government revises the tariff, wind power tariff will also be revised at **70% of the revision**. Example: If the tariff is revised by Re.1.00 then the base tariff will go up by Re.0.70 per unit.
6. **Tenure:** Agreement period shall be of min **5 years**. Termination Notice either side 3 Months Written Notice.
7. **Equity Investment:** It is refundable at the time of exit of PPA. Value shall be approx 15 paise per unit on the annual contracted quantum.
8. **Payment terms:** All payments to be made on or before 7th of the following month or within 7 days of receipt of invoice. Any delayed payment shall attract the penal interest of 18% per annum.
9. **Security:** Bank Guarantee/Cash deposit equivalent to 45 days maximum peak power consumption value. The same shall be continued till the existence of PPA with Generator.

List of documents required: Mandate Letter, Power Purchase Agreement, Share Holder's Agreement, Share Transfer Form - SH4, Board Resolution, PAN Card, MOA & AOA, and List of Directors & Bank Guarantee.

Timeline: The entire process shall be completed by us in **max 30 days timeline**. From the approval date, power generation shall be taken into the account of consumer.

Guarantee Savings: Rs. 1./kWh to Industry Consumers & Rs. 2./kWh to Commercial Consumers