

File No.14/1/2016-Trans-Volume(2)

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Government of India  
Ministry of Power  
Shram Shakti Bhawan, Rafi Marg, New Delhi- 110001

Dated, 25<sup>th</sup> April, 2017

To,

Shri Anil Sardana,  
CEO and Managing Director,  
The Tata Power Company Limited,  
Bombay House 24 Home Mody Street Mumbai- 400 001.

Sub: Cross Border Trade of Electricity (CBTE).

Sir,

I am directed to refer to your letter dated 3<sup>rd</sup> April, 2017 on the above mentioned subject and to say that guidelines of DEEP Portal and provisions of SB Documents are applicable to procurement of power from Projects situated within the country. In case of procurement of power from Projects located in other countries, the CBT of Electricity Guidelines shall be applicable.

2. Further, tariffs for Cross border trade of electricity are to be determined as per the clause 6.0 of the CBTE guidelines.

- i. As per clause 6.1, tariff can be determined through Government negotiations between Government of India and Government of the neighbouring country, which shall be adopted by the Appropriate Commission.
- ii. As per clause 6.2(i), the buyers/Discoms in India can procure electricity from neighbouring country under long term/medium term/ short term agreement, through a process of competitive bidding, which shall be adopted by the Appropriate Commission under Section 63 of the Electricity Act, 2003.
- iii. As per clause 6.2(i), in case of hydro projects, the tariff can be determined by CERC if mutually agreed by entities and approached through the Government of neighbouring country.

3. Hence, it can be seen that sufficient clarity exists under clause 6 of the CBTE guidelines for procurement of power from Hydro Power Projects located in the neighbouring countries.

Yours faithfully,

  
(Bihari Lal)

Under Secretary to the Govt. of India  
Ph. 011-23325242

