

No. 23011/107/2014-CPD

Government of India

Ministry of Coal

Shastri Bhawan,
New Delhi the 16th February, 2016

OFFICE MEMORANDUM

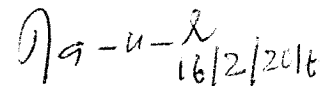
Sub: Policy for automatic transfer of coal linkage/Letter of Assurance (LoA) granted to the old plants while scrapping and replacing them with new plants- reg.

The undersigned is directed to say that proposal of formulation of the policy for automatic transfer of coal linkage/LoA granted to the old plants while scrapping and replacing them with new plants was placed before the SLC (LT) in its meeting held on 27.06.2014. Based on the recommendations of Ministry of Power (MoP) that new plants will come up in a staggered way by the end of the 13th Plan and may also spill over to the 14th Plan the Committee recommended certain guidelines.

2. Based on fresh recommendation of Ministry of Power, the issue has been re- examined. It has now been decided as under:-

- (a) In view of the multi-fold benefits of Super critical units like better efficiency, lower emissions and optimization of land & water usage, Letter of Assurance (LoA)/ Linkage granted to the old plant shall be automatically transferred to the new plant of Super critical capacity.
- (b) If the capacity of the new Super critical plant is higher than the old plant, additional coal may be accorded priority, subject to the availability of coal.
- (c) This policy shall be applicable to pre-NCDP plants in public sector only, which have already been granted long term Linkages/Letter of Assurance(LoA).
- (d) Automatic transfer of linkages/ Letter of Assurance(LoA) as explained above shall be permissible only when the new plant is set up within the State in which the old plant was located. Old unit which has completed its useful life & is being replaced needs to be retired in a phased manner.

This has the approval of the Competent Authority.



(Pilli Ravi Kumar)

Under Secretary to the Govt. of India

To:

1. Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi.
2. Chairman, Railway Board, Rail Bhawan, New Delhi(Attn. Shri. Manoj Akhauri, EDTT/F)
3. Chairman, Coal India Ltd, Coal Bhawan, New Town, Rajarhat, Kolkata-700156.
4. Chairman, SCCL, PB No. 18, Red Hills, Khairatabad, Hyderabad, Telangana.
5. CMD, CMPDIL, Ranchi, Jharkhand.
6. Chairman, Central Electricity Authority, Sewa Bhawan, R.K. Puram, New Delhi.

Copy also to:

1. PSO to Secretary(Coal), Ministry of Coal, 2.PPS to Special Secretary, Ministry of Coal, 3.PPS to JS(RKS), Ministry of Coal, 4.PS to Director, CPD, Ministry of Coal.

Pa-u-2
16/2/2016

(Pilli Ravi Kumar)

Under Secretary to the Govt. of India

Copy to ~~NIC~~, Ministry of Coal with a request to place it on the Website of this Ministry for information of all concerned.