



KERALA STATE ELECTRICITY BOARD LIMITED

(Incorporated under the Companies Act, 1956), CIN:U40100KL2011SGC027424

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ABSTRACT

Extension of validity of the Power Purchase Agreement (PPA) by M/s. Infopark for supply of Power at Cherthala Special Economic Zone with effect from 01.07.2022 to 30.06.2027 - sanction accorded – orders issued

CORPORATE OFFICE (Commercial & Tariff)

B.O. (FTD) No.624 /2022 (KSEBL/TRAC/AE1/ Infopark/2022-23) dated, Tvpm
16.07.2022

- Read: 1. Letter No. INFOPARK/KSEB/679/2022 dated 17.6.2022 from M/s. Infopark
2. Note (KSEBL/TRAC/AE1/Infopark/2022-23) dated 01.07.2022 of the Chief Engineer (Commercial & Tariff) (Agenda 15/07/22)

ORDER

M/s. Infopark is a distribution licensee at Cherthala Special Economic Zone. They had entered into a Power Purchase Agreement (PPA) with KSEB Ltd on 01-07-2014 for the purchase of 750 kVA at 11 kV for a provisional period of one year for retail sale of electricity in the licensed area of supply and later enhanced to 110 kV level. Upon expiry of the validity of the PPA, the same was extended for one year each twice till 30.06.2017. The Supplementary Power Purchase Agreement was executed on 16.06.2017 for reduction of contract demand from 750 KVA to 550 KVA on the same terms and condition for a period of 1 year from 01.07.2016 and the validity of PPA extended for a further period of five years from 01.07.2017 to 30.06.2022.

M/s. Infopark has requested, as per the letter read as 1st above, for extension of validity of the PPA for another five years up to 30.06.2027 with the same terms and condition in line with clause 2.2 of the Power Purchase Agreement.

The Chief Engineer (Commercial & Tariff) as per the note read as 2nd above has recommended the extension of the validity of the PPA for five more years on the same terms and condition with modification on the articles 3.6 and 8.6 of main PPA and placed a draft supplementary PPA before the Full Time Directors.

The article 3.6 and the article 8.6 of the main PPA dated 01.07.2014 are mentioning about average power factor to be maintained and power factor extra charges if the power factor drops below 0.9 lag. The Power factor incentive / disincentive has been revised by KSERC vide tariff order dated 25.06.2022. As per the KSERC tariff order, incentive and disincentive shall be applicable to distribution licensees. If the power factor drops below 0.95 Penalty shall be applicable and if the power factor is above 0.95 and up to 1.00 incentive shall be applicable. Hence, the revised power factor incentive / disincentive also included in the supplementary agreement.

The Chief Engineer has also pointed out that, as per the conditions made in the main PPA, dated 01.07.2014, signed by M/s. Infopark, the entire power requirement of the licensed area of M/s. Infopark, will be met from KSEB Ltd. Hence extending the PPA will ensure a fixed load to be taken from KSEBL for the period of agreement.

Having considered the matter in detail, the Full Time Directors in its meeting held on 07.07.2022, resolved to accord sanction to extend the validity of the PPA executed with M/s. Infopark on 01-07-2014, for supply of 550 KVA at 110 kV level at Cherthala Special Economic Zone for five more years on the same terms and conditions with modifications on articles 3.6 and 8.6, with effect from 01.07.2022 to 30.06.2027.

Further resolved to approve the supplementary PPA for execution. Further resolved to authorize Chief Engineer (Commercial & Tariff) to sign the above supplementary PPA on behalf of KSEBL.

Orders are issued accordingly

Directors

By Order of full time

Sd/-

Lekha G.

Company Secretary I/c

To

Chief Engineer (Commercial & Tariff)

Copy to:

Financial Advisor,
Legal Advisor & Disciplinary Enquiry Officer
Chief Internal Auditor
Deputy Chief Engineer (TRAC)
T.A to (Chairman & Managing Director),
T.A to Director (Distribution & SCM)
T.A to Director (Trans. System Operation & Safety)
T.A to Director (Generation Civil), Director (Generation Electrical),
Director (Planning, SCM & Safety), Director (REES, Soura, Sports & Welfare),
PA to Director (Finance, IT & HRM)/ Sr. CA to Secretary
CA to IGP (CVO, KSEB), Chief Public Relations Officer
Fair Copy Superintendent / Library

Forwarded by Order



Assistant Engineer