

**GOVERNMENT OF INDIA
MINISTRY OF POWER
LOK SABHA
UNSTARRED QUESTION NO.3510
ANSWERED ON 10.08.2023**

DEVELOPMENT OF ELECTRICITY MARKET

3510. SHRI GAUTAM GAMBHIR:

**Will the Minister of POWER
be pleased to state:**

- (a) whether the Government is working on any roadmap or strategy to outline interventions for the short, medium and long term goals for the development of the electricity market; and**
- (b) if so, the details thereof?**

A N S W E R

THE MINISTER OF POWER AND NEW & RENEWABLE ENERGY

(SHRI R.K. SINGH)

(a) & (b) : Yes, Sir. Government constituted a Group for “Development of Electricity Market in India” in July, 2022. The Terms of Reference of the Group are attached at Annexure.

The Group has proposed comprehensive solutions to address key issues and recommended a phase-wise implementation of various interventions for transforming the electricity market in India.

ANNEXURE

ANNEXURE REFERRED IN REPLY TO PARTS (a) & (b) OF UNSTARRED QUESTION NO. 3510 ANSWERED IN THE LOK SABHA ON 10.08.2023

The Terms of Reference of the Group on “Development of Electricity Market in India” are:

- i. To study the present system of power sale and purchase under the Power Purchase Agreements, including under power trading and other modes of transactions.**
- ii. To study the system of power markets, including use of Power Purchase Agreements globally.**
- iii. To make recommendations for changing the structure and system of power purchase and sale in the country, including reforms needed in the system of Power Purchase Agreements, to encourage investments, efficiency, and competitiveness in the power markets.**
- iv. To examine the feasibility of converting existing long term PPAs into market mechanisms.**
