GOVERNMENT OF INDIA MINISTRY OF POWER LOK SABHA UNSTARRED QUESTION NO.3102 ANSWERED ON 16.12.2021

COAL SUPPLY TO POWER PLANTS

3102. SHRI SANJAY KAKA PATIL:

Will the Minister of POWER be pleased to state:

- (a) whether the Government proposes to secure coal supply for electricity production plants and if so, the details thereof;
- (b) whether the Government also proposes to import coal for power plants and if so, the details thereof; and
- (c) whether the Government signs any agreement about coal supply with other countries and if so, the details thereof?

ANSWER

THE MINISTER OF POWER AND NEW & RENEWABLE ENERGY

(SHRI R.K. SINGH)

(a): Domestic coal is supplied to thermal power plants (TPPs) in accordance with the linkages awarded to them by the Government, for which Fuel Supply Agreements (FSAs) have been signed. Besides, domestic coal is also supplied through eauction and captive coal blocks.

For the power plants commissioned prior to 2009, the FSAs have been signed based on the consumption pattern by the plants. Subsequently, linkages have been awarded under New Coal Distribution Policy-2007. Presently, the TPPs secure linkages through a new policy named SHAKTI [Scheme for harnessing and Allocating Koyala (Coal) Transparently in India] which was issued by Ministry of Coal in May, 2017.

(b) & (c): As per the current import policy, coal is kept under Open General License (OGL) and consumers are free to import coal from the source of their choice as per their contractual prices on payment of applicable duty. Ministry of Power, on 07.12.2021, has permitted import of coal for blending purpose for the period of 2022-23 by NTPC and DVC upto 10% of coal required for ensuring 85% Declared Capacity (DC) of its plants. In respect of State Gencos and Independent Power Producers (IPPs), blending upto 4% has been advised.
