PRODUCT PROFILE ALONG WITH PRICING STRATEGY OF THE COMPANY

A REVISED POLICY OF MINISTRY OF POWER FOR BIOMASS UTILIZATION FOR POWER GENERATION THROUGH CO-FIRING IN COAL BASED POWER PLANTS

The current availability of biomass in India is estimated at about 750 million metric t o n e s per year. The estimated surplus biomass availability is at about 230 million metric t o n e s per annum covering agricultural residues.

Ministry of Power (MOP) vide its policy dated 17.11.2017 on biomass utilization for power generation had advised that all fluidized bed and pulverized coal units (coal based thermal power plants) except those having ball and tube mill, of power generation utilities, public or private, located in India, to use 5-10% blend of biomass pellets made, primarily, of agro residue along with coal after assessing the technical feasibility, viz. safety aspect etc.

We have attached as annexure 1 the price benchmarking policy for your ready reference.

the Price benchmarking Committee carried out study for Northern Region (excluding NCR) and submitted its report with recommended benchmark price for Northern Region (excluding NCR). As per the recommendation of the Committee, biomass fuel price has been specified for a period of 1 year w.e.f 08.11.2023. The benchmark prices for non-torrefied biomass pellets in the Northern Region (excluding NCR) have been derived as Rs 2.27/7000 kcal. The price specified is excluding GST & transportation cost at the pellet manufacturing plant site. The pellets shall have moisture content below L4o/o and GCV between 2800-4000 kcal/kg,

For NATURAL GAS INDIA PVT. LTD.

For Natural Gas India Pvt Ltd