

COAL INDIA LIMITED

MARKETING AND SALES DIVISION

Minutes of the meeting for Second Pre Bid Meeting for the 2nd round auction under SHAKTI B (ii)

Venue: Conference Room, 6th Floor, Coal Bhawan, Premise No-04, Coal Bhawan , MAR Plot No-AF-III, Newtown, Kolkata, West Bengal 700156

Date and Time: 12.04.2019 at 03:00 p.m.

CIL kicked off the 2nd Pre-Bid meeting by welcoming all parties who have submitted EOI against Round 2 Auction of SHAKTI B(ii). Following key issues were raised and discussed:

1. Many participants raised their concern that as per clause 3.6.3.4 (f) (i) of Scheme Document, the eligible bidder will have to bid in the multiple of 0.1 MTPA. Since the CEA approved quantity of most of the bidders is less than 0.1 MTPA, therefore, they desired to amend the provision considering the same and reduce the minimum bid quantity. They were advised to send their written representation through email. However, the said suggestion was noted by CIL for looking into.
2. Few bidders sought clarification on the CEA Approved eligibility/Quantity. It was submitted by the Transaction Advisor that a separate window has been provided to the bidders for seeking such clarifications from CEA directly. The bidders should seek clarifications from CEA on these aspects.
3. Some bidders raised a query regarding the heat rate in revised Consumption Norms. It was submitted by CEA representative that application of norms is a policy decision of CEA.
4. Bidders enquired regarding the information on source(s) of coal linkages and the date for publication of Fuel Supply Agreement (FSA). It was stated by CIL that the information shall be published on portal in due course. It was also clarified that only marginal changes can be expected in FSA for round 2 over FSA for round 1.
5. Bidders submitted that they are unable to view the available quantity and other relevant details at the end of each round without submitting the interest for participation in the subsequent round. Hence they have to necessarily submit interest for participation in each round, thus making each round of 15 minutes. It was requested that if the balance quantity at each source may be visible to the bidders upfront post each round, there shall be no need to submit interest in participation in each round. Thus such rounds can end in shorter duration of 5 minutes. This will lead to time saving in the auction process. Participants requested MSTC to consider modifying the electronic platform to such extent. MSTC responded that this is a major change and may require time as well as examination by CIL transaction advisor. However the point is noted.