

Dear Sir,

With reference to the public notice issued by the Telangana Electricity Regulatory Commission (TGERC) regarding the proposal to reduce the unit tariff from ₹3.13 to ₹2.98 citing the reduction in GST, we would like to respectfully submit our objections.

The Power Purchase Agreement (PPA) entered into between us clearly specifies the unit tariff as ₹3.13. Once the PPA has been executed and is in force, reducing the agreed tariff to ₹2.98 unilaterally is not only unfair but also against the agreed terms and applicable guidelines.

It is true that the GST rate on certain solar equipment has been reduced to 5%. However, during the same period, the costs of solar equipment, raw materials, transportation, labour, financing, and other project development expenses have increased significantly. Therefore, the overall project cost has not reduced due to the GST change; rather, the total cost of setting up the projects has increased.

The beneficiaries invested in these projects and arranged bank loans based on the unit tariff of ₹3.13 mentioned in the PPA. Any reduction in the tariff at this stage will seriously affect the financial viability of the projects and cause significant hardship to the beneficiaries.

Therefore, considering the current project costs, we humbly request that the tariff of ₹3.13 per unit agreed under the PPA be retained and revised upward appropriately to reflect the actual expenses.

Thank you.

Yours faithfully,

Name of SPG: Kothur Gopal Reddy

PPA Holder No.: 0078/2025-26

Date: 28/06/2026